

The Don Dunstan Foundation Annual Report 2005/2006

DONDUNSTAN FOUNDATION
FOR A BETTER FUTURE



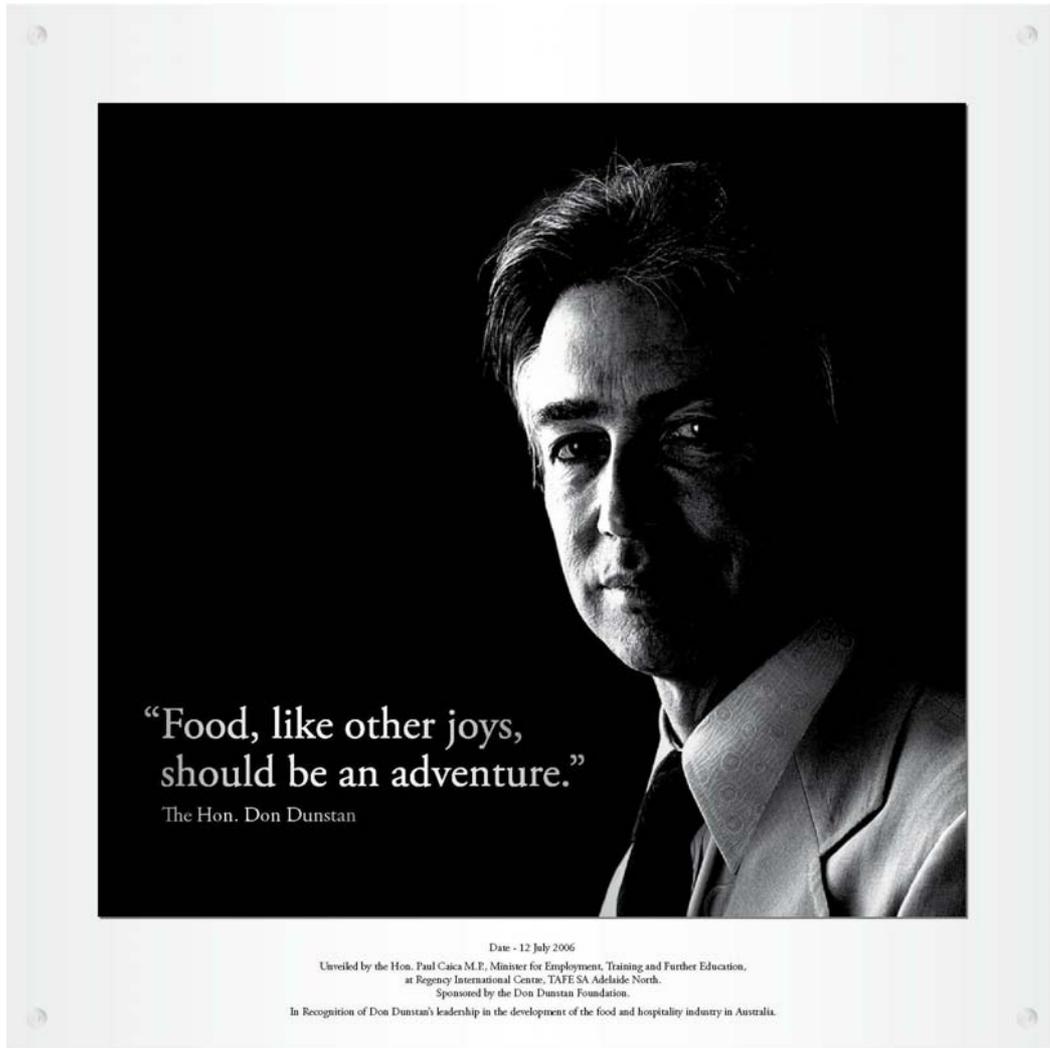
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Plaque unveiled by the Hon. Paul Caica MR at Regency International Centre, TAFE SA on 12 July 2006



The Hon Greg Crafter, Chair Trustees presenting Premier Mike Rann with a wedding gift from the Foundation on 26 July 2006

CONTENTS

REPORT FROM THE CHAIR OF TRUSTEES.....	4
DON DUNSTAN FOUNDATION IN SUMMARY	8
Values	8
Strategic Directions	8
Brand Identity	8
Tagline	8
Business Plan	8
Trustees, Board and Staff	9
Trustees	9
Board of Management	9
Staff	10
Our Supporters.....	11
Major Supporters	11
Project Partners	11
Corporate Supporters.....	11
Event Partners	11
Friends of the Foundation.....	11
SUMMARY OF ACTIVITIES/THEMES.....	12
Events and Projects	12
Projects	15
Foundation Partners	20
Scholarships	20
Friends Activities	20
Marketing, Public Relations and Fundraising	21
Subscriptions	21
Insurance.....	21
Trustees	22
Principal Activities	22
Results	22
Trustees' Benefits	22
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2006.....	23
BALANCE SHEET AS AT 30 JUNE 2006	24
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2006.....	27
DECLARATION BY THE TRUSTEES	36
AUDITORS REPORT.....	37

REPORT FROM THE CHAIR OF TRUSTEES



The Hon Greg Crafter, Chair Trustees

The last year, 2005/2006 witnessed the Don Dunstan Foundation consolidate its position as an important independent and progressive contributor to the fabric of public policy debate and action in South Australia and nationally.

