



DONDUNSTAN**FOUNDATION** FOR A BETTER FUTURE

Annual Report 2004/2005

Governing partners



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By the Don Dunstan Foundation
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Don Dunstan Foundation

Values

- Respect for fundamental human rights
- Celebration of cultural and ethnic diversity
- Freedom of individuals to control their lives
- Just distribution of global wealth
- Respect for indigenous people and protection of their rights
- Democratic and inclusive forms of governance

Strategic Directions

- Facilitate a productive exchange between academic researchers and Government policy makers
- Invigorate policy debate and responses
- Consolidate and expand the Foundation's links with the wider community
- Support Chapter activities
- Build and maintain the long-term viability of the Foundation

REPORT FROM THE CHAIR

The financial year 2004/2005 has been extremely productive with the Foundation continuing its drive to implement its Strategic Directions and Strategic Business Plan. The Foundation has provided an array of targeted events, pursued key projects of community benefit, enhanced its infrastructure and promoted its contribution to the wider South Australian Community.

The Foundation is particularly pleased that its major partners have continued to support its work and it can now plan confidently for the next three years. The University of Adelaide has agreed to continue funding the position of Business and Development Manager and the Foundation's operating infrastructure. Flinders University has agreed to continue support to the Don Dunstan Foundation during 2005/2006 through the continuing involvement of Ms Michele Slatter and Dr Lionel Orchard as Board members and contributors to Don Dunstan Foundation activities. The South Australian Government has agreed to continue to fund the appointment of the Executive Director.

Other donors have also continued their support through gifts and pledges in the order of around \$50,000. The Foundation also brought in around \$28,000 in ticket sales during the year. A new source of funds through some 302 committed subscribers has added \$7,000 this financial year. The Foundation has also received cash sponsorship in the amount of \$8,400. Major contributors in kind including Jarvis Marketing and the Peter Lane Print Group have provided marketing, graphics and printing services. The Foundation continues to have approximately 3000 persons on its mailing list and will keep in touch with them through more efficient email. The revamped website www.dunstan.org.au will also keep Foundation Friends up to date with events and the status of projects.

The Foundation is very pleased to be associated with Australian Institute for Social Research at The University of Adelaide as a member of the Management Committee and with the three South Australian universities and the South Australian Government in the establishment and operation of the new website South Australian Policy Online, the first of its kind focusing on State Policy issues.

The Foundation's net worth as at the 30th June 2005 is \$267,390 (to be confirmed) compared with \$309,666 as at the 30th June 2004. The major item of single expenditure have been the second Dunstan Fellows Program, Affordable Housing for Australian Families \$42,000. The Board of Management will be reviewing the Foundation's project priorities in August with a view to ensuring that effort is targeted to achieving the Foundation's Charter and that major projects are fully funded and so do not unduly bear on the Foundation's investment reserves.

The Foundation continued its strong program of events promoting vigorous public debate and informing public policy through public lectures, forums, roundtables, breakfasts and conferences. The annual Don Dunstan Human Rights Oration with Oxfam has now established itself as a flagship Adelaide event with its continuing record of quality speakers. In 2004, Professor Peter Singer spoke to a capacity audience in the Bonython Hall with an overflow audience in Union Hall on Ethics for One World. Plans for the 2005 Oration are well in hand with eminent social philosopher Professor Martha Nussbaum to speak on her recent research on human capabilities. The other flagship event is the State of South Australia Conference held in conjunction with the Australian Institute for Social Research, with the support of a wide range of South Australian academics. The Conference is the first of its kind focusing on a single State's comprehensive public policy analysis. The Foundation was also pleased to support the International Conference, "Globalism and Its Challengers" held at the University of Adelaide on the 18th to the 21st April.

The second of the Foundation's Dunstan Fellows projects, Affordable Housing for Australian Families was launched on the 17th March. Professor Julian Disney is the project leader supported by distinguished academics Professor Brian Howe, Professor Mike Berry and Associate Professor Barbara Pocock. In addition, the Foundation has continued other projects aligned with the State Government's social inclusion priorities, including improving school retention rates and the drugs strategy. The Foundation has supported initiatives on workforce development, the launch of SAPO, the Don Dunstan Oral History and Biography project, the proposed Dunstan Research Papers, recognition of Don Dunstan's contribution to the South Australian food and hospitality industry and the engagement of young people in public policy debate.

The Foundation has also advanced its links with interstate friends in Victoria through the Australian Fabian Society and the Centre for Public Policy, University of Melbourne, in New South Wales through a Sydney group of Friends and the Evatt Foundation and in Queensland through Friends and the Brisbane Institute. The availability of a checklist of rules for the formation of Chapters will guide their establishment in other States.

I would like to express my sincere appreciation to all Trustees and Board members, who contributed to the Foundation's work over the financial year. I would also like to recognise the considerable work of the staff of the Foundation and the support of the volunteers, who provide their unpaid time to contribute to and support Foundation activities. The progress of the Foundation's work so far, in association with its many partners and supporters is testament to its contribution For a Better Future.



HON GREG CRAFTER
Chair, Board of Trustees

SUMMARY OF ACTIVITIES

“THERE IS STILL MUCH TO BE DONE”

Don Dunstan justified the establishment of the Don Dunstan Foundation in early 1999 with the prophetic words “there is still much to be done.”

He gave the Foundation its guiding Values to help us assess the state of play across a number of facets of South Australian society and beyond, nationally and globally.

We find through careful analysis of the Foundation’s values and a broad assessment of societal trends that there is:

- A decline in **respect for fundamental human rights**
- A challenge to the **celebration of cultural and ethnic diversity**
- **Individuals** increasingly losing their **freedom to control their lives**
- A **just distribution of global wealth** undermined by the growing gap between the wealthy and the economically disadvantaged
- A loss of **protection of the rights of indigenous people** and an ongoing crisis in health and well being
- **Democratic and inclusive forms of governance** eroded by increasing centralisation of power in the hands of a governing few

This assessment means that there is a critical need for an organisation like the Foundation to continue to invigorate public debate, highlight and promote constructive alternatives and sponsor or broker projects, which deliver progressive social change and benefits in the community.

The Foundation’s major projects are the Dunstan Fellows Program, Affordable Housing for Australian Families, which will provide key directions for a national housing agreement, and its underwriting of the publication, State of South Australia. This book edited by Associate Professor John Spoehr, provides a comprehensive analysis of all significant South Australian public policies, informs our understanding of the progress of the South Australian Strategic Plan and underpins an assessment of major work still needing to be done.

