

The Don Dunstan Foundation Annual Report 1/1/09 – 31/12/09

DONDUNSTAN**FOUNDATION**
FOR A BETTER FUTURE



Flinders
UNIVERSITY
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Report from the Chair of Trustees

On behalf of the Trustees of the Don Dunstan Foundation, I am pleased to present the report for our financial year ending 31 December 2009.

The year commenced with 'Don's Party', an event held on the 10th anniversary of the death of the late Premier. In the spirit of the Don whom so many had known personally or respected deeply, we celebrated his achievements and honoured his memory. More than seven hundred people attended the Norwood Town Hall on a forty degree night when the organisers had no idea whether the air conditioning would cope or not. It did.

One of the features of Don's Party was the DVD generously filmed by Neil Smith, that captured memories of Don by people who knew him well. People such as Don's daughter Bronwen Dohnt, Kym Bonython AC, Robyn Archer AO, Maggie Beer and many others spoke of their reminiscences.

Also at Don's Party, Robyn Archer read a moving 'Ode to Don' written for the event by author, journalist and scriptwriter Bob Ellis. We were most especially grateful to Bob for his Ode. He wrote it at short notice and, we understand, abandoned sleep for several days whilst he crafted the words. Robyn did Bob proud with her reading. The 'Ode to Don' is available on the Dunstan Foundation website.

Other aspects of the party included the superb reading by Anthony Steel of the speech that was delivered by Don Dunstan when he opened the (now) Dunstan Playhouse; and a performance by CirKids to mark the continuing traditions of performance. The band *Fang Coup* (comprised of 'an amalgam of dentists'), who perform to raise money for charities, played every known hit of the '70s and '80s and people danced well into the night.

The Don Dunstan Foundation had many people to thank for this event including Leon and Adrian Saturno of the Saturno Hotel Group and John, Stan and Jo Chapley of Norwood Foodland for their very generous donations of food, beer and wine. Our thanks also to Vili's Pies, Coopers, Peter Kelly and Pamela Faulkes of the State Theatre Company, Greg Crafter AO, Andrew Killey, Cathie King, Greg Mackie OAM, Sue Vardon AO, Tony Hooi, Don Wilson AO and Tony Bennett.

All in all, a fabulous tenth anniversary of the Don Dunstan Foundation and a wonderful celebration of the memory of Don Dunstan, the South Australian Premier who was one of Australia's foremost social reformers but who also demonstrated how enriching it is for a society to value the arts and social inclusion.

As the year 2009 settled and with a new work team on board, the Trustees, the Board and the Foundation's supporters revised the work program for the Don Dunstan Foundation.

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Each of the values was examined and actions planned to support each value. This was assembled into a strategic direction (available on the Dunstan Foundation website) and commenced later in the year.

Key aspects of the Strategic Directions plan include:

- Working to create a successful model of Aboriginal employment;
- Coordinating the research done in South Australia's three universities with the needs of the various Refugee associations and government bodies with the intent that the research will assist people of refugee backgrounds to settle rapidly and happily into Australian society;
- Addressing homelessness, especially of young people and young parents; and
- Assessing the impact of climate change on the poor so that policy and practice may be developed to guard against the additional impacts that already vulnerable people may have to withstand.

In the latter part of 2009 we held round tables to address some of these issues, and work will follow in the subsequent three years to carry out the program of work.

Other highlights of 2009 included:

- The Dunstan Environment Dialogues – Two public discussion sessions, one in June and one in November, conducted in conjunction with The Environment Institute of the University of Adelaide.
- The Dunstan Leadership Dialogue in October entitled '*The Gift of Lousy Times*' with Phillip Adams AO, Annabel Crabb, Clare Martin and Dexter Dunphy.
- Assisting with Aboriginal Employment in ETSA. This was initiated by Mr Lew Owens, Chief Executive of ETSA in consultation with Mr Bill Cossey AM.
- The Lowitja O'Donoghue Oration in May '*Bringing Black and White Australian's Together*' with speakers the Hon Fred Chaney AO and Dr Jackie Huggins AM.
- A lecture in September with Professor John Quiggin '*Beyond the Economic Crisis – Alternatives to Market Liberalism*' conducted in conjunction with the Australian Institute of Social Research
- The book launch of the second edition of the '*State of South Australia*' edited by John Spoehr of the Australian Institute of Social Research published by Wakefield Press with the assistance of The Don Dunstan Foundation.
- A film night in September - '*Hunger: The Silent Killer*' - conducted in conjunction with UNIFEM Australia.
- Arranged donations of several computers to a training project that assists African children in Adelaide to learn a robot programming

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language, and to help their parents to become familiar with computing.

In addition, the Don Dunstan Oral History project continued with an additional 28 interviews in 2009 to bring the total now in the archive to 125. George Lewkowicz and the team of interviewers have done a magnificent job of capturing the wealth of information for the future use of researchers.

Meanwhile, in Queensland, the Queensland Chapter of the Don Dunstan Foundation commenced its Oral History project on Tom Burns AO in conjunction with the Australian National Library.

In December I commenced as Chair of the Trustees of the Don Dunstan Foundation, following in the footsteps of Mr Greg Crafter AO under whose leadership the Foundation strived to make idealism practical.

It is a great privilege to be asked to follow in Greg's footsteps and I pay tribute to him and his generous contribution of time and wisdom. Greg's farewell speech seeking justice and understanding for prisoners in South Australia (many of whom have little education, are precluded from joining most areas of the workforce and suffer from poor mental health or have intellectual disabilities) was truly inspirational. On his behalf we will introduce this subject into our work program as soon as time allows.

I am delighted to see how Don's spirit has shaped through the Strategic Directions document and will be very pleased to work with members and supporters of the Foundation as we strive to change the structures of injustice and poverty. Our aim is to work to change the circumstances of poor people everywhere. This will include redefining all existing social structures and modes of existence. We fully believe this is possible if all work together. Your support is vital to the cause.

Finally, I wish to acknowledge the many people who contribute their time and expertise to the Foundation or their money to assist its works. I hope you will continue to support the Foundation in any way you can. The task of the Foundation is **to inspire Australians with the wish, the judgement and the ability to influence decisions in favour of a fair, just and inclusive society**. Your assistance is gratefully received.



HON DR LYNN ARNOLD AO
Chair, Board of Trustees

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Trustees, Board and Staff

The Foundation is governed by a Board of Trustees and with a Board of Management that meets every two months. The Board of Management is responsible for overseeing the operations of the Foundation. An Executive Committee of the Board meets to discuss matters between Board meetings if necessary.

The Hon Greg Crafter AO resigned as Chair of the Trustees in late 2009 and The Hon Dr Lynn Arnold AO became Chair of Trustees in November 2009.

The current staff has been in place since late 2008. The staff is comprised of one full time position and three part time positions.

Trustees

- Hon Greg Crafter AO
Chair - retired 26 November, 2009
- Hon Dr Lynn Arnold AO
Chair – from 27 November 2009
- Ms Bronwen Dohnt
Representing the Dunstan Family
- Professor Michael Barber
Vice Chancellor, Flinders University
- Professor James McWha
Vice Chancellor, The University of Adelaide
- James Gerard Soorley
Convenor of the Queensland Chapter of the DDF – From November 2009
- Mr Bill Cossey AM
Chair, Board of Management

Board of Management

- Mr Bill Cossey AM
Chair
- Professor Nick Harvey
Executive Dean, Faculty of the Humanities and Social Sciences, University of Adelaide
- Ms Claire Bossley (ex-officio)
Executive Director, Don Dunstan Foundation
- Mr Warren McCann

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Commissioner for Public Employment, State Government of South Australia