In November 2005, the Trustees endorsed Board of Management recommendations that the Foundation's activities make a difference in pursuit of Don Dunstan's founding values, be mutually reinforcing, and meet funding partner and subscriber expectations.

The Foundation's work has also promoted close collaboration with its university partners, other local, interstate and international universities, Government agencies and community allies.

With this in mind, I am particularly pleased that the Foundation has advanced a number of significant projects, some of them being closely aligned with the implementation of the South Australian Strategic Plan.

The Foundation's flagship second Dunstan Fellows project, Affordable Housing for Australian Families led by Professor Julian Disney (University of New South Wales), with Professor Barbara Pocock (University of South Australia), Professor Mike Berry (RMIT) and the Hon Brian Howe (University of Melbourne) has heavily influenced the development of recent housing policy in Australia. The Fellows have proposed a National Affordable Housing Agreement and this has been the cornerstone of advice Professor Disney has provided to State housing ministers in their pursuit of a much needed new Agreement with the Commonwealth Government. Affordable housing for Australian families is critical to Australia's future and for families to be able better to control their lives.

The Aboriginal Employment Project, to be conducted by the Australian Institute for Social Research (University of Adelaide) (AISR) for the Foundation, will provide ideas to assist the SA Public Sector achieve the Government's SA Strategic Plan target of 2% Indigenous employment by the year 2009. The Foundation trusts that the strategies suggested and achievement of the target will strongly reinforce respect for indigenous people in the community.

The Australian Government's recent WorkChoices legislation is generating a fundamental realignment of power relationships between workers and employees. The Foundation's WorkChoices Impact project led by the Australian Institute for Social Research with other universities will report on major issues arising from the new legislation. The project may also expand to monitor and report on the impact of the new arrangements on SA employees, employers and the local economy.

Increased and well-financed investment in key State infrastructure is critical to the economic advancement of the State. Mr Dexter Whitfield (Director, Centre for Public Services, Sheffield UK) will spearhead a forum in July, Investing in Infrastructure in the 21st Century, with Professor Mike Berry, Mr Tony Harris (former NSW Auditor General) and Mr Ken Davidson (The Age Newspaper). The forum will explore the lessons of UK, European and Australian Public Private Partnerships experience in infrastructure financing and ownership and propose a way forward for the State.

The Foundation is keen to contribute to the advancement of corporate social responsibility (CSR) in Australia. Adjunct Assoc. Professor Ray Broomhill has been commissioned to provide a literature review on CSR and the requirements of its genuine adoption in business practice. The review will be published as a Dunstan Paper.

The Foundation is pleased that Professor Disney has also been able to continue the important Neighbours Program initially launched under the auspices of the first Dunstan Fellows program. Positive and broad community relationships with our near Indonesian and Malaysian neighbours are critical to regional stability and the interests of the Australian community. They also add to the mix of our cultural and ethnic diversity.

All of these projects will be complemented by the Foundation and AISR sponsored State of South Australia Series. The first Forum and publication, State of South Australia brought together a broad collaboration of key academic commentators from all South Australian universities to invigorate local policy debate and this will be continued.

The SA Policy on Line website has also continued the close collaboration between the three universities and the Government being able to share the fruits of their research and work on SA policy development and implementation.

The Foundation's other major collaboration between the universities and the Social Inclusion Unit was the 2005 Don Dunstan Human Rights Oration with the eminent Chicago University-based philosopher

Professor Martha Nussbaum. Professor Nussbaum spoke on Global Justice and Human Development and gave lectures and seminars at a number of Adelaide forums.

This year has seen the Foundation launch a new series, the Dunstan Papers designed to involve eminent citizens in presenting their ideas on issues of current concern. The inaugural paper was by Professor Julian Disney, Equal Opportunity at Home and Abroad. Others will follow including Mr Julian Burnside QC on the impact of the Australian Government's new terrorism and sedition laws, one on corporate social responsibility and an extensive paper by Mr Dexter Whitfield on Public Private Partnerships. The papers are also complemented by the Foundation's Bulletin, which comments on policy issues.

The Foundation has also continued a more modest series of breakfasts with political, business and community leaders with the sponsorship of EDS, and other events, solely or in partnership with other organisations, including the Adelaide Thinkers in Residence.

Some of the events and projects are designed to celebrate Don Dunstan's achievements. The Foundation is to hold an event on the 12 July with the Regency International Centre, TAFE SA to celebrate Don Dunstan's contribution to the SA food and hospitality industry and unveil a plaque of Don Dunstan located in the Centre. The Don Dunstan History Project has also advanced with a record of interview with four individuals associated with Don Dunstan's life and achievements, the Hon Clyde Cameron, Mr Bob Bakewell, Mr Elliot Johnson and the Hon Len King. The Foundation is also pleased to join with the celebration of Don Dunstan's achievements and 80th Anniversary of his birth by way of the Flinders University 40th Birthday Celebration, Memories of Don Dunstan 1926-199, to be held on the 15 July 2006.

All of the above has involved the considerable support of the governing partners, the University of Adelaide and Flinders University and our other major funding partner, the South Australian Government. In addition, we list in our report the many project partners, corporate supporters and event partners, including our interstate friends. We are grateful to our Board of Management, subscribers, other friends and volunteers who selflessly give of their time and support. The Trustees also wish to acknowledge the considerable work of the staff of the Foundation, who has ensured the effective implementation of the Trustees' directions for the Foundation.