Dr Jane Robbins concludes that the severe dimensions of Indigenous disadvantage constitute one of the most important social policy challenges facing the State Government and that they will require sustained attention from policy makers if they are to be remedied. Professor Graham Hugo highlights that the Indigenous population is significantly disadvantaged compared with the rest of the State’s population in almost all socio-economic variables: an 11% difference in labour force participation rates, three times the rate of unemployment, significantly lower average levels of education and double the representation of persons in the lowest income quintile. Dr Robbins adds a 20-year difference in life expectancy between Indigenous and non-Indigenous populations, Indigenous males were some 15 times more likely than non-Indigenous males to be in prison and females were 20 times more likely and Indigenous Australians were 10 times more likely to experience

homelessness. She stresses that policies, which target improvements in Aboriginal school retention rates and qualifications need to be priorities in any strategies to improve economic independence. The State and Commonwealth governments have established a number of priority outcomes centring on family and community environment and cultural identity, child development and prevention of violence, crime and self-harm, and economic sustainability. The Foundation supports genuine programs to redress the chronic disadvantages faced by Indigenous Australians and will monitor and report on the degree of progress of achievement of outcomes.

In the economic sphere, John Spoehr and Dr Steven Barrett warn of the danger of emerging and significant labour shortages to output and productivity as the South Australian workforce ages. The challenge for employers will be to ensure that they have appropriate recruitment, training and retention strategies in place. Employers and government will also need to take decisive action to develop and implement workforce development strategies that expand the capacities and skills of the thousands of people who remain unemployed or who are underemployed.

The South Australian public sector will experience a significant loss of employees in the near future, largely also as a result of the ageing of its workforce with the resultant loss of skills, experience and expertise. John Spoehr and Steven Barrett stress the importance of comprehensive workforce planning strategies if public sector organisations are to have the right people in the right place at the right time to meet service delivery demands from the community.

The Foundation supports the proposal to establish a South Australian Centre for Workforce Development to harness the expertise of South Australia's research community and promote understanding and action to address local workforce development issues, including furthering opportunities for the female workforce.

The importance of the Dunstan Fellows Affordable Housing for Australian Families project has been given additional weight by Dr Lionel Orchard and Dr Kathy Arthurson's analysis of the state of the South Australian Housing market. The recent housing boom has established new price plateaus and has exacerbated problems of housing affordability, with ramifications across all tenures, but particularly home ownership. They are pessimistic about the ability of the public and social housing sector to provide solutions and raise major questions about the capacity of privately oriented regeneration policy to lead to satisfactory results. A "third way" of market-based policy instruments is discussed focussing on an expanded and diversified system of housing support: based on social housing, affordable housing and low-cost home ownership. The Foundation welcomes the release of the South Australian Government's recent Housing Plan and expects that the Dunstan Fellows Affordable Housing project will inform implementation of the Plan and

impending discussions between the States and the Commonwealth Government on the next major housing agreement.

John Glover and Dr Di Hetzel in their chapter on Health conclude that good health is not distributed evenly across the South Australian population and observe that a considerable amount of work is still needed to achieve the objectives of the Generational Health Review commissioned by the Government: addressing health inequities, and to ensure safe, accessible, efficient and effective health care. In addition to the severe inequities in Indigenous health, the most disadvantaged 20% of the State's population have an infant mortality rate 62.9% higher than the most well-off, premature death rates are 2.8 times higher among people living in the most disadvantaged areas and participation of 16 year-olds in full-time education is almost one-third lower. The rate of chronic diseases is increasing as the population ages and substantial resources are being directed to these ends. Of serious concern is the need to address the severely deficient mental health services and the Foundation notes that the Government has announced recent action on mental health services, although it will take years to close the gap and supply a full range of essential preventive, therapeutic supportive and rehabilitative services.

Glover and Hetzel highlight the need for a whole-of-government approach to health inequalities, community engagement and improved integration of health service delivery across the board. These strategic directions are supported by an emerging policy view that the provision of services should be balanced with the expectation that individuals take responsibility for their health and its management and there be a real shift from a focus on illness, to a broader focus on health.

The Foundation fully supports Glover and Hetzel's proposals that health inequalities be fully researched, particularly the development, implementation and evaluation by health services of the impact of preventive approaches.

Dr Lou Richards and Keri Chiveralls in their analysis of South Australian community services broaden attention needed to "joining up" not only government service delivery but to ensure relationships with the private and voluntary sectors encourage and strengthen greater community involvement. Combined effort is critical as among the mainland states, South Australia has a higher-than-average proportion of the population who receive income support from the Commonwealth Department of Family and Community Services and the highest aggregate level of before-housing poverty in Australia. They stress the need for and support recent government attempts to come to an understanding of the root causes of poverty and concerted comprehensive action to address them based on social capital building rather than relying on a series of sometimes disconnected references through social inclusion initiatives.

The Foundation will support initiatives, which are inclusive, which broaden community involvement in service delivery and which encourage the freedom of individuals to control their lives.

Accordingly, the Foundation will be focusing on three additional community projects designed to make a difference: Aboriginal Employment in the Public Sector: Achieving Government Targets; Corporate Social Responsibility in Practice; and Affordable Housing for South Australian Families. The last will be a local follow through of the Dunstan Fellows project on Affordable Housing for Australian Families.

The Foundation will also use its status as an organisation, which serves to invigorate public debate to attract and present a range of important public intellectuals to the South Australian community to focus such areas of action. Eminent speakers over the year have included Professor Julian Disney on Australia's Future, Professor Peter Singer on Ethics for One World, Monsignor David Cappo on the SA Government's Social Inclusion initiatives, Elliot Johnson QC on the rights of individuals, Sir Mike Tomlinson on the future of school education, Rosanne Haggerty on the homeless, Dr Fraser Mustard on early child development and life choices, international researchers on the challenges of globalisation, Professor Bob Connell on education and boys, Dr Sue Taffe on the early Aboriginal rights movements and Imam Feisal Abdul Rauf on Healing the Divide Between Islam and the West.

This year in August, the distinguished social philosopher, Professor Martha Nussbaum addressed the topic, Global Justice and Human Development. Also in August, Ministers Lea Stevens and Carmel Zollo spoke at a Foundation and EDS sponsored breakfast meeting with community leaders on their role in supporting Government initiatives. The Foundation will add significant contributors over the year to further inform its work and the South Australian community.