- Mrs Lyn Leader-Elliott
Acting Head, Flinders Humanities Research Centre for Cultural Heritage and Cultural Exchange, Flinders University
- Dr Fiona Verity
Senior Lecturer in Faculty of Social Science, Flinders University
- Associate Professor John Spoehr
Executive Director, Australian Institute for Social Research, University of Adelaide
- Ms Margaret Wallace
Muirgen Consulting
- Mr Bob Angove AM
Retired
- Professor Roger Thomas
Director of Wilto Yerlo and Centre for Australian Indigenous Research and Studies (CAIRS), University of Adelaide
- Ms Gabby Ramsay
Manager, Workforce Development, ETSA Utilities

Staff

- Ms Claire Bossley
Executive Director
Ms Bossley is employed by the State Government of South Australia and is seconded to the Foundation on a full time basis
- Ms Sharna Pearce
Events Manager (60% part time position, employed by The University of Adelaide)
- Mr Edwin Relf
Finance Officer (14% part time position funded by the Foundation and employed via The University of Adelaide)
- Ms Louisa Santucci
Administrative Officer (80% position, employed by The University of Adelaide)

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Our Supporters

The Don Dunstan Foundation thanks the following organisations and individuals for their support this financial year.

Major Supporters

- The University of Adelaide
- Flinders University
- State Government of South Australia

Project Partners

- Australian Institute for Social Research, The University of Adelaide
- Centre for Labour Research, The University of Adelaide
- The Don Dunstan Collection, Flinders University Library
- The Environment Institute, The University of Adelaide

Corporate Supporters

- Lane Print Group
- tav Productions

Event Partners

- Australian Institute for Social Research, The University of Adelaide
- Flinders Art Museum Flinders University
- Oxfam Australia
- Radio Adelaide 101.5fm
- The Environment Institute, The University of Adelaide
- UNIFEM

Subscribers and Donors to the Foundation

The Foundation acknowledges the support of all of the friends of the Foundation in South Australia and nationally. The Foundation could not operate without the support provided by its generous subscribers and donors, many of whom have serious limitations on their available funds but still manage to give generously.

Volunteers

The Foundation acknowledges the volunteers who give their time and expertise to run the operations of the Foundation. The Foundation would be unable to operate effectively without the generosity of these volunteers. Special mention is made of Vivienne and Vince Curro, Felicity Morgan and George Lewkowicz who have each given many, many hours of their time.

SUMMARY OF ACTIVITIES

EVENTS

The Foundation held a number of successful events, either separately or in partnership with other organisations.

6 February 2009

Don's Party

This was a splendid celebratory event to mark the 10th anniversary of the founding of the Foundation and to commemorate the life of Don Dunstan and his historic importance to South Australia.

28 May 2009

2009 Lowitja O'Donoghue Oration

The 2009 Oration was held on 28 May as part of Reconciliation Week. Dr Jackie Huggins AM and Mr Fred Chaney AO, former Co-Chairs of Reconciliation Australia spoke on 'Bringing Black and White Together'.

7 October 2009

The Dunstan Leadership Dialogue

The major Dunstan Dialogue of 2009 was moderated by Phillip Adams AO and included Annabel Crabb, Dexter Dunphy and Clare Martin. It was entitled 'The Gift of Lousy Times'.

Other public events included

- Two Dunstan Environment Dialogues.
- A book launch of the second edition of 'The State of South Australia' edited by John Spoehr of the Australian Institute of Social Research published by Wakefield Press with the assistance of The Don Dunstan Foundation.
- A film night in September - 'Hunger: The Silent Killer' - conducted in conjunction with UNIFEM Australia.

PROJECTS

The Don Dunstan History Project

The Project continues under the leadership of the Foundation's project steering group comprising Professor Margaret Allen, Mr Bruce Guerin, Mr Andrew Strickland, Mr George Lewkowicz, Ms Felicity Morgan and Mr Alan Hutchings.

The project group is conducting interviews of persons significant in the development and implementation of policy on the arts, economic

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development, women's policy, urban and regional planning, nuclear energy, Aboriginal rights and public sector reform.