As at the 30th June 2006, the net worth of the Foundation was \$223,935.11 compared with \$268,504.13 as at the 30th June 2005. This

result reflects an increase in project activity and the cost of publication of two Dunstan Papers.

It is clear from this trend that in the interests of advancing a number of significant projects, the Foundation is drawing significantly on its reserves. The Foundation will be making special efforts over the next year to frame its program and fund raising to ensure its continuing strength and viability.

In completing this summary, I would be remiss if I did not mention the contribution of two long standing members of the Board Mr Jim Jarvis AM and in Mr Greg Mackie OAM's case, also an inaugural Trustee. Both members resigned their positions during the year and their company and contributions will be sorely missed. The Trustees, in particular wish to extend their best wishes to Mr Jarvis, who resigned owing to ill health and wish him a speedy recovery.

The Trustees and the Board of Management also wish to extend their condolences to Don Dunstan's family, including Ms Bronwen Dohnt (a Trustee), Mr Andrew Dunstan (an inaugural Trustee and Patron) and Mr Paul Dunstan on the passing of Ms Gretel Dunstan. The Foundation's Bulletin No. 2/2006 included a Eulogy read by Mr Paul Dunstan at Ms Dunstan's funeral.

The Foundation Trustees are now looking forward to what promises to be a most productive year ahead, 2006/2007 and welcomes your support.



HON GREG CRAFTER
Chair, Board of Trustees

Note:

Since the production of this report, Trustees note with regret that Mr Jim Jarvis AM, a Patron of the Foundation passed away on the 30th October 2006. Trustees, Board members and staff attended Mr Jarvis' funeral on the 8th November 2006 and sent an expression of condolences to his family.

DON DUNSTAN FOUNDATION IN SUMMARY

Values

1. Respect for fundamental human rights
2. Celebration of cultural and ethnic diversity
3. Freedom of individuals to control their lives
4. Just distribution of global wealth
5. Respect for indigenous people and protection of their rights
6. Democratic and inclusive forms of governance

Strategic Directions

1. Invigorate public debate and enrich public policy making
2. Make a material difference in the community through strategic projects
3. Support chapter activities
4. Build and maintain the long-term viability of the Foundation

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.”

Business Plan

The Foundation operates under a Business Plan as endorsed by Trustees on the 30 April 2004. The business plan articulates four strategic directions:

1. Invigorate public debate and enrich public policy making
2. Make a material difference in the community through strategic projects
3. Support chapter activities
4. Build and maintain the long-term viability of the Foundation

The Business Plan also 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 University.
- Includes financial and fundraising projections and targets with alternative scenarios based on limited fundraising and more aggressive fund raising.
- Includes, as attachments, Operational, Marketing and Fundraising Plans.

Trustees noted updated budget estimates for 2005/6 and 2006/7 on the 5th December 2005.

Trustees, Board and Staff

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

During the period, a total of three staff worked at the Foundation.

Trustees

- Hon Greg Crafter
Chair
- Ms Bronwen Dohnt
Representing the Dunstan Family
- Professor Anne Edwards
Vice Chancellor, Flinders University
- Professor James McWha
Vice Chancellor, The University of Adelaide
- Mr Bill Cossey AM,
Chair, Board of Management

Board of Management

- Mr Bill Cossey AM
Chair
- Professor Mike Innes
Executive Dean, Faculty of the Humanities and Social Sciences,
University of Adelaide

- Mr Jim Jarvis AM
Director, JB Jarvis Marketing (until the 14 June 2006)
- Mr George Lewkowicz
Executive Director, Don Dunstan Foundation
- Mr Greg Mackie OAM
Executive Director, Arts SA (until November)
- Mr Warren McCann
Chief Executive, Department of Premier & Cabinet
- Mr 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 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, employed by the State Government
of South Australia)
- Ms Rosslyn Cox
Business and Development Manager (Full-time, employed by The
University of Adelaide)
- Ms Josie Covino
Administrative Officer (Casual, 40%, employed by The University of
Adelaide, salary paid by the Don Dunstan Foundation)

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
- Flinders University
- State Library of South Australia
- South Australian History Trust
- National Library
- EDS Australia

Corporate Supporters

- JB Jarvis Marketing and Associates
- Lane Print Group
- Norman Waterhouse Lawyers

Event Partners

- EDS Australia
- Australian Institute for Social Research, University of Adelaide
- Flinders University
- The Hawke Centre and the Hawke Research Institute for Sustainable Societies, University of South Australia
- Oxfam Community Aid Abroad
- Thorn Park Country House
- Adelaide Thinkers in Residence
- Multicultural SA
- Institute of Public Administration Australia
- Mercury Cinema
- Radio Adelaide 101.5fm
- Department of Education and Children's Services
- VivaSA
- Office for Youth
- Mr Max Dumais, Aheadofthegame Consulting Services
- Mr Kieran Kelly

Friends of the Foundation

The Foundation acknowledges the support of all of the friends of the Foundation in South Australia and nationally. The continued enthusiasm, support and hard work of all of our friends make the Foundation what it is today.

SUMMARY OF ACTIVITIES/THEMES

Events and Projects

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

Events Summary: 1 July-31 December 2005

The keynote event of the program was The Don Dunstan Foundation, Oxfam Community Aid Abroad Don Dunstan Human Rights Oration on the 23rd August with the distinguished Chicago University based philosopher, Professor Martha Nussbaum, speaking on Global Justice and Human Development. Mr Joe Rafalowicz was the Youth Human Rights Orator, speaking on his participation at the United Nations sponsored The Hague International Model United Nations (THIMUN) Youth Assembly Conference.

