



# Annual Report 2012/13

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**VISION:**

A strong, united and sustainable civil society working collaboratively for climate action in Australia

**MISSION and PURPOSE:**

Our mission is to create stronger, more confident and trusting working relationships among the CANA members from different parts of civil society.

We do this by initiating, facilitating and coordinating collaborative efforts by member groups in order to strengthen their collective contribution towards climate action at both a national and international level. CANA is a transparent, accountable and sustainable organisation.

CANA adds value to the efforts of civil society organisations working on climate change in Australia by enabling member groups to work together in key areas and by facilitating the pooling of resources (including knowledge, funding and staff) to achieve joint outcomes.

CANA is a network of over 70 Australian non-government groups working for action on climate change. It is the Australian national node of Climate Action Network International.

**STRATEGIC APPROACH**

CANA's approach to reaching its mission is concentrated on helping our membership cooperate towards common objectives using complementary strategies and tactics. We will provide the space, facilitation and energy behind collaborative and shared campaign and policy work in order to reach these common objectives.

Nationally, CANA will ensure that between 2013 and 2018, the membership are supported and informed to play an active role in advocating for the implementation of climate-related policies.

Internationally, CANA will continue to coordinate and facilitate the engagement of CANA member groups within the Australian NGO delegation at international climate negotiations of the United Nations Framework Convention on Climate Change.

**What will CANA aim to do?**

Goal 1: CANA's members have access to information they need to campaign effectively to tackle climate change.

Goal 2: CANA's members have the skills and understanding they need to succeed in their campaigns.

Goal 3: Successful collaboration between CANA's members, and with external stakeholders, adds value to campaigns and leads to improved outcomes.

Goal 4: CANA members effectively influence international climate negotiations, and help maximise Australia's contribution to a strong international agreement.

Goal 5: CANA is a sustainable organisation

## **How will CANA achieve these goals?**

CANA will engage and work with our diverse membership to advance our member's collective contribution towards a safe climate and a clean energy future.

### **Goal 1: CANA's members have access to information they need to campaign effectively to tackle climate change.**

Objective 1.1 Timely and relevant information is provided to CANA's members on topics which will assist their campaigns

Objective 1.2 Information provided to CANA's members - through e-lists, member updates, the website and social media can be readily accessed after initial distribution.

Objective 1.3 CANA's annual conference for member organisations increases awareness and understanding of issues relevant to climate action campaigns and creates connections between members and informed sources.

### **Goal 2: CANA's members have the skills and understanding they need to succeed in their campaigns.**

Objective 2.1: CANA members improve their skills and understanding on relevant issues through events and activities facilitated by CANA.

Objective 2.2: CANA's annual conference provides opportunities for members to expand and refine their skills and knowledge

Objective 2.3: CANA members are provided with opportunities to connect, build support networks and have better understanding of each other's work.

### **Goal 3: Successful collaboration between CANA's members, and with external stakeholders, adds value to campaigns and leads to improved outcomes.**

Objective 3.1: CANA members collaborate through project or issue specific working groups in order to add value and improve outcomes. The wider membership remains appropriately informed on working group activities.

Objective 3.2: CANA members coordinate on relevant policy issues to assist effective campaigning and increase impact, facilitated by CANA and its processes and agree common positions and priorities where it is beneficial and appropriate.

Objective 3.3: CANA members coordinate on messages and strategies on relevant projects or issues, facilitated by CANA and its processes and agree common positions where it is beneficial and appropriate.

Objective 3.4: CANA members are supported in their efforts to engage and influence politicians on climate related issues.

Objective 3.5: CANA members are aware of broader civil society alliances and partnerships, are informed about their relevant activities and how to connect to them.

### **Goal 4: CANA members effectively influence international climate negotiations, and help maximise Australia's contribution to a strong international agreement.**

Objective 4.1: CANA coordinates and maintains our members' successful engagement with the international negotiations, including engagement and collaboration with CAN-I and the Australian Government.

### **Goal 5: CANA is a sustainable organisation**

Objective 5.1: CANA's financial and governance reporting systems and processes provide sufficient information to manage and govern the organisation effectively.