Aboriginal Employment Project

Considerable consultation has been done that has led to a proposal for a project to support Aboriginal employment. The project is expected to commence in 2010.

State of South Australia Updates

The 'State of South Australia' was launched by Premier Mike Rann on 4th November, 2009 at the Art Gallery. Copies of the book were made available to the Don Dunstan Foundation subscribers. Many expressions of appreciation were received.

South Australian Policy Online (SAPO)

SAPO continues to be the only State-based single resource of its kind, mirroring the national Australian Policy On-line website. The site stores government publications and provides the means of access to the latest academic research and the latest work of non government organisations on SA public policy.

SCHOLARSHIPS

The Don Dunstan Anangu Pitjanjatjara Scholarship was awarded in 2009. Ms Jessica Fiebig was the successful candidate. The committee assessing the applications decided to make an additional award to Patrick Walker to study Aboriginal music. Special funds for the Patrick Walker grant were provided by *Fang Coup*, the band that played at 'Don's Party' at the beginning of the year.

SUBSCRIPTIONS, FUNDRAISING AND MARKETING

The Foundation received \$36,243 in donations in 2009. Subscription income was \$7,535. Income from Events and Merchandise totalled \$34,801. The contribution from the State Government on a 2 for 1 ratio to total fundraising amounted to \$156,716.

Sponsors

Lane Print and Post publish our regular Newsletter. *tav Productions* provided time, skill, equipment and expertise to make a DVD of interviews with significant others in Don Dunstan's life in time for 'Don's Party'.

Investment Account

The Foundation's investment account is managed through the University of Adelaide's composite fund. The composite fund has returned well in excess of the market rate in previous years though the fund suffered in the latter part of 2008 because of the effect of the global financial crisis. Earnings on the fund

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have improved from March of 2009 and by December 2009 re-valued amount was up by \$28,619.

Newsletter

Three editions of our Newsletter were published in the period to December 2009.

ADMINISTRATION

Insurance

The Foundation has comprehensive coverage for Directors and Officers Liability, Commercial activities and volunteers, both in South Australia and interstate, through the University of Adelaide.

Foundation Partners

University of Adelaide

The University of Adelaide supported the Don Dunstan Foundation through funding of the position of Events Manager and Administrator in addition to providing operating infrastructure and housing the Foundation in the offices at 230 North Terrace with The Australian Institute of Social Research. Professor Nick Harvey, Professor Roger Thomas and Associate Professor John Spoehr continued as members of the Board of Management.

Flinders University

Flinders University supported the Don Dunstan Foundation through the continued involvement of Mrs Lyn Leader Elliott and Dr Fiona Verity as Board members and contributors to Don Dunstan Foundation activities and through ongoing contributions by the wider Flinders community.

State Government

The State Government funded the position of Executive Director.

Friends Activities

South Australian Friends have continued to provide voluntary assistance in the organisation of events.

The Queensland Chapter

The Queensland Chapter group of friends have been progressively developing the Tom Burns Oral History Project and are planning a major fundraising event in 2010 – The Celebrity Books Auction.

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THE DON DUNSTAN FOUNDATION TRUSTEE'S REPORT

The Trustees of The Don Dunstan Foundation have pleasure in submitting the balance sheet of The Foundation at 31st December 2009, related income statement, statement of changes in equity and cash flow statement for the year then ended and report as follows.

Trustees

The names of the Trustees in office at the date of this report are:

- Hon Dr Lynn Arnold AO
- Ms Bronwen Dohnt
- Professor James McWha (Vice Chancellor, The University of Adelaide, ex officio member)
- Professor Michael Barber (Vice Chancellor, Flinders University, ex officio member)
- Mr William Cossey AM
- Mr James Soorley

Principal Activities

The Foundation was established to perpetuate the memory of Don Dunstan and to reflect his life's work through the fostering of research and education on a broad range of issues concerning social development.