Professor Nussbaum's visit to Adelaide for 5 days (22nd-26 August) was arranged in partnership with the three South Australian universities and the State Government's Social Inclusion Unit. Professor Nussbaum gave a number of lectures and seminars to two Social Inclusion Unit Roundtables (The Capabilities Approach: New Ideas for a Fair Society), the University of Adelaide Philosophy Department (Religious Intolerance), the Australian Institute for Social Research (Cultivating Humanity), Flinders University (Women, Equality and Human Development), the University of South Australia (Human Capability and Social Equality and a seminar on The Role of the Public Intellectual), and the Ethics Centre of South Australia (Disability and Issues Concerning the Social Contract Tradition). Professor Nussbaum also met with Mr Stephen Marshall, Chief Executive, Department of Education and Children's Services and Ms Ann Clancy, Director, Adelaide Thinkers in Residence.

The Foundation hosted a breakfast event, Islam and the West with Imam Feisal Rauf on the 12th July. Multicultural SA provided a grant for the event and the event was organised with the assistance of Mr Kieran Kelly.

Mr Kevin Rudd, Shadow Minister for Foreign Affairs and International Security spoke in Brisbane on the 15 July on the topic, The Future of our Federation. The event was reported in the Brisbane Courier Mail.

Ministers Lea Stevens and Carmel Zollo spoke at an EDS sponsored breakfast on the 19 August, on Mental Health and the Community.

Professor George Walker, Director General, International Baccalaureate, spoke on the 27 September on The International Baccalaureate-pragmatism and vision.

The Queensland Chapter held a public forum, Women: the Next 100 Years on the 17 October. Speakers were Assoc. Professor Boni Robertson, the Hon. Joan Sheldon and the Hon. Anna Bligh.

The University of Melbourne's Centre for Public Policy co-hosted with the Foundation, the 2005 Dunstan Lecture, with Professor Stewart Firth, Toward Justice and Human Development in the South Pacific: How Australia Can Do Better.

The Foundation joined with the Hawke Centre, the Human Rights Coalition and NewMatilda in the South Australian launch of "A Human Rights Act for Australia" launch on the 7 December. The Hon. John Von Doussa QC, the Hon. Susan Ryan and Assoc. Professor Spencer Zifcak spoke about the need for an Australian Act, the content of such an Act and the Australia-wide campaign for its introduction and support in the Australian Parliament by the end of 2006.

November/December Program Review

The Board of Management reviewed the Foundation's program in November and recommended to the Trustees that all Foundation activities be mutually reinforcing, meet funding partner and subscriber expectations and make a difference on identified key themes derived from the Foundation's Values.

In December, the Foundation's Trustees endorsed a set of key directions for the Foundation for the next three years. These directions provided for:

- Three significant projects each year, with the projects being conducted (or at least led) by researchers associated with the University of Adelaide and Flinders University
- Four significant events each year evenly spread with the timing of three of those events coinciding with key dates in Don Dunstan's life and career
- Informed and considered commentary on current issues, spontaneously developed as the issues arise
- An ongoing commitment to the Dun Dunstan Oral History Project
- The publishing of at least four Dunstan papers per year
- The Foundation's regular Bulletin, and
- Building on the strong relationships the Foundation enjoys with other like-minded organisations both in South Australia and nationally.

Events Summary: 1 January – 30 June 2006

The number of events decreased in the first half of 2006 in accordance with the priorities set by Trustees.

The food event planned for February was postponed owing to the State election. The event was rescheduled to take place in mid July.

The Foundation was a contributor to the organisation of the highly successful hypothetical, The Stuart Case, led by Mr Geoffrey Robertson QC. The Chair of Trustees, the Hon. Greg Crafter contributed as a panellist. The principal organiser of the event was the University of Adelaide's John Bray Law Chapter and it was held in Elder Hall on the 1st April.

The Foundation assisted the Australian Institute for Social Research's hosting of Baroness Estelle Morris's presentation on Workforce Planning and Skills Development on the 30 March.

Dunstan Fellow, Professor Barbara Pocock led a workshop, Work Families and Affordable Housing, on the 10 April as part of the Dunstan Fellows program.

The Dunstan Fellows Forum, "Over Our Heads: Housing Costs and Australia's Future" was held on the 6 June at the National Wine Centre.

Plans for the Don Dunstan Human Rights Oration to be held in September are progressing with Professor Larissa Behrendt agreeing to be the Orator, with Commissioner Ted Mullighan QC and Mr Ogjen Simic, Youth Human Rights Orator, also agreeing to speak.

An EDS sponsored breakfast, is to be held on the 13 July at the National Wine Centre. Professor Graeme Hugo, Federation Fellow, addressed the topic, SA's Ageing Population and Workforce Development.

Plans are well underway for a seminar, Investing in Infrastructure in the 21st Century, to be held on the 26 July. The keynote speaker is Mr Dexter Whitfield, Centre for Public Services, Sheffield, with Mr Ken Davidson, The Age, Mr Tony Harris, former NSW Auditor General and Professor Mike Berry, RMIT.