These public lectures are complemented by the Foundation's contribution to establishing the website South Australian Policy Online, which provides a major resource on university research on public policy and State Government policy development. A series of Dunstan Papers on economic, social and environmental issues will add to the mix of constructive analysis.

It is through such a combination of mutually supportive initiatives that the Foundation will promote and work solely or in hand with other organisations and individuals to contribute to the realisation of Don Dunstan's Values and through them, ... a Better Future.

FOUNDATION YEAR IN REVIEW

The Don Dunstan Foundation was established in 1999 with a view to perpetuating the memory of Don Dunstan and reflecting his life's work through fostering research and education on a broad range of issues concerning social development.

Brand Identity

"Honouring the legacy of Don Dunstan, the Foundation promotes visionary and progressive leadership and thinking within government and the private sector in South Australia, by furthering debate and action on key public policy issues. We work with local, national and international stakeholders who share the values of the Foundation and provide support to our projects and program. On our own initiative or by bringing together researchers, policy makers and community members we influence decisions taken and ensure outcomes for a fairer, progressive and more tolerant society."

Tagline

"For a better future."

Governance

The Foundation's Trustees are the Hon Gregory John Crafter (Chair), Professor James Alexander McWha, Ms Bronwen Vivien Dohnt, Mr William Raymond Cossey AM and Professor Anne Rosalie Edwards. The Trustees met twice during the year.

Foundation Patrons are Mr Phillip Adams, the Hon. Barry Jones, the Hon. Jane Lomax-Smith, Mr Andrew Dunstan, Ms Carmel O'Loughlin, Mr Mark Cully and Mr David Combe. New terms of reference, "Patrons and Benefactors" for the selection, approval, role and number of patrons were approved by Trustees on the 14th December 2004. A category of Benefactors was also created.

The Board of Management comprises Mr Bill Cossey AM (Chair), Ms Franchesca Cubillo, Professor Mike Innes, Mr Jim Jarvis AM, Mr George Lewkowicz, Mr Greg Mackie, Mr Warren McCann, Mr John Olenich, Dr Lionel Orchard, Ms Carol Procter (until 8th June 2005), Ms Michele Slatter and Associate Professor John Spoehr. Ms Rosslyn Cox in attendance. The Board met eleven times during the year.

The Board of Management's Executive Committee comprises Mr Bill Cossey AM, Associate Professor John Spoehr, Dr Lionel Orchard/Ms Michele Slatter and Mr George Lewkowicz. Ms Rosslyn Cox in attendance.

The Board of Management's Marketing and Development Committee comprises the Hon. Greg Crafter, Mr Bill Cossey AM, Mr Jim Jarvis, Ms Celine McInerney, Ms Christine Charles, and Mr George Lewkowicz. Ms Rosslyn Cox in attendance.

The Friends of the Foundation have agreed to support the Foundation's activities and a structure and terms of reference for the establishment of formal Chapters of the Foundation as Committees of the Board of Management have been endorsed by Trustees.

Management

The Foundation operates under Five Strategic Directions:

- Facilitate a productive exchange between academic researchers and Government policy makers
- Invigorate policy debate and responses
- Consolidate and expand the Foundation's links with the wider community
- Support Chapter activities
- Build and maintain the long-term viability of the Foundation

The Foundation operates under a Strategic Business Plan as endorsed by Trustees on the 30 April 2004.

The Business Plan:

- Outlines the Foundation's positioning and branding as a promoter and facilitator of social reform consistent with its objects and values.
- Sets the strategic directions in line with positioning and values
- Details the program and project activities and opportunities in an operational plan
- Highlights relationships with key stakeholders and strategic partners
- Defines supporter and fundraising strategies, including triennial funding/resource commitments from key stakeholders i.e. the State Government, the University of Adelaide and Flinders
- Includes financial and fundraising projections and targets with alternative scenarios based on limited fundraising and aggressive fund raising.
- Includes, as attachments, Operational, Marketing and Fundraising Plans.

Budget estimates for 2004/5 and 2006/7 were approved by Trustees on the 30th April 2004 and updated estimates were noted by Trustees on the 14th December 2004.

Staff

Mr George Lewkowicz continued as Executive Director. Ms Rosslyn Cox continued as Business and Development Manager and Ms Josie Covino continued as Administrative Assistant.

Programs and Projects

Program Activities

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

1 July-31 December 2004

- *The Don Dunstan Foundation, Oxfam Community Aid Abroad Don Dunstan Human Rights Oration* was held on the 26th July with Professor Peter Singer, the University Centre for Human Values, Princeton University, who spoke on Ethics for One World. The Bonython Hall at The University of Adelaide, was filled to capacity and 300 persons attended a live video stream at Union Hall. The Foundation gained considerable publicity from the event, both within the state and nationally
- Norman Waterhouse Lawyers and the Don Dunstan Foundation co-hosted a Breakfast with Professor Singer and community, government, business and academic leaders on the 27th July at the Stamford Hotel.
- The first event in an *EDS Australia sponsored Breakfast Series* was held on the 24th August with Monsignor David Cappelletti, Chair, Social Inclusion Board. Monsignor Cappelletti spoke about the South Australian Government's social inclusion agenda and the difficulties of implementation. Craig Bildstein, an investigative journalist from The Advertiser attended and published an article in the 30th August edition of the paper.
- The second EDS breakfast with Professor Julian Disney was held on the 27th November at the Hutt Street Centre for the Homeless. Professor Disney spoke on future social and economic issues facing Australia, following the recent Federal election.
- *A Foundation lunch with Professor Julian Disney on the topic, "Australia Decides What Next"*, was also held on the 27th October.
- *The National Australian Political Studies Association Conference and the Foundation co-sponsored a public forum on Gay and lesbian reform on the 29th September*
- *The Foundation and Australian Options co-hosted a public lecture by Mr Elliot Johnson QC on the topic, "The rule of law and what it means and how it affects the rights of people"* on the 5th October. A distinguished panel comprising Emeritus Professor Hugh Stretton AC, Ms Janet Giles,

United Trades and Labour Council, Dr Irene Watson, Flinders University and Aboriginal Legal Rights Movement and Mr Graham Thom, Amnesty International commented on Mr Johnson's talk