Significant Changes

None


Results

In 2009 the profit was \$180,495. The turnaround on the previous year was thanks to the grant from the Department of Premier and Cabinet based on a "\$2 for \$1" where for each \$1 raised by the DDF is met with a \$2 grant from the Government up to a maximum of \$300,000 over 3 years.

Trustees' Benefits

During the financial period, no Trustee has received or become entitled to receive a benefit, other than benefits disclosed in the financial statements or the fixed salary of a full-time employee of the Foundation, by reason of a contract made by the Foundation with the Trustee or with a firm of which the Trustee is a member, or with a company in which the Trustee has a substantial financial interest.

This report has been made in accordance with a resolution of the Trustees.



HON DR LYNN ARNOLD AO
Trustee




BILL COSSEY AM
Trustee

THE DON DUNSTAN FOUNDATION
DECLARATION BY THE TRUSTEES

The Trustees declare:

- (a) That the financial report presents fairly the financial position of the Don Dunstan Foundation as at 31st December 2009 and its performance for the financial period ended on that date in accordance with Australian Accounting Standards, mandatory professional reporting requirements and other authoritative pronouncements of the Australian Accounting Standards Board; and
- (b)
 - i. that there are reasonable grounds to believe that the Foundation will be able to pay its debts as and when they become due and payable; and
 - ii. that the financial report is in accordance with the trust Deed.

Made in accordance with a resolution of the Trustees.



Trustee



Trustee

Date 10 / 12 / 10

Date 23 / 11 / 10

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THE DON DUNSTAN FOUNDATION **STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 DECEMBER** **2009**

	Notes	2009	2008
		\$	\$
Revenue	2	665,557	648,673
Salaries and Associated Expenses		-22,941	-42,047
General Office & Administration expense		-25,670	-53,937
In-Kind Expenses	3	-345,639	-430,507
Publicity and Promotions expenditure		-12,688	-16,339
Fundraising Expenses		-3,750	-102,272
Project and Event Expenditure		-74,374	-77,391
Merchandise Expenditure		0	-662
Loss on Investments	3	0	-47,823
Other Expenditure		0	-1,185
		<hr/>	<hr/>
Profit before income tax		180,495	-123,491
Income tax expense	4	0	0
		<hr/>	<hr/>
Profit from operations		<u>180,495</u>	<u>-123,491</u>
Other comprehensive income			
Net loss on revaluation of non-current assets		0	0
Net gain on revaluation of financial assets		0	0
		<hr/>	<hr/>
Other comprehensive income for the year		0	0
		<hr/>	<hr/>
Total comprehensive income for the year		<u>180,495</u>	<u>-123,491</u>
		<hr/>	<hr/>
Total comprehensive income attributable to members of the entity		<u>180,495</u>	<u>-123,491</u>

The accompanying notes form part of these financial statements.

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THE DON DUNSTAN FOUNDATION **STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2009**

	Notes	2009 \$	2008 \$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	6	19,661	37,603
Investments		265,650	117,032
Trade and other receivables	7	18,173	7,934
TOTAL CURRENT ASSETS		303,484	162,569
NON CURRENT ASSETS			
Property plant & equipment	8	10,565	8,629
TOTAL NON CURRENT ASSETS		10,565	8,629
TOTAL ASSETS		314,049	171,198
LIABILITIES			
CURRENT LIABILITIES			
Trade and other payables	9	14,050	51,694
TOTAL CURRENT LIABILITIES		14,050	51,694
TOTAL LIABILITIES		14,050	51,694
NET ASSETS		299,999	119,504
EQUITY			
Retained earnings		299,999	119,504
TOTAL EQUITY		299,999	119,504

The accompanying notes form part of these financial statements.