Flinders University, in association with the Foundation has scheduled the an event, Memories of Don Dunstan 1926-1999, including a dedication of the Don Dunstan Room, Special Collections, University Library on the 15 July as part of its 40th Birthday celebrations, Festival of Flinders. Speakers will include Professor Anne Edwards, Dr Gillian Dooley, the Hon. Greg Crafter, Mr Len Amadio AM, the Hon. John Bannon, Ms Margaret Sexton, Mr Stephen Hayton, Professor Christina Slade and Dr Peter Strawhan.

Planning for a half-day conference update on the State of South Australia is underway, the conference to be held in late September/early October. A number of panels will be arranged for selected presentations, similar to the Conference and launch of the State of SA book in 2005.

The Foundation also provided information about events organised by other like-minded organisations as a community service.

Projects

· ***Dunstan Fellows Affordable Housing for Australian Families***
The Dunstan Fellows, Professor Julian Disney, Professor Mike Berry, the Hon. Brian Howe and Professor Barbara Pocock continued their extensive work on the project, Affordable Housing for Australian Families. The Fellows were active in South Australia and interstate, including regional centres and spoke at a number of housing policy conferences. Professor Julian Disney chaired the National Housing Summit and provided advice to State Ministers on the need for and key elements of A National Affordable Housing Agreement. The Fellows presented their proposals to a The Dunstan Fellows Forum, held on the 6th June. The Hon. Jay Weatherill, Minister for Housing also spoke at the forum, as did a number of distinguished panellists. The Forum was attended by leading experts from industry, government, community groups and universities. The Fellows stressed that the lack of affordable housing was a major national problem for lower-income people and increasingly for middle-income workers in the larger cities. Regional centres were also experiencing difficulties, new workers not being able to find affordable housing and long standing residents being forced to leave by rising prices. The Fellows called for major reforms at all levels, with the centrepiece being a National Affordable Housing Agreement aimed at strengthening public housing, greatly expanding low-rent housing run by non-profit organisations, and providing more effective home purchase assistance. More investment-at least \$1billion per year- in low-cost public and private housing was seen to be imperative. Affordable rental housing accessible to jobs and services was seen as a key to Australia's future development. Professor Pocock highlighted the considerable impact of housing stress on work and families. She pointed out that many younger couples believed that housing costs made it impossible or irresponsible for them to begin having children. The Minister, the Hon. Jay Weatherill Minister Weatherill said that affordable housing was central to the well being of the community. He supported many of the initiatives being proposed by the Dunstan Fellows and would take them to the next meeting of housing ministers.

All policy levers needed to be examined and the most effective brought into play. In SA, the government had allocated \$145m to implement its State Housing Plan, including low interest loans to support purchases. There is also a 15% target of affordable housing in new housing estates.

· ***Dunstan Fellows Neighbours Program***

The Neighbours program continued under the leadership of Professor Julian Disney and under the sponsorship of the Myer Foundation. A number of non government organisations is continuing a program of visits to Indonesia and Malaysia and the community component of the annual Indonesia Update held at the Australian National University is now embedded.

· ***Aboriginal Employment in the South Australian Public Sector***

The Foundation received two Expressions of Interest in conducting the Aboriginal Employment in the Public Sector Project. A selection Panel comprising Mr Bill Cossey, Ms Marsha Upphill (Principal Consultant Indigenous Employment, Office of Public Employment), Professor Roger Thomas and Mr George Lewkowicz awarded the project to the Australian Institute for Social Research's team, comprising Assoc. Professor John Spoehr and Dr Kate Barnett. The team has extensive experience in research and consultancy work on government programs, human resources management and social policy. A reference group drawn from the Commissioner for Public Employment's Indigenous Employment Coordinating Committee and representatives of the Foundation's Board of Management was established to guide the team.

The team has been charged with recommending creative strategies to address barriers to Aboriginal employment and to report by the end of 2006.

· ***State of South Australia***

Authors have been invited to prepare short pieces identifying new developments/trends and issues in relation to their area of interest in the context of South Australia's Strategic Plan and other key policy settings. The State Government, South Australia's Strategic Plan Progress Report 2006 on the implementation of the Strategic Plan was published in early July and contributors have been asked to situate their updates with that in mind.

· ***WorkChoices Impact***

Ms Anne Burger, Project Officer with extensive industrial relations experience, completed a 30-page paper, summarising key literature on the impact of the new Australian WorkChoices Legislation. The paper addresses key issues to be taken up in broader research and touched on the reaction of other states. The Paper will be discussed

with expert staff from other universities. Assoc. Professor John Spoehr has commissioned an editor to draft a suitable Dunstan Paper. The project may also expand to monitor and report on the impact of the new arrangements on SA employees, employers and the local economy

· ***Corporate Social Responsibility***

The Foundation is keen to contribute to the advancement of corporate social responsibility (CSR) in Australia. Adjunct Assoc. Professor Ray Broomhill has been commissioned to provide a literature review on CSR and the requirements of its genuine adoption in business practice. The review will be published as a Dunstan Paper. Staff of the Foundation is also examining the application of audit instruments used in assessing the status of the social component of CSR and the legal obligations of company directors.

· ***South Australian Policy Online***

The SAPO website of SA government reports and South Australian-oriented books and articles continues to be an example of successful collaboration between the universities and the State Government. Opportunities for expanding the major partners will be followed up with non-government organisations, business and local government. The SAPO project team's recent assessment of SAPO use showed that the site was regularly used by government policy and research staff, with scope for increased take up by academic staff. The SAPO archive will be enhanced by the addition of academic research in progress. Further enhancements will be supported by linkages with the Australian Policy On-line website. Respondents to a recent survey highlighted four key areas for development:

- Research resources, including links to databases such as the ABS, links to grant funding sites, and tools to develop data indicators and suites of indicators
- Policy resource, including tools for policy development and case studies
- PhD research, and
- A vehicle of policy discussion

The web site address is www.sapo.org.au.