1 January –30 June 2005

- The last of the EDS breakfasts was held on Tuesday 1 February 2005 with Sir Mike Tomlinson, Chair, UK Government Working Group on 14-19 Reform. The breakfast was well attended, with over 35 key people from the education sector in attendance, including the Minister for Education and Children's Services, the Hon. Jane Lomax-Smith, the Vice-Chancellor, University of Adelaide, Professor James McWha, Mr Brian Cunningham, Chief Executive, Department of Further Education, Employment, Science and Technology and the members of the SACE Review Panel. EDS Australia has agreed to renew their arrangement with the Foundation for an additional 3 breakfasts in 2005 based on the theme of social inclusion.
- The Foundation joined with the Hawke Centre and held a public forum with Sir Mike Tomlinson on Wednesday 2 February 05. Sir Mike spoke about the reform of the secondary schools system in England.
- The Adelaide Thinkers in Residence and the Foundation combined to host Ms Roseanne Haggerty, an expert on the homelessness on the 16th March. This event provided the Foundation's first opportunity to work with the Thinkers Program.
- A public forum on *The Costs of Food: What Price Australia's Appetite?* was held on the 17th March with Gay Bilson, iconic Australian restaurateur, Dr Barbara Santich, food historian and Dr John Coveney, respected researcher and well-known commentator on food and social issues. The Fleurieu Food Group generously provided food at a discounted price.
- The Second *Dunstan Fellows Program, Affordable Housing for Australian Families* was launched on the 17th March. The Dunstan Fellows, Professor Julian Disney, Professor Mike Berry, Professor Brian Howe and Associate Professor Barbara Pocock met with key players within the South Australian housing industry.
- *Dr J Fraser Mustard*, founder of The Canadian Institute for Advanced Research and the Founders Network addressed a university audience on the importance of early childhood development to life chances on the 9th March at the University of Adelaide. The Founders network links individuals from academic, private and public sectors across Canada and other countries

- The Foundation assisted with the organisation of the International Conference, "Globalism and Its Challengers" held at the University of Adelaide on the 18th to the 21st April. "Globalism and Its Challengers" is a research project comprising academics and activists from across the world, who are challenging neo-liberal globalism and offering viable and just alternatives. Assoc Prof Ray Broomhill, an adjunct with the Centre for Labour Research, University of Adelaide, coordinated the conference from Adelaide.
- A Public Forum, "The Contradictions of a New Global Empire? US Power and its Challengers", was held in association with the conference on the 20th April. Speakers were Professor Gordon Laxer, Parkland Institute at the University of Alberta and Director of the Globalism research project, Professor Stephen Clarkson, the University of Toronto, Associate Professor, Richard Leaver, Flinders University and Dr Pat Randal, a senior researcher with the Public Interest Advocacy Centre in Sydney.
- *The Foundation's* Sydney Friends hosted Professor Bob Connell, Professor of Education, University of Sydney, who spoke on his recent work with the United Nations, " *Going Global on Gender Equity: the Role of Men and Boys*" on the 5th May, at the University of Sydney.
- the 21st June, Dr Sue Taffe, the author of *Black and White Together: the history of the Federal Council for the Advancement of Aborigines and Torres Strait Islanders 1958-73* spoke about the history of FCAATSI and Don Dunstan's important contribution to indigenous land rights and self determination, despite considerable opposition. Sue had interviewed Don Dunstan and a number of key indigenous members and strategists of the time. Mr Tim Agius and Adjunct Senior Research Fellow, University of South Australia provided comments on Dr Taffe's talk.
- The State of South Australia Conference and Book Launch, with Associate Professor John Spoehr, Professor Graeme Hugo, Dr Peter Brain, John Glover, Di Hetzel, Dr Lionel Orchard and Dr Andrew Lothian was held on the 23rd June. The State of South Australia conference featured 7 of the 20 contributors to the State of South Australia book, edited by Associate Professor John Spoehr and published by Wakefield Press. The book brings together researchers and commentators focussing on key social, economic, environmental and cultural trends and policy issues in South Australia. State of South Australia makes an important contribution to thinking about future directions in the context of South Australia's Strategic Plan. The publication of State of South Australia was made possible through the support of the Australian Institute of Social Research and the Foundation. It is intended that an updated version of the book will be published every two years.
- The Foundation has received a grant from Multicultural SA to organise a breakfast event with Imam Feisal Rauf on the 12th July. Imam Feisal is

visiting Australia from the United States of America and will also speak at the 2005 Adelaide Festival of Ideas.

- A Queensland group of Friends, led by former South Australian Labor Government minister, Mr Kym Mayes and former Queensland Deputy Premier, the Hon. Tom Burns, is organising a public lecture with Mr Kevin Rudd, Shadow Minister for Foreign Affairs and International Security on the 15 July on the topic, The Future of our Federation.
- The Foundation, in association with the three South Australian universities and the State Government's Social Inclusion Unit, has organised a five day visit (22nd –26th August) to South Australia by distinguished University of Chicago based social philosopher Professor Martha Nussbaum. Professor Nussbaum will present the 2005 Don Dunstan Human Rights Oration (in association with OXFAM) and will address a number of open seminars at the three universities.

The Board of Management will be reviewing the program in August with a view to ensuring that all Foundation activities are mutually reinforcing, meet funding partner and subscriber expectations and make a difference on identified key themes derived from the Foundation's founding Values.

Projects

Dunstan Fellows Affordable Housing for Australian Families Program

Professor Julian Disney is leading the second Dunstan Fellows Program, "Affordable Housing for Australian Families". Professor Mike Berry, the Hon Brian Howe and Assoc. Professor Barbara Pocock are the other Fellows. The Program was launched in Adelaide on the 17th March. The Fellows have been active in South Australia and interstate. The key elements and Dunstan Fellows involved in the program comprise

- A National Affordable Housing Agreement - Julian Disney
- Financing Public Housing - Professor Mike Berry
- Regional Growth and Affordable Housing - Hon Brian Howe
- Work, Families and Affordable Housing - Assoc. Professor Barbara Pocock

The Neighbours Program

The Neighbours program is continuing but is no longer financed by the Foundation. The Foundation however, is cited as a principal sponsor with the Myer Foundation, which has funded the Program for another year. The Neighbours Program team comprising Professor Julian Disney, the Chief Executives of ACOSS, the Australian Conservation Foundation and the Australian Consumers Association and the Vice President of the ACTU visited community leaders in Jakarta in May. The annual Indonesia Update held at the Australian National University now includes a session on evolving community links with Indonesia.