Objective 5.2: CANA funding meets its needs through the collection of membership fees, grant seeking and other fundraising activities

Objective 5.3: CANA's members are appropriately informed about and engaged in the effective governance of the network.

Objective 5.4: CANA is a rewarding place to work and is an organisation which encourages fairness, worker participation and workplace democracy and operates a safe and healthy office environment

Objective 5.5: CANA works in ways that minimise natural resource use.



## President's Report

In the wake of the September 2013 Federal Election, we have a new Coalition Government led by Tony Abbott. While the new government remains committed to reducing Australia's emissions by 5% between 2002 and 2020, it has quickly set about dismantling the climate action architecture established by the previous Labor Government. Having worked so hard over the years to get this architecture in place, many CANA members are no doubt dismayed by this turn of events.

Yet much remains uncertain and the climate action movement is not powerless to influence the decisions that lie ahead. The removal of carbon pricing and the closure of the Climate Change Authority and Clean Energy Finance Corporation require legislative approval and there will be numerous opportunities to put pressure on the new government. There will also be opportunities to influence the Coalition's Direct Action Plan to ensure that it delivers the best possible outcomes for our climate, and to fight for the retention and expansion of the Renewable Energy Target. A strong climate action movement that can hold the Abbott Government accountable on these issues is more important than it has ever been.

I have been heartened by the public response to the closure of the Climate Commission. Within days, the crowd-funded Climate Council rose from the ashes of the Climate Commission and continued to pursue its mission of providing an independent, user-friendly source of information on climate science. The speed of the public response shows that there is still great concern about climate change in the community, which the climate action movement needs to harness in the years ahead.

Paradoxically, the election of a Coalition Government can be seen as an opportunity for the climate action movement. If you believe, as I do, that real climate action in Australia requires a bipartisan approach, then we now have a golden opportunity to convince the Coalition that strong action on climate change is critical. There is nowhere to hide when you're in government.

I have been really proud of the role CANA took in the months leading up to the Federal election. We were extremely fortunate to have Merryn Redenbach join CANA as Campaigns Coordinator ahead of the election. Merryn's work on the 2013 CANA Conference, on building the capacity of CANA members to work on election issues and on getting out updates to members in the weeks before the election was outstanding and much appreciated. Merryn has moved on to Doctors for the Environment Australia and we look forward to the great work she will no doubt be involved in there. Thanks Merryn!

We have recently welcomed back a familiar face – former CANA Director Julie-Anne Richards – to assist with CANA's international work in the lead up to the next United Nations Conference of the Parties in Poland. It's great to have Julie-Anne back at CANA, even just temporarily.

CANA's existing staff – Director Anna Malos and Administrator Annette Mayne – have again worked incredibly hard to support members and facilitate diverse network events. Since coming into the role last year, Anna has really helped CANA to refocus on its strategic objectives, most notably through the process of revising CANA's Strategic Plan. I would like to thank both Anna and Annette for their wonderful contributions to CANA. Annette will be scaling back her role with CANA so I would like to particularly thank her for her commitment to keeping CANA running over the years.

The CANA Steering Committee has seen some changes during the past year. Imogen Zethoven, Jessica Lerch and Mahalath Halperin stepped down at the 2012 Annual General Meeting, and Claire Maries resigned recently. New members of the Steering Committee include Jill Finnane from the Edmund Rice Centre, Phil Bradley from ParraCAN and Carolyn Ingvarson from Lighter Footprints, who has also taken on the Secretary role and offered lots of voluntary support to Anna. My thanks to all the Steering Committee members that have helped to guide CANA during the year for giving up their time for this important cause.

As I write this on a spring afternoon, the temperature in Sydney has just climbed above 37 degrees. One thing is abundantly clear, climate change is not going away. The Australian climate action movement needs to work together to keep all sides of politics accountable for responding to the climate crisis. I believe CANA has a strong role to play in supporting our movement and I look forward to your support in the year ahead.

**Chris Riedy - CANA President**



## Director's Report

Writing this as I do – after the Federal election – we're in a very different political world to the one this annual report is about. To say the least, it's been a very mixed year.