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THE DON DUNSTAN FOUNDATION

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 DECEMBER 2009

	Retained Earnings \$	Total \$
Balance at 30 June 2007	242,995	242,995
(Loss)	-123,491	-123,491
Balance at 31 December 2008	119,504	119,504
Profit	180,495	180,495
Balance at 31 December 2009	299,999	299,999

THE DON DUNSTAN FOUNDATION

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2009

	Notes	2009 \$	2008 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from donors, subscribers, sponsors and participants		275,777	644,244
Payments to suppliers and labour		-165,348	-708,970
Interest received		28,803	-32,823
GST returned by the ATO		-5,266	7,263
Net cash provided by operating activities		133,966	-90,286
CASH FROM INVESTING ACTIVITIES			
Purchase of property plant and equipment		-3,290	-6,295
Redemption/(purchase) of investments		-148,618	130,364
Net cash provided by investing activities		-151,908	124,069
Net increase in cash held		-17,942	33,783
Cash at beginning of year		37,603	3,820
Cash at end of year	6	19,661	37,603

THE DON DUNSTAN FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 2009

Note 1: Statement of Significant Accounting Policies

This financial report is a general-purpose financial report that has been prepared in accordance with the Australian Accounting Standards and Australian Accounting interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

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The financial report covers the Don Dunstan Foundation as an individual entity and complies with all Australian equivalents to International Financial Reporting Standards in their entirety.

The following is a summary of the material accounting policies adopted by the Foundation in the preparation of the financial report. The accounting policies have been consistently applied, unless otherwise stated.

The accounting policies set out below have been consistently applied to all years presented. The entity has however elected to adopt the exemptions available under AASB 1 relating to Financial Instruments: Disclosure and Presentation, and AASB 139: Financial Instruments: Recognition and Measurement.

The financial report has been prepared on an accrual basis and is based on historical costs modified by the re-evaluation of selected non-current assets, and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

Accounting Policies

a. Income Tax

The Foundation is exempt from income tax as it is a charitable institution for the purposes of Item 1.1 of Section 50-5 of the Income Tax Assessment Act 1997.

b. Property, Plant and Equipment

During the year ended 31 December 2009 plant and equipment to the value of \$3,290 was purchased and are carried at cost less, where applicable, any accumulated depreciation.

The carrying amount of plant and equipment is reviewed annually by the Board to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows which will be received from the assets employment and subsequent disposal. The expected net cash flows have not been discounted to their present values in determining recoverable amounts.

Minor assets acquired by the Foundation are expensed upon acquisition. Other property, plant and equipment used by the Foundation are assets of The University of Adelaide. (refer to Revenue Accounting Policy Note)

c. Depreciation

The depreciable amounts of all fixed assets are depreciated on a straight line basis or reducing balance method over the useful lives of the assets to the Foundation commencing from the time the asset is

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held ready for use. The depreciation rates used for plant and equipment is 10 – 25%.

d. Impairment of Assets

At each reporting date, the Foundation reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the Foundation estimates the recoverable amount of the cash generating unit to which the asset belongs.

f. Provision for Employee Entitlements

No employee entitlements are provided for as the Government of South Australia and the University of Adelaide provide employees as in-kind gifts or on a net cost basis (refer to Revenue Accounting Policy Note). Provision for Employee Entitlements attributable to the University of Adelaide employees is borne by the University and the Executive Director who is employed by the Government of South Australia has entitlements met by the Government of South Australia.

g. Cash and Cash Equivalents

Cash and cash equivalents include cash on hand and at banks including deposits held with banks.

h. Revenue

Revenue is recognised when, and only when, all the following conditions have been satisfied:

- (a) the Foundation gains control of the contribution or the right to receive the contribution;
- (b) it is probable that the economic benefits comprising the contribution will flow to the Foundation; and
- (c) the amount of the contribution can be measured reliably.

The Foundation's sources of revenue include government grants, donations, gifts in-kind, bank interest, sale of merchandise and proceeds from ticket sales from fundraising events.

In accordance with the revenue recognition policy stated above, pledge donations (including government grants) are only recognised when a formal, legally enforceable agreement exists.

Gifts in-kind represent goods and services provided by donors in lieu of cash and include cost of rental of office and storage space and one full-time equivalent staffing position paid by the University of Adelaide

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on behalf of the Foundation, and the Executive Director's salary paid by the Government of South Australia on behalf of the Foundation.