South Australian Policy Online

South Australian Minister for Employment, Training and Further Education, the Hon Stephanie Key MP, on behalf of the Premier, the Hon Mike Rann, launched the SA Policy on Line website on Wednesday 27 October. The website is a collaboration of the three South Australian Universities, the State Government and the Don Dunstan Foundation. The Minister congratulated the key parties and highlighted that the website was the first of a State kind and will be an important one stop shop for information on South Australian research and policy development. Dr Adam Graycar, Executive Director, Cabinet Office, underlined the importance of the website as a source for research and development collaboration between the tertiary education sector and government policy developers and implementers. The web site address is www.sapo.org.au.

Improving Secondary School Student Retention Rates

The Executive Director is a member of the South Australian Mentoring Network, which connects organisations contributing to a wide range of mentoring activities in South Australia. The Department of Education and Children's Services is pursuing the Government's social inclusion initiative on school retention rates by establishing a volunteer mentoring network. The Executive Director has briefed the Network on avenues for research funding for a project to assess the effectiveness of mentoring and alternative approaches and the feasibility of an ARC Linkage Grant application is being examined.

ARC Centre of Excellence on Workforce Development

The Foundation was involved in the preparation of a submission for the ARC Centre of Excellence program, coordinated by Associate Professor John Spoehr. The submission involved five universities and various state government departments. The Business and Development Manager created and managed the budget for the submission. The application was unsuccessful but further progress has been made on the establishment of a Workforce Development Consortium through the signing of a Memorandum of Understanding between the three South Australian universities and the Department of Further Education, Employment, Science and Technology to combine in research and policy development on workforce development.

Youth and drugs in schools documentary

The Executive Director has explored alternative approaches to developing a documentary on drugs in schools in line with the approach a recent Adelaide Thinker in Residence, Mr Peter Wintonick promoted in his recent work with schools. The approach involves using digital technology and working with school students to develop short documentaries. Flinders University has expressed interest in being involved in the project. The Executive Director is following up the practicality of the project with staff of Seaford Year 6-12 School, a multi-media education school. The project contributes to the State Government's social inclusion Drugs Strategy.

Don Dunstan Oral History and Biography Project

The Project's Steering Group involving the University of Adelaide, Flinders University, the Foundation, EDS Australia, the State Library, the SA History Trust and the National Library forwarded an ARC Linkage Grant application in November. Unfortunately the application was not successful this time. The Steering Group will be considering other means for advancing the Project. The main components of the project are oral histories of persons, who knew and worked with Don Dunstan, a collection of insider accounts on public policy of the 1960's and 70's, a collection of independent analyses on different aspects of Don Dunstan's life and activities and possibly a single major biography. The information gathered and publications will complement the records held in the Flinders University Library collection, the State Library, the National Library and other collections.

To date, the Foundation has funded interviews with the Hon. Len King former Chief Justice and Minister in the Dunstan Cabinet, the Hon. Clyde Cameron former unionist and Federal Labor Minister, Mr Elliot Johnson former member of the Australian Communist Party and prominent Adelaide lawyer and Mr Bob Bakewell former Permanent Head of the Premier's Department. The record of interviews will be deposited in the State Library and Flinders University Collections.

Australian Institute for Social Research, University of Adelaide

The Executive Director of the Foundation is a member of the Institute's Management Committee and the Business and Development Manager provides Executive support and coordinated the development of the Institute's website. The Foundation and the Institute have collaborated on the State of South Australian Conference and the associated publication, The State of South Australia.

Regency Campus of TAFE Partnership Activities in recognition of Don Dunstan's contribution to the SA food and hospitality industry

The Foundation has agreed with the Regency Campus of TAFE that it will explore ways of recognising Don Dunstan's contribution to the State's food and hospitality industry. Don Dunstan initiated the establishment of the world class School of Food and Catering. Areas for follow up will include:

- The provision of a Don Dunstan Scholarship to a student in food/hospitality
- An annual award for an outstanding student in food/hospitality
- Erection of a plaque or naming of a suitable area at Regency Campus recognising Don Dunstan's contribution
- A cycle of cooking in Regency Campus's restaurant that would involve a weekly selection of one of Don Dunstan's recipes.
- Possible use of one of Regency Campus's restaurants for Don Dunstan Foundation fund raising events

Making Future Tracts

A collaboration of the Foundation, Max Dumais Aheadofthegame Consulting Services, the Leaders Institute of South Australia, the Department of Education and Children's Services, the Office for Youth and VivaSA has organised a program of five "thinking sessions" for 2005 on broad issues of interest to the South Australian community. The focus is on engaging resident thinkers of mixed gender and at least half being between 18 to 25 years of age. Short Future Tracts will be prepared as an aid to further discussion in schools and public policy circles.

The first of the series of bi-monthly workshops comprising private and public sector leaders, other community leaders and young persons was held on the 27th April at the Education Development Centre. The topic was "What would it take to make Adelaide a residence of choice for culturally creative, entrepreneurial, artisan, inventors and innovators." The Executive Director and Board Member, Mr Greg Mackie attended. The second topic on building communities was addressed on the 18th May and Board Chair and Trustee, Mr Bill Cossey attended. The topics for the last three sessions are:

- Corporate social responsibility
- Life long learning
- Balancing work and living

Public advocacy Manual

The Foundation is contributing to the development of a public advocacy manual with Mr Mark Henley, Uniting Care Wesley and Ms Anne Killen, Senior Lecturer in Social Work, University of South Australia.

Support for Mr Joe Rafalowicz, student Bradford College

The Foundation contributed to travel costs for Mr Joe Rafalowicz's attendance at the United Nations sponsored The Hague International Model United Nations (THIMUN) Youth Assembly Conference at the Hague 2004 with its theme of human rights. Mr Rafalowicz has reported on his experience and will speak at the 2005 Don Dunstan Human Rights Oration.

Dunstan Research Papers

The Foundation is to publish a new series of papers, the Dunstan Papers. The new venture has the aims of contributing to the invigoration of progressive policy debate, and facilitating exchange between researchers and policy makers.

The Papers will disseminate work on economic, social, environmental and other public issues related to the Foundation's objectives and values. Speeches and interviews with prominent local and visiting activists and thinkers may also be published from time to time. The focus will be on issues at all levels – national, international and local. The Editors of the Papers are Dr Lionel Orchard, Board member and Flinders University public policy academic and Dr Sophia Matiasz, Principal Policy Officer in the SA Department of Further Education, Employment, Science and Technology. An Editorial Board has been established to offer advice on topics and direction for the Papers.

The Board is reviewing project themes/topics that align with the Foundation's values and strategic directions and identifying potential projects, which would attract interest from funding bodies or individuals and researchers and have a high probability of effecting change.