· ***Don Dunstan History Project***

The Project's Steering Group involving the University of Adelaide, Flinders University, the Foundation, EDS Australia, the State Library, and the SA History Trust submitted a second submission in November but unfortunately the application for funding was unsuccessful.

A record of interviews with Mr Elliot Johnson QC, Mr Bob Bakewell former Permanent Head of the Premier's Department, the Hon. Len King, former Attorney General in the Dunstan Cabinet and Mr Clyde

Cameron former unionist and Federal Labor Minister. The interviews were deposited with the State Library and Flinders University. The Project Steering Group will be considering ways of advancing the Project. The main components 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, and a collection of independent analyses on different aspects of Don Dunstan's life and activities. 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.

- ***Public advocacy Guide***

Initial work has been undertaken on the development of an "Advocacy Guide", intended for use by community- based organisations and individuals, who are interested in working for constructive change for community benefit. The guide will comprise four sections. The first section will summarise a generic advocacy process to achieve a specific community objective. Section 2 will provide greater detail about the details and values of elements of advocacy processes while Section 3 will focus on internal support and development for advocating groups. The final section will provide a number of advocacy case studies giving clear summaries of advocacy processes from local community to international experiences. The drafting of the guide is intended to be completed over the next 18 to 24 months and is being led by Mark Henley, Uniting Care Wesley. The Executive Director is a member of the Steering Group.

- ***Making Future Tracts***

The collaboration between the Foundation, Mr Max Dumais's Aheadofthegame Consulting Services, the Department of Education and Children's Services, the Office for Youth and VivaSA completed its program of "thinking sessions" involving local young thinkers, local business people and community leaders. The last two workshops were on Corporate Social Responsibility and Life Long Learning. The results of the workshops are available on the Foundation's website.

- ***Gender Indicators Online***

Ms Rosslyn Cox contributed to the project commissioned by the Department of the Premier and Cabinet and the Office for Women to inform gender sensitive public policy development and evaluation in South Australian in the context of the SA Strategic Plan.

- ***Youth and drugs in schools documentary***

The DECS school offered support for the project was not able to follow through owing to a change in suitable staff.

- ***Australian Institute for Social Research, The 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 has contributed to the development of the Institute's Business Plan. The Foundation and the Institute have collaborated on a number of projects and events, including the State of South Australian Conference and associated publication, The State of South Australia, the Aboriginal Employment Project, the Industrial Relations Project and the Public Private Partnerships Project with Mr Dexter Whitfield.

· ***Support for Mr Ogjen Simic, student, Bradford College***

The Foundation contributed to travel costs for Mr Simic's attendance at the United Nations sponsored The Hague International Model United Nations (THIMUN) Youth Assembly Conference at the Hague 2005 with its theme of human rights. Mr Simic will speak at the 2006 Don Dunstan Human Rights Oration.

· ***Dunstan Papers***

The Foundation published the first of a series of Dunstan Papers, Professor Julian Disney, Equal Opportunity at Home and Abroad in April. The second Paper, Dr Peter Strawhan, Reflections on Don Dunstan's Cultural and Culinary Journey will be published in July. The third paper will be based on the Dunstan Fellows Affordable Housing for Australian Families project and the fourth, a commissioned paper by Mr Julian Burnside QC on the Australian Government's new terrorism/sedition laws.

The Editors of the Papers are Dr Lionel Orchard, Board member and Flinders University public policy academic and Dr Sophia Matiasz. The editors are advised by an Editorial Board with the following membership:

- Hon Neal Blewett AC
- Mr Murray Bramwell, Flinders University
- Professor Julian Disney, University of New South Wales
- Associate Professor Carol Johnson, University of Adelaide
- Professor Alison MacKinnon, University of South Australia
- Ms Gay Thompson MP, South Australian Parliament
- Senator Penny Wong, Australian Parliament

Foundation Partners

- University of Adelaide

The University of Adelaide supported the Don Dunstan Foundation through funding of the position of Business and Development Manager and the Foundation's operating infrastructure. Professor Mike Innes and Associate Professor John Spoehr continued as members of the Board of Management.

- Flinders University of South Australia

Flinders University supported the Don Dunstan Foundation through the continued involvement of Ms Michele Slatter and Dr Lionel Orchard as Board members and contributors to Don Dunstan Foundation activities.

- State Government

The State Government funded the position of Executive Director.

Foundation partners on forums, conferences and projects have included the State Government of South Australia, The University of Adelaide, Flinders University, Centre for Labour Research and the Australian Institute for Social Research, both at the University of Adelaide, EDS, 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, Thorn Park Country House, 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. The Queensland University of Technology was also a major donor.

Scholarships

The Foundation continued its support to the Smith Family's Learning for Life Scholarship.

The Foundation continued to make available the Don Dunstan Indigenous Anangu Pitjanjatjara Scholarship at Wilto Yerlo, University of Adelaide.

The Regency International Centre TAFE SA now hosts the Don Dunstan Foundation Regency International Centre TAFE SA Cookery Scholarship.

Friends Activities

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

The Foundation has agreements with the Centre for Public Policy, The University of Melbourne and the Victorian Australian Fabian Society to hold events from time to time.