Gifts in-kind do not include services and use of assets provided by the University of Adelaide including furniture, access to photocopying facilities and telecommunications. Similarly, the personal library of Don Dunstan bequeathed to the Foundation, has not been recognised as revenue due to difficulties in reliably measuring the contribution.

Gifts in-kind are recorded as a revenue and expense in the financial statements with no net impact on cash flow.

Interest revenue is recognized on a proportional basis taking into account the interest rates applicable to the financial assets.

i. Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from the Australian Tax Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of the expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except for the component of investing and financing activities, which are undisclosed as operating cash flows.

j. Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

Critical Accounting Estimates and Judgments

The Foundation evaluated estimates and judgments incorporated into the financial report based on historical knowledge and best available current information. Estimates assume reasonable expectation of future events and are based on current trends and economic data, obtained both externally and from within the Foundation.

Key Judgments - Doubtful Debt Provision

Included in accounts receivable at 31 December 2008 is an amount receivable from ticket sales to Accommodation Solutions during the current financial year amounting to \$5,200. Accommodation Solutions went into liquidation in 2009 and the amount has been written off.

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Note 2: Revenue

	Notes	2009 \$	2008 \$
Operating Activities			
- Donations income		36,243	92,333
- Subscription income		7,535	13,776
- interest received	3	28,803	0
- Project and event income		26,397	85,492
- Merchandising income		8,404	26,565
- DDF Qld Chapter funds for Oral History project		30,820	0
- In-kind income		345,639	430,507
- Commercial Activity ETSA		25,000	
- Contribution from the State Govt of SA		156,716	
		<u>665,557</u>	<u>648,673</u>

Note 3: Profit (Loss)

	Notes	2009 \$	2008 \$
Significant elements of the Income statement			
State Govt of SA, University of Adelaide & Other		345,639	430,507
Loss taken up on negative earnings on investments with the University Composite Fund due to the GFC		0	47,823
Contribution from the State Govt of SA being a two for one grant on total fundraising by the DDF		156,716	
Commercial Activity with ETSA Utilities promoting Aboriginal Employment		<u>25,000</u>	
		<u>527,355</u>	<u>478,330</u>

Note 4: Income Tax Expense

The Foundation is exempt from income tax as it is a charitable institution for the purposes of Item 1.1 of Section 50-5 of the Income Tax Assessment Act 1997.

Note 5: Auditor's Remuneration

	Notes	2009 \$	2008 \$
Auditors Remuneration			
The following total remuneration was received, or is due and receivable, by the auditor of the Foundation in respect of:			
Auditing the financial statements		<u>5,000</u>	<u>6,050</u>
		<u>5,000</u>	<u>6,050</u>

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Note 6: Cash and Cash Equivalents

	Notes	2009 \$	2008 \$
Cash on hand		200	945
Cash at bank		19,461	36,658
		<u>19,661</u>	<u>37,603</u>
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the statement of financial position as follows:			
Cash and cash equivalents		<u>19,661</u>	<u>37,603</u>

Note 7: Trade and Other Receivables

	Notes	2009 \$	2008 \$
Event income on Invoice		0	5,762
Grant Income on Invoice		13,888	0
Refunds on GST from the ATO		4,285	2,172
		<u>18,173</u>	<u>7,934</u>

Note 8: Property Plant and Equipment

	Notes	2009 \$	2008 \$
Office Equipment			
At Cost		20,432	17,223
Accumulated Depreciation		-9,867	-8,594
		<u>10,565</u>	<u>8,629</u>

Note 9: Trade and Other Payables

	Notes	2009 \$	2008 \$
Trade Creditors		4,312	0
Credit Cards		101	0
PAYG Liabilities and WorkCover		0	684
Accruals		5,677	11,151
Income in Advance (Qld)		3,960	34,097
Provision for doubtful debts		0	5,762
		<u>14,050</u>	<u>51,694</u>