Foundation Partners

University of Adelaide

The Vice Chancellor, Professor James McWha has confirmed that the University of Adelaide will continue to support the Don Dunstan Foundation over the period 1st July 2005-30th June 2008 through funding of the position of Business and Development Manager and the Foundation's operating infrastructure. Professor Mike Innes and Associate Professor John Spoehr will continue to be members of the Board of Management.

Flinders University of South Australia

The Vice-Chancellor, Professor Anne Edwards has confirmed that Flinders University will continue to provide support to the Don Dunstan Foundation during 2005 and 2006 through the continuing involvement of Ms Michele Slatter and Dr Lionel Orchard as Board members and contributors to Don Dunstan Foundation activities. Flinders University will include the Foundation in its 40th anniversary celebrations in 2006 through an event and/or project.

State Government

The Premier, Mr Mike Rann has confirmed that the State Government will fund the position of Executive Director, for another three financial years 2005/6-2007/8.

Foundation partners on forums, conferences and projects have included the State Government of South Australia, The University of Adelaide, Flinders University of South Australia, Centre for Labour Research and the Australian Institute for Social Research, both at the University of Adelaide, JB Jarvis Marketing and Associates, Lane Print Group, Norman Waterhouse Lawyers, the Hawke Centre and the Hawke Research Institute for Sustainable Societies, the Institute of Public Administration Australia, Mercury Cinema, New Internationalist, Oxfam Community Aid Abroad, Radio Adelaide 101.5fm, State Theatre Company, Thorn Park Country House, the Migrant Resource Centre, Multicultural SA, the Department of Education and Children's Services, the Smith Family, VivaSA, the Office for Youth, Mr Bruce Guerin, Mr Andrew Strickland and Mr Max Dumais Aheadofthegame Consulting Services.

Scholarships

The Foundation continued its support through the Smith Family's Learning for Life Scholarship to allow Ms Zoe Campbell to continue her undergraduate studies this year.

The Foundation established a second scholarship, the Don Dunstan Indigenous Anangu Pitjanjatjara Scholarship at Wilto Yerlo, University of Adelaide. This year's recipient was Ms Sandra Lewis.

Friends Activities

South Australian Friends have agreed that there is benefit in maintaining a group of volunteers, but that rather than being a separate, self managed group, they be a part of the Foundation and provide support on an as needed basis. SA Friends were active contributors to the Board's planning session held on Thursday the 7th October and have provided support for a range of events.

The Foundation has an agreement with the Centre for Public Policy, The University of Melbourne that the Centre will host up to two Don Dunstan Lectures in Melbourne per annum, organised jointly. The Victorian Australian Fabian Society has agreed to include a number of Foundation sponsored events in its annual program of speakers.

The Queensland group of friends of the Foundation has requested the establishment of a formal Chapter. The Hon. Tom Burns former Deputy Premier of Queensland has agreed to be the Chair of a Chapter and Mr Kym Mayes a former Minister in South Australia has agreed to be Secretary.

The Sydney group of friends held a meeting in May but there is no formal request to become a Chapter at this stage

The Foundation has re/established relationships with the Evatt Foundation, the Brisbane Institute, the Australian Fabian Society and New Matilda.

The Foundation has established a set of operating rules for Chapters consistent with the requirements of the Constitution.

Marketing, Public Relations and Fundraising

The Foundation has continued to implement its Marketing and Fundraising Plans.

Investment Account

The Foundation's investment account is managed by The University of Adelaide's composite account. The composite fund has returned well in excess of the market rate for the past 12 months.

Subscriptions

The Foundation has introduced subscriptions for the 2005 calendar year. The subscriptions are:

To date over 200 persons have subscribed

The Foundation has a fund raising target of \$60,000 for the next financial year.

For the year ahead it is anticipated that the major sources of funds for the Foundation will be:

Sponsorship/Partnerships 80%

Donations 8.5%

Investment Income 3.5%

Subscription Fees 4.5%

Events 3.5%

- There are approximately 4,000 persons from around Australia on the Foundation's mailing list with approximately 1,500 providing pledges and donations.

The Foundation has published 4 Bulletins since 1 July 2004.

The Foundation has completed a major revamp of its website, www.dunstan.org.au with the support of the University of Adelaide's web team and financial support from the Centre for Labour Research. The website provides up to date information on events and projects and provides links to other key sites.

Board members meeting with the Hon Rob Kerin and Ms Kate Ellis MHR
Messrs Bill Cossey and Jim Jarvis and Ms Rosslyn Cox met with the Hon. Rob Kerin Leader of the South Australian Opposition to brief him on the progress of the Foundation and its future directions. Messrs Bill Cossey, Jim Jarvis and George Lewkowicz also met with Ms Kate Ellis MHR for Adelaide to brief her on the progress of the Foundation and its future directions.

Risk Management

Insurance.

The University of Adelaide has recently changed its insurance framework and the Foundation is now able to receive comprehensive coverage for Directors and Officers Liability, Commercial activities and volunteers, both in South Australia and interstate. These new arrangements have led to a saving of around \$5,000 per annum.

THE DON DUNSTAN FOUNDATION TRUSTEE'S REPORT

The Trustees of The Don Dunstan Foundation ("The Foundation") has pleasure in submitting the statement of financial position of The Foundation at 30th June 2005, related statement of financial performance and statement of cash flows 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 Greg Crafter

Ms Bronwen Dohnt

Professor James McWha (Vice Chancellor, University of Adelaide, ex officio member)

Professor Anne Edwards (Vice Chancellor, Flinders University, ex officio member)

Mr Bill Cossey

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.

Results

The net loss of the Foundation for the financial period was \$41,161 (\$20,561 2004).