### Australia's carbon laws are working – but now at risk

The mix of our carbon legislation - the price on carbon and the renewable energy target are reducing Australia's emissions. Carbon pollution dropped by nearly 8% from the National Energy Market (covering a bit less than a third of our emissions). That's almost 12 million tonnes less pollution due to reduced energy demand and cleaner generation. And renewable energy generation is on the rise – both large scale (mostly wind), but also due to a massive uptake of roof-top solar – which hit 1 million households during the year and continues to rise.

CANA members worked hard to communicate a delicate balance. These policies do not create strong enough action – with the default emissions target set at only 5% by 2020. But they are an effective mechanism for a way forward. They limit the level of carbon pollution, set a price on that pollution, and a process to reduce the limit. And they incentivise renewable energy, energy efficiency and emissions reductions.

Going forward we know these policies are at risk. The Coalition has sworn to repeal the carbon laws and review the Renewable Energy Target – but also to meet the 5% reduction target by domestic action alone. The movement will be doing all it can to make it clear: the majority of Australians want stronger action on climate. We must make it even clearer: if we don't act now the cost of inaction is unthinkable – for people and the planet. Report after report shows this without doubt.

### Coal and gas

This year we saw the start of the turning of the coal mining super-tanker in Australia. Even conservative organisations like the World Bank publically acknowledged that the majority of coal and gas reserves need to be left in the ground, if we are to avoid dangerous climate change. Thanks to the hard work of activists and others, the mix of increased awareness of risk, declining returns, and environmental concerns have meant delays for new coal mines and infrastructure alike. And this has mirrored the picture abroad. In countries as disparate as the US and China, we've seen the start of the momentous shift of awareness: generating power from coal is not worth it. And the groundswell of opinion against unconventional gas extraction is loud and strong – people in the regions understand that it's not just the climate that is at risk – but also all aspects of their land and water.

The vested interests are fighting back and again the political environment of the States and federally are not in our favour. But that has not stopped activists winning before and won't now!

### CANA's conference

Always a good place for cross-section of our members to network and discuss ideas, CANA's conference linked up 90 participants from 40 of our members. CANA's conference this year had a focus on skills development and knowledge sharing – as well as planning for the Federal election and how best to collaborate. Conference was a great chance to look at where the action is – at home and abroad – especially with the additional public lecture on international . Conference also kicked off CANA's support for members on election issues –building skills and communicating who was doing what – with particular thanks to Merryn Redenbach for this project.

### International negotiations

Last year's talk in Doha were the classic case of just enough to keep negotiations on the rails, but nowhere near enough for what our climate requires. The talks negotiated a new phase of the Kyoto Protocol – our only multi-national treaty on climate change that acts as an important framework for aspects of the comprehensive treaty being negotiated at present.

This year may see the return Australia to countries of shame. Whilst the Coalition has stated that they have the same conditions for strengthening our emissions cuts, this sits alongside threats to roll-back climate policy, there's uncertainty on renewable energy and no commitments on climate finance. CANA will make the most of peer pressure within the UN talks to try and lift Australia's game. And there's good examples set – strong emissions standards for new coal stations the US and China's new raft of measures, including carbon pricing.

### **Changes at CANA**

Alongside myself and Annette, we had the very able assistance of Merryn to support members in their election campaigns. Merryn's project finished with the election and she is now doing excellent work with Doctors for the Environment Australia. And as Chris - CANA President – mentions, we're calling on Julie-Anne Richard's expertise to support our international work at least through the next UN talks in Poland.

***Anna Malos - CANA Director***



## **CANA Governance and Membership 2012/13**

### **CANA Steering Committee**

The CANA steering committee (SC) is primarily responsible for the governance of CANA, not its operations. It is responsible for approving the organisation's mission and strategic direction, its budget and its major financial affairs, its policies on governance, management, and program implementation. It does not set specific policy direction on climate change.