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Note 10: Cash Flow Information

	Notes	2009 \$	2008 \$
Reconciliation of Cash Flow from Operations with Loss from Operations			
Loss		180,495	-123,491
Cash flows excluded from loss attributable to operating activities			
Non-cash flows in loss:			
Depreciation		1,273	3,450
Changes in assets and liabilities:			
(increase)/ decrease in receivables		-10,158	-7,940
Increase/(decrease) in payables		-37,644	37,695
Net cash provided in/(used in) operating activities		133,966	-90,286

Note 11: Pledged Donations

In accordance with the revenue recognition policy in Note 1, the Foundation has not brought to account pledged donations as the Foundation is not considered to have gained control of the donation or the right to receive the donation. As at 31st December 2009, the Foundation had the following pledged donations, which it has not brought to account:

	Within 1 year \$	After 1 Year \$	Total \$
Pledged donations	800	800	1,600

Note 12: Financial Instruments

Interest Rate Risk

The Foundation's exposure to interest rate risk, which is the risk that a financial instrument's value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows

	Weighted Average Effective Interest Rate		Floating Interest Rate	
	2009 %	2008 %	2009 \$	2008 \$
Cash and cash equivalents	0.50%	0.50%	19,661	37,603
Investment - University of Adelaide Composite Fund	10.00%	-21.00%	265,651	117,033
			285,312	154,636
Financial Liabilities				
Payables	0.00%	0.00%		

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Note – The Composite Fund with the University of Adelaide invests in a diversified portfolio. The earnings of the fund vary dependant on overall market conditions. Distributions of a negative or positive value are made annually on 31st December, with an adjustment to reflect the actual earnings or losses on the fund being made to the capital value of the investment.

Credit Risk

The maximum exposure to credit risk at reporting date to recognised financial assets is the carrying amount of these assets, net of any provisions for doubtful debts, as disclosed in the statement of financial position and notes to the financial statements.

The Foundation does not have any material credit risk exposure to any single debtor or group of debtors under financial instruments entered into by the Foundation.

Net Fair Value

The financial assets and liabilities are recorded in the balance sheet at amounts that approximate their net fair value.

Note 13: Trust Details

The principal place of business of the Foundation is:

Level 4

230 North Terrace

University of Adelaide SA 5005

and its principal activities are to perpetuate the memory of Don Dunstan and to reflect his life's work through the fostering of research and education on a broad range of issues concerning social development.

Note 14: Economic Dependency

The University of Adelaide has incurred rental and staffing costs on behalf of the Foundation. Since May 2003 the Executive Officer position has been provided by the Government of South Australia. If it were not for these gifts in-kind the Foundation would find it difficult to maintain its current level of financial performance.



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INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF THE DON DUNSTAN FOUNDATION

Report on the Financial Report

We have audited the accompanying financial report of the Don Dunstan Foundation ("the Foundation"), which comprises the statement of financial position as at 31 December 2009, and the statement of comprehensive income, statement of changes in equity, statement of cash flows for the year then ended, a summary of significant accounting policies, other explanatory notes and the declaration by the Trustees.

Trustees' Responsibility for the Financial Report

The Trustees of the Foundation are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including Australian Accounting Interpretations). This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustees, as well as evaluating the overall presentation of the financial report.

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

Independence

In conducting our audit, we followed applicable independence requirements of Australian professional ethical pronouncements.



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**INDEPENDENT AUDITOR'S REPORT
TO THE TRUSTEES OF THE DON DUNSTAN FOUNDATION (CONT)**

Auditor's Opinion

In our opinion, the financial report presents fairly, in all material respects, the financial position of the Don Dunstan Foundation as of 31 December 2009, and of its financial performance and its cash flows for the year then ended in accordance with Australian Accounting Standards (including Australian Accounting Interpretations).

Edwards Marshall
Chartered Accountants

Jamie Dreckow
(Partner)

Adelaide
South Australia

Dated 10 December 2010