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 GREG CRAFTER
Trustee

BILL COSSEY AM
Trustee

THE DON DUNSTAN FOUNDATION
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 30 JUNE 2005

	Notes	30th June 2005	30th June 2004
		\$	\$
Revenues from ordinary activities	2	344,481	295,902
Employee benefits expense		(32,213)	(31,704)
Office expense		(17,712)	(20,656)
Publicity and promotion expense		(28,596)	(13,506)
Funding expense	3	(18,447)	(168)
Functions expense		(16,411)	(8,324)
In-kind expense		(252,006)	(222,274)
Other expenses from ordinary activities		(20,257)	(19,831)
Net profit (loss) from ordinary activities		(41,161)	(20,561)
Net increase (decrease) in asset revaluation reserve		0	0
Total revenues, expenses and valuation adjustments attributable to beneficiaries of the trust recognised directly in equity		0	0
Total changes in equity		(41,161)	(20,561)

THE DON DUNSTAN FOUNDATION
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2005

	Notes	30th June 2005	30th June 2004 \$
CURRENT ASSETS			
Cash assets	4	4,190	301,211
Investments - University of Adelaide - Composite Fund		260,000	0
Receivables	5	13,802	10,948
TOTAL CURRENT ASSETS		<u>277,992</u>	<u>312,159</u>
NON CURRENT ASSETS			
Property, plant and equipment		7,140	7,630
TOTAL NON-CURRENT ASSETS		<u>7,140</u>	<u>7,630</u>
TOTAL ASSETS		<u>285,132</u>	<u>319,789</u>
CURRENT LIABILITIES			
Payables	6	16,627	10,123
TOTAL CURRENT LIABILITIES		<u>16,627</u>	<u>10,123</u>
TOTAL LIABILITIES		<u>16,627</u>	<u>10,123</u>
NET ASSETS		<u>268,505</u>	<u>309,666</u>
EQUITY			
Retained profits	7	268,505	309,666
TOTAL EQUITY		<u>268,505</u>	<u>309,666</u>

THE DON DUNSTAN FOUNDATION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2005

	Notes	30th June 2005	30th June 2004
		\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts		87,970	55,382
Payments to suppliers and employees		(131,729)	(122,118)
GST returned by the ATO		686	5,597
Interest received		7,307	14,953
Net cash used by operating activities	11(b)	(35,766)	(46,186)
CASH FLOWS FROM INVESTING ACTIVITIES			
Payment for plant and equipment		(1,255)	(7,318)
Purchase of investments		(260,000)	0
Net cash used by investing activities		(261,255)	(7,318)
Net decrease in cash held		(297,021)	(53,504)
Cash at beginning of year		301,211	354,715
Cash at end of year	11(a)	4,190	301,211

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

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 Urgent Issues Group Consensus Views and other authoritative pronouncements of the Australian Accounting Standards Board.

The financial report has been prepared on an accruals basis and is based on historical costs and does not take into account changing money values or, except where stated, current valuations of non-current assets. Cost is based on the fair values of the consideration given in exchange for assets.

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.

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.

Property, Plant and Equipment

During the year ended 30 June 2005 plant and equipment to the value of \$1,255 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)

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 1: Statement of Significant Accounting Policies (Cont.)

Depreciation

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

Provision for Employee Entitlements

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

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

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 1: Statement of Significant Accounting Policies (Cont.)

Revenue (Cont.)

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 impact on cash flow.

Cash

For the purposes of the Statement of Cash Flows, cash includes cash on hand and at banks including at call deposits with banks.

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 statement of financial position are shown inclusive of GST.

Comparative Figures

Where necessary, comparative figures have been adjusted to conform with the presentation of the 2005 financial statements.

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 2: Revenue

	Notes	30th June 2005	30th June 2004
		\$	\$
Operating activities			
--- Donation income		19,758	40,921
--- Other grants		5,000	0
--- Fundraising income		46,037	15,214
--- Sales income		2,842	185
--- Bank interest income		13,807	13,987
--- Adelaide University & Government of South Australia in-kind income	16	252,006	222,274
--- In-kind income from other sources			0
--- Sundry Income		5,031	3,321
Total revenue		344,481	295,902

Note: 3 Net Profit/(Loss) from Ordinary Activities

Net Profit/(Loss) from ordinary activities has been determined after significant expenses. The following expense item is relevant in explaining the financial performance:

	30th June 2005	30th June 2004
	\$	\$
Funding expenditure - scholarships & sponsorships	18,447	168

Note 4: Cash Assets

	30th June 2005	30th June 2004
	\$	\$
Cash at bank and on hand	4,190	19,339
Deposits at call	0	281,872
	4,190	301,211

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 5: Receivables

	Notes	30th June 2005	30th June 2004
		\$	\$
Sundry debtors		7,302	10,948
Interest receivable		6,500	0
		13,802	10,948
		13,802	10,948

Note 6: Payables

	Notes	30th June 2005	30th June 2004
		\$	\$
Scholarships	3	2,000	2,000
Sundry creditors		7,106	5,923
Accruals	8	7,521	2,200
		16,627	10,123
		16,627	10,123

Note 7: Retained Profits

	30th June 2005	30th June 2004
	\$	\$
Retained profits at the beginning of the year	309,666	330,227
Net profits/(loss) attributable to the Foundation	(41,161)	(20,561)
Retained Profits at the end of the financial year	268,505	309,666
	268,505	309,666

Note 8: Remuneration of Auditors

	30th June 2005	30th June 2004
	\$	\$
The following total remuneration was received, or is due and receivable, by the auditor of the Foundation in respect of:		
Auditing the financial statements	2,200	2,200
Total remuneration received	2,200	2,200
	2,200	2,200

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 9: Events Subsequent to Reporting Date

No material events to be reported.

Note 10: Related Party Transactions

The following persons held the position of trustee during the financial period, terms as stated:

Trustees

Mr Bill Cossey
Hon Greg Crafter (Chair)
Ms Bronwen Dohnt
Professor Anne Edwards
Professor James McWha

There were no Trustees of the Foundation who received, or were due to receive, remuneration (including brokerage, commissions, bonuses, retirement payments, and salaries) directly or indirectly from the Foundation or any related body corporate.

Note 11: Cash Flow Information

a) Reconciliation of Cash

Cash at the end of the financial year as shown in the Statement of Cash Flows is reconciled to the related items in the statement of financial position as follows:

	30th June 2005	30th June 2004
	\$	\$
Cash at Bank and on hand	4,190	19,339
At Call Deposits with Banks	0	281,872
	<u>4,190</u>	<u>301,211</u>

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 11: Cash Flow Information (Cont.)

b) Reconciliation of (Loss)/Profit from Ordinary Activities to Net Cash provided by Operating Activities

	30th June 2005	30th June 2004
	\$	\$
(Loss)/Profit from ordinary activities after income tax	(41,161)	(20,561)
Add no cash items:		
Depreciation	1,745	
Changes in assets and liabilities:		
(Increase)/decrease in receivables	(2,854)	(9,982)
Decrease in inventory	0	728
Decrease in payables	6,504	(16,371)
Net cash provided by (used in) operating activities	(35,766)	(46,186)

Note 12: 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 30 June 2005, the Foundation had the following pledged donations, which it has not brought to account:

	Within 1 year	After 1 year	Total
	\$	\$	\$
Pledged donations	4,760	7,330	12,090

Note 13: Segment Reporting

The Foundation operates predominantly in one geographical area, being Australia and operates as a public benevolent institution.