The SC is responsible for providing support and direction to the Director and, where appropriate, other CANA staff. The Director is responsible for the operational management of the organisation. The Director may delegate tasks to other staff, but remains accountable to the SC for his/her performance. The SC includes the following current and retired members:

- **President- Chris Riedy**, Research Director - Institute for Sustainable Futures
- **Secretary- Carolyn Ingvarson**, Lighter Footprints
- **Treasurer- Ian McGregor**, Climate Action Sydney Eastern Suburbs
  
- **Public Fund Committee Members:**
  - **Chris Riedy**, Research Director - Institute for Sustainable Futures
  - **Ian McGregor**, Climate Action Sydney Eastern Suburbs
  - **Duncan Jinks** - Climate Action Newcastle
  
- **Ordinary Committee Members**
  - **Kellie Caught** - Climate Program Manager, WWF Australia
  - **Duncan Jinks** –Climate Action Newcastle
  - **Jill Finnane** - Pacific Calling Partnership, Edmund Rice Centre
  - **Phil Bradley** - ParraCAN

Members of the committee who retired since the last AGM:

- **Jessica Lerch** – Climate Change Campaigner - The Wilderness Society
- **Claire Maries** - Campaigner, Climate Change Program - Australian Conservation Foundation
- **Imogen Zethoven** - Director, Coral Sea Campaign, Global Ocean Legacy - Pew Environment Group
- **Georgina Woods** - Greenpeace

The Steering Committee started 2013 with a one-day strategic planning session for CANA, in order to set the direction for CANA for the year. The staff give their thanks to the Steering Committee for their commitment to CANA, and for providing CANA staff with help, guidance and support.

### **CANA staff 2012/13**

CANA Director  
CANA Campaigner  
CANA Administrator

**Anna Malos**  
**Merryn Redenbach** (March - September 2013)  
**Annette Mayne**

## **CANA Member Organisations**

CANA's current members are listed below. CANA welcomes the addition of new member organisations (*marked in italics*) since July 2012. This has further expanded CANA's diversity into the sectors described below.

### **Environment and Climate Organisations (international)**

- Climate Action Network - International
- Greenpeace Australia Pacific
- WWF - Australia

### **Environment Organisations (national)**

- Australian Conservation Foundation
- *Australian Forests and Climate Alliance*
- Climate and Health Alliance
- National Toxics Network
- The Climate Institute (Assoc. Member)
- *The Sunrise Project*

### **Environment, Human Rights and Youth Organisations**

- 350.org Australia
- Australian Youth Climate Coalition
- GetUp!
- *Global Voices*
- Sustainable Population Australia

### **Aid and Development Organisations**

- ActionAid
- CARE Australia
- Oxfam Australia
- Tear Australia
- World Vision Australia

### **Labour unions**

- United Voice

### **Faith-based Organisations**

- Australian Religious Response to Climate Change
- Catholic Earthcare Australia
- Edmund Rice Centre
- Sisters of the Good Samaritan
- Uniting Church, The Justice and International Mission

### **Renewable Energy and Energy Efficiency Organisations**

- Moreland Energy Foundation
- *CORENA (Citizen's Own Renewable Energy Network Australia)*

### **Legal and Research Organisations**

- Climate Justice Program
- Institute of Environmental Studies, University of NSW
- Institute for Sustainable Futures, University of Technology Sydney (Assoc. Member)
- SEARCH Foundation (Social Education and Research Concerning Humanity)



### **Environment Organisations (state-based)**

- Conservation Council of South Australia
- Conservation Council of Western Australia
- Environment Tasmania
- Environment Victoria
- Nature Conservation Council of NSW
- Queensland Conservation Council

### **Environment Organisations (regional)**

- Cairns and Far North Environment Centre
- North Coast Environment Council
- North Queensland Conservation Council

### **Environment and Climate Organisations (grassroots)**

- 100% Renewable Energy Campaign
- Ballarat Renewable Energy and Zero Emissions Inc (BREAZE)
- Bathurst Climate Action Network
- Climate Action Hobart
- Climate Action Monaro
- Climate Action Newcastle
- Climate Action Newtown
- Climate Action Sydney Eastern Suburbs (CASES)
- Climate Action Tomaree
- Climate Action Now Wingecarribee
- Climate Change Australia
- Climate Change Balmain Rozelle
- Climate Emergency Network
- Darebin Climate Action Now
- *Green Music Australia*
- Lake Macquarie Climate Action
- Lighter Footprints
- L.I.V.E. (Local's Into Victoria's Environment)
- Mackay Conservation Group
- Mount Alexander Sustainability Group
- Orange Climate Action Now
- Parramatta Climate Action Network (ParraCAN)
- Quit Coal
- Rising Tide Newcastle
- *Sustainable Living Armidale*
- Wodonga and Albury Towards Climate Health (WATCH)