The Queensland group of friends held 3 events in the second half of 2005.

The Foundation has links with the Evatt Foundation, the Brisbane Institute and New Matilda.

Marketing, Public Relations and Fundraising

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

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 for the past 12 months.

Subscriptions

As at the 30th June 2006, there were 342 Foundation Subscribers

Subscriptions = 342

Individual = 221

Household = 107

Corporate Premium = 1

Corporate = 8

Not For Profit = 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 3 Bulletins since 1 July 2005.

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.

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 30th June 2006, 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 Gregory John Crafter
- Ms Bronwen Vivien Dohnt
- Professor James Alexander McWha (Vice Chancellor, The University of Adelaide, ex officio member)
- Professor Anne Rosalie Edwards (Vice Chancellor, Flinders University, ex officio member)
- Mr William Raymond Cossey AM

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 \$1,170 (2005 \$41,161).

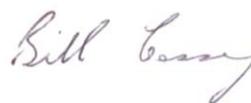
Trustees' Benefits

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
INCOME STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

	Notes	2006	2005
		\$	\$
Revenue	3	370,901	344,481
Salaries and Associated Expenses		-23,833	-32,213
General Office & Administration expense		-14,681	-17,712
In-Kind Expenses	4	-264,286	-252,006
Publicity and Promotions expenditure		-23,314	-25,401
Funding Expenses	4	-12,364	-18,448
Project and Event Expenditure		-27,042	-39,492
Merchandise Expenditure		-5,541	0
Other Expenditure		-1,010	-370
		<hr/>	<hr/>
Loss before income tax		-1,170	-41,161
Income tax expense	5	0	0
		<hr/>	<hr/>
Loss from operations		<u>-1,170</u>	<u>-41,161</u>

THE DON DUNSTAN FOUNDATION
BALANCE SHEET AS AT 30 JUNE 2006

	Notes	2,006	2005
		\$	\$
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	7	9,584	4,190
Investment – University of Adelaide – Composite Fund		<u>251,924</u>	<u>260,000</u>
Trade and other receivables	8	<u>16,660</u>	<u>15,615</u>
TOTAL CURRENT ASSETS		278,168	279,805
NON CURRENT ASSETS			
Property plant & equipment	9	<u>5,962</u>	<u>7,140</u>
TOTAL NON CURRENT ASSETS		5,962	7,140
TOTAL ASSETS		<u><u>284,130</u></u>	<u><u>286,945</u></u>
CURRENT LIABILITIES			
Trade and other payables	10	<u>16,795</u>	<u>18,440</u>
TOTAL CURRENT LIABILITIES		16,795	18,440
TOTAL LIABILITIES		<u><u>16,795</u></u>	<u><u>18,440</u></u>
NET ASSETS		<u><u>267,335</u></u>	<u><u>268,505</u></u>
EQUITY			
Retained earnings		268,505	309,666
Current earnings		<u>-1,170</u>	<u>-41,161</u>
TOTAL EQUITY		<u><u>267,335</u></u>	<u><u>268,505</u></u>

THE DON DUNSTAN FOUNDATION
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2006

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2004	309,666	309,666
Loss	<u>-41,161</u>	<u>-41,161</u>
Balance at 30 June 2005	<u>268,505</u>	<u>268,505</u>
Loss	<u>-1,170</u>	<u>-1,170</u>
Balance at 30 June 2006	<u>267,335</u>	<u>267,335</u>

THE DON DUNSTAN FOUNDATION
CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2006

	Notes	2006 \$	2005 \$
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers		67,156	87,970
Payments to suppliers and employees		-115,861	-131,729
Interest received		42,013	7,307
GST returned by the ATO		4,010	686
Net cash provided for (used in) operating activities	11	<u>-2,682</u>	<u>-35,766</u>
CASH FROM INVESTING ACTIVITIES			
Purchase of property plant and equipment		0	-1,255
Redemption/(purchase) of investments		<u>8,076</u>	<u>-260,000</u>
Net cash used in investing activities		<u>8,076</u>	<u>-261,255</u>
Net increase/(decrease) in cash held		5,394	-297,021
Cash at beginning of year		<u>4,190</u>	<u>301,211</u>
Cash at end of year	7	<u><u>9,584</u></u>	<u><u>4,190</u></u>

THE DON DUNSTAN FOUNDATION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE
2006

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 Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

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 Don Dunstan Foundation has prepared financial statements in accordance with the Australian equivalents to International Financial Reporting Standards from 1 July 2005.

In accordance with the requirements of AASB 1: The first time adoption of Australian equivalents Australian equivalents to International Financial Reporting Standards, adjustments to the accounts resulting from the introduction of AIFRS have been applied retrospectively to 2005 comparative figures excluding cases where exemptions available under AASB 1 have been applied.

These accounts are the first financial statements of the Don Dunstan Foundation to be prepared in accordance with AIFRS.

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.

Reconciliations of the transition from previous Australian GAAP to AIFRS have been included in Note 2 First time adoption to AIFRS to this report.

The financial report has been prepared on an accrual basis and is based on historical costs modified by the revaluation 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

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.

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 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%.

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 assets fair value less costs to sell and value-in-use, is compared to the assets 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.

e. 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. The Executive Director who is employed by the Government of South Australia has his entitlements met by the Government of South Australia.

f. Cash and Cash Equivalents

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

g. 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.

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.