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 14: 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	
	2005 %	2004 %	2005 \$	2004 \$
Financial Assets:				
Cash	0.50%	0.50%	4,190	19,339
Deposits at call	5.00%	5.10%	260,000	281,872
Total Financial Assets			264,190	301,211
Financial Liabilities:				
Payables	0.00%	0.00%	0	0

NOTE – The Deposit at call was transferred into a Composite Fund with the Adelaide University which invests in a diversified portfolio. The earnings of the fund vary dependant on overall market conditions. Distributions of 5% are paid annually on 31 December, with an adjustment to reflect the actual earnings of 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 those 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 Values

The financial assets and liabilities are recorded in the Statement of Financial Position at amounts that approximate their net fair values.

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2005

Note 15: Trust Details

The principal place of business of the Foundation is 10 Pulteney Street, the University of Adelaide, 5005 and its principal activities is 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 16: 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.

THE DON DUNSTAN FOUNDATION
DECLARATION BY THE TRUSTEE

The Trustees declare:

- (a) that the financial report presents fairly the financial position of the Don Dunstan Foundation as at 30 June 2005 and its performance for the year 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: 24 / 4 / 06

Date: 18 / 4 / 06



**INDEPENDENT AUDIT REPORT
TO THE TRUSTEES OF THE DON DUNSTAN FOUNDATION**

SCOPE

The financial report and trustees' responsibility

The financial report comprises the statement of financial position, statement of financial performance, statement of cash flows, accompanying notes to the financial statements, and the declaration by the Trustees of the Don Dunstan Foundation ("the Foundation"), for the year ended 30 June 2005.

The Trustees of the Foundation are responsible for the preparation and fair presentation of the financial report. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the financial report.

Audit approach

We conducted an independent audit in order to express an opinion to the Trustees of the Foundation. Our audit was conducted in accordance with Australian Auditing and Assurance Standards in order to provide reasonable assurance as to whether the financial report is free of material misstatement. The nature of an audit is influenced by factors such as the use of professional judgement, selective testing, the inherent limitations of internal control, and the availability of persuasive rather than conclusive evidence. Therefore, an audit cannot guarantee that all material misstatements have been detected.

We performed procedures to assess whether in all material respects the financial report presents fairly, including compliance with Accounting Standards and other mandatory financial reporting requirements in Australia, a view which is consistent with our understanding of the Foundation's financial position, and of its performance as represented by the results of its operations and its cash flows.

We formed our audit opinion on the basis of these procedures, which included:

- examining, on a test basis, information to provide evidence supporting the amounts and disclosures in the financial report, and
- assessing the appropriateness of the accounting policies and disclosures used and the reasonableness of significant accounting estimates made by the Trustees.

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Partners

Brenton W Ellery FCA
Brian T Morris FCA
Hugh L McPharlin FCA
Jonathon W Sando FCA
Trevor J Spratt FCA
Steven M Wild FCA
Noel W Clifford FCA
Jamie T Dreckow CA
Geoffrey R Kay FCA
Benjamin L T Miels CA
Angelo R Piantadosi FCA
Grantley W Stevens CA

Senior Employees

Paul A Dutton CA
Paul Feltrin CA
Belinda C Goedecke FCA
Karen Gregor CA
Daniel Pezzuto CA
Leanne Thomas CA
Carly Thornton CA
Nicholas K Wilkins FCA



**INDEPENDENT AUDIT REPORT
TO THE TRUSTEES OF THE DON DUNSTAN FOUNDATION**

Audit approach (cont)

While we considered the effectiveness of management's internal controls over financial reporting when determining the nature and extent of our procedures, our audit was not designed to provide assurance on internal control.

INDEPENDENCE

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

AUDIT OPINION

In our opinion, the financial report presents fairly in accordance with applicable Accounting Standards and other mandatory professional reporting requirements in Australia the financial position of the Don Dunstan Foundation as at 30 June 2005, and its financial performance and its cash flows for the year then ended.

Edwards Marshall

Edwards Marshall
Chartered Accountants

Jamie Dreckow
(Partner)

Adelaide
South Australia

Dated *15/06*

TRUSTEES, BOARD AND STAFF

The Foundation is governed by Trustees with a Board of Management responsible for overseeing day-to-day operations of the Foundation. During the period, the Foundation employed a total of three staff.

Trustees

Mr Bill Cossey AM
Hon Greg Crafter (Chair)
Ms Bronwen Dohnt
Professor Anne Edwards
Professor James McWha

Board of Management

Bill Cossey AM, Chair

Franchesca Cubillo
Artistic and Cultural Director, Tandanya National Aboriginal Cultural

Professor Mike Innes
Executive Dean, Faculty of the Humanities and Social Sciences, University of Adelaide

Jim Jarvis AM
Director, JB Jarvis Marketing

George Lewkowicz
Executive Director, Don Dunstan Foundation

Greg Mackie OAM
Executive Director, Arts SA

Warren McCann
Chief Executive, Department of Premier & Cabinet

John Olenich
Advisor to Senator Penny Wong

Dr Lionel Orchard
Senior Lecturer in Public Policy, Flinders Institute of Public Policy and Management, Flinders University

Ms Carol Procter

Michele Slatter
Senior Lecturer in Law, Flinders University

Associate Professor John Spoehr

Executive Director, Australian Institute for Social Research, University of
Adelaide

Staff

Mr George Lewkowicz, Executive Director, Full-time

Ms Rosslyn Cox, Business and Development Manager, Full-time

Ms Josie Covino, Administrative Officer, Casual, 40%

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 of South Australia
State Government of South Australia

Project Partners

Centre for Labour Research, the University of Adelaide
Australian Institute for Social Research, the University of Adelaide

Corporate Supporters

JB Jarvis Marketing and Associates
Lane Print Group
Norman Waterhouse Lawyers

Event Partners

EDS Australia (SA)
Australian Institute for Social Research at the University of Adelaide
Hawke Centre at the University of South Australia
Oxfam Community Aid Abroad
State Library of South Australia
South Australian History Trust
National Library
Thorn Park Country House
State Theatre Company, Festival of Ideas and the Adelaide Thinkers in Residence

Friends of the Foundation

The Foundation would like to acknowledge the support of all of the friends of the Foundation in South Australia and across the country. It is as a result of the enthusiasm, support and hard work of all of our friends that the Foundation is what it is today.