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

h. 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 undisclosed as operating cash flows.

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

Note 2: First time Adoption of Australian Equivalents to International Financial Reporting Standards

The Board is of the opinion that there are not any significant differences in the Foundation's accounting policies that have arisen from the adoption of AIFRS.

Note 3: Revenue

	2006	2005
	\$	\$
Operating Activities		
- Donations income	19,165	19,758
- Subscription income	11,774	7,833
- interest received	50,513	13,807
- Project and event income	13,411	43,204
- Merchandising income	966	2,842
- Other income	10,786	5,031
- In-kind income	264,286	252,006
	<u>370,901</u>	<u>344,481</u>

Note 4: Loss

	2006	2005
	\$	\$
Significant expenses of the Income statement		
Funding expenses – scholarships and sponsorships	12,364	18,447
In Kind expenses		
- University of Adelaide	119,500	114,000
- Government of South Australia	144,786	138,006

Note 5: 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 6: Auditor's Remuneration

	Notes	2006 \$	2005 \$
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		2,200	2,200
		<u>2,200</u>	<u>2,200</u>

Note 7: Cash and Cash Equivalents

	Notes	2006 \$	2005 \$
Cash on hand		200	200
Cash at bank		<u>9,384</u>	<u>3,990</u>
		<u>9,584</u>	<u>4,190</u>
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the balance sheet as follows:			
Cash and cash equivalents		<u>9,584</u>	<u>4,190</u>

Note 8: Trade and Other Receivables

	Notes	2006	2005
		\$	\$
Event income on Invoice		698	7,302
Refunds on GST from the ATO		962	1,813
Interest receivable		15,000	6,500
		<u>16,660</u>	<u>15,615</u>

Note 9: Property Plant and Equipment

	Notes	2006	2005
		\$	\$
Office Equipment			
At Cost		8,919	8,919
Accumulated Depreciation		-2,957	-1,779
		<u>5,962</u>	<u>7,140</u>

Movement in carrying amounts

	Office Equipment \$
Balance at the beginning of the year	7,140
Additions	0
Disposals	0
Depreciation expense	-1,178
Carrying amount at the end of the year	<u>5,962</u>

Note 10: Trade and Other Payables

	2006	2005
	\$	\$
Trade Creditors	10,595	8,854
PAYG Liabilities and WorkCover	0	65
Accruals	2,200	7,521
Scholarships	4,000	2,000
	<u>16,795</u>	<u>18,440</u>

Note 11: Cash Flow Information

	2006	2005
	\$	\$
Reconciliation of Cash Flow from Operations with Loss from Operations		
Loss after tax	-1,170	-41,161
Cash flows excluded from loss attributable to operating activities		
Non-cash flows in loss:		
- Depreciation	1,178	1,745
Changes in assets and liabilities:		
(Increase)/decrease in receivables	-1,897	-2,854
Increase/(decrease) in payables	-793	6,504
Net cash provided in/(used in) operating activities	<u>-2,682</u>	<u>-35,766</u>

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 2006, the Foundation had the following pledged donations, which it has not brought to account:

	Within 1 year \$	After 1 year \$	Total \$
Pledged donations	<u>9,550</u>	<u>21,725</u>	<u>31,275</u>

Note 13: 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	
	2006	2005	2006	2005
	%	%	\$	\$
Financial Assets:				
Cash and cash equivalents	0.50%	0.50%	9,584	4,190
Investment - University of Adelaide - Composite Fund	5.00%	5.00%	<u>251,924</u>	<u>260,000</u>
			<u>261,508</u>	<u>264,190</u>
Financial Liabilities:				
Payables	0%	0%	-	-

NOTE – The Composite Fund with the Adelaide University 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 balance sheet at amounts that approximate their net fair values.

Note 14: Trust Details

The principal place of business of the Foundation is:

Level 3
10 Pulteney Street
THE UNIVERSITY OF ADELAIDE SA 5005

The Foundation's 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 15: Economic Dependency

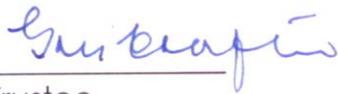
The University of Adelaide had incurred rental and staffing costs on behalf of the foundation. Since May 2003 the Executive Officer position has been provided by the Government of South Australia. If it were not for these gifts in-kind the Foundation would find it difficult to maintain its current level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

DECLARATION BY THE TRUSTEES
THE DON DUNSTAN FOUNDATION

The Trustees declare:

- (a) that the financial report presents fairly the financial position of the Don Dunstan Foundation as at 30 June 2006 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

Date: 6/12/06


Trustee

Date: 21/11/06



EdwardsMarshall

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

SCOPE

The financial report and trustees' responsibility

The financial report comprises the balance sheet, income statement, statement of changes in equity, cash flow statement, 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 2006.

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.

Angas House, 4 - 8 Angas Street
Kent Town, South Australia 5067
GPO Box 2163 Adelaide SA 5001
DX 240 Adelaide
Telephone 08 8139 1111
Facsimile 08 8139 1100
info@edwardsmarshall.com.au
edwardsmarshall.com.au

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 FCA
Angelo R Piantadosi FCA
Grantley W Stevens CA

Senior Employees

Kym C Davis CA
Paul A Dutton CA
Belinda C Goedecke FCA
Karen R Gregor CA
Karina L McLauchlan CA
Leanne E Thomas CA
Carly Thornton CA
Martin D White 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 2006, 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 8/12/06