### **CANA's office accommodation**

The WWF Sydney office relocated in June 2013 to an accredited 5 Green Star rated premises and allocated space for CANA staff and storage in their fabulous new work space. Since July 2012, the Australian Conservation Foundation in Melbourne has provided office space for CANA staff. We are grateful for the ongoing support of these two organisations in hosting CANA staff.



## Treasurer's Report

### Summary

2012-13 has been another successful year for CANA as it continues to play a key role among the many organisations concerned about the failure our governance systems to effectively address climate change either in Australia or internationally.

In 2012-13, however, CANA failed to cover its costs from membership fees, grants and other income sources and recorded a significant deficit for the year of almost \$23,000. The deficit of the association for the financial year after providing for income tax amounted to **-\$22,831** (2012: (surplus) \$ 7,927).

### Income

Membership fees showed a substantial decline to \$71,483 from \$80,253, partly due to the loss of a large member organisation and member groups seeking reduced fees due to financial constraints. Throughout the year, membership numbers fluctuated, with 7 members not renewing membership, but 6 new groups joining. Those new groups, however, were mostly smaller organisations that paid the minimum CANA membership fee. CANA received grants totaling \$9,000 which was the same as the previous year's grant income of \$9,000.

Other income consisted of conference and workshop registrations totaling \$10,851 (down from previous year of \$15,115) and donations and sponsorship of \$15,130 (down from previous year of \$19,280). We are extremely grateful for the donations and sponsorships which have helped reduce our deficit for this year and contributed to a small surplus the previous year. Interest income also fell substantially due to much lower interest rates and lower bank balances (\$608 compared with \$6,774 in the previous year).

### Expenses

The main expenses are salaries and entitlements, superannuation and workers' compensation, totaling \$108,455. This is higher than the previous years' expenses for these which were \$91,182. This was due to funding being received of \$12,500 (included in sponsorships and donations) to employ a part-time election campaign coordinator.

Travel expenses (\$8,820) were higher than the previous year (\$6,004) due to resuming attendance at international COP and intersessional meetings, and additional domestic travel in relation to the election campaign.

### Cash position

CANA's cash balance of \$89,589 has fallen from \$105,139 at the end of 2012. The reported cash balance at the end of 2012 of \$125,884 included \$20,745 of unspent Price on Pollution campaign funds which were returned to The Climate Collaboration project.

CANA's retained earnings at 30 June 2013 are \$53,028 which represents approximately 6 months' operating expenses (comprising \$8,200 in employee expenses and \$200 in sundries).

*Ian McGregor - CANA Treasurer*

# **Climate Action Network Australia Incorporated**

66 661 626 104

**Financial Statements**

For the Year Ended 30 June 2013

# Climate Action Network Australia Incorporated

66 661 626 104

For the Year Ended 30 June 2013

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# Climate Action Network Australia Incorporated

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Committee's Report

30 June 2013

Your committee members submit the financial report of the association for the financial year ended 30 June 2013.

## 1. General information

### Committee Members

The names of committee members throughout the year and at the date of this report are:

Kellie Caught

Ian McGregor

Christopher Riedy

Claire Maries

Carolyn Invarson

(appointed 20th September 2012)

Georgina Woods

(appointed 20th September 2012)

Jill Finnane

(appointed 25th October 2012)

Phil Bradley

(appointed 21st February 2013)

Imogen Zethoven

(resigned 25th October 2012)

Mahalath Halperin

(resigned 20th September 2012)

Duncan Jinks

Jess Lerch

(resigned 20th September 2012)

### Principal Activities

The principal activities of association during the financial year were to formulate and promote policies; campaigns and projects to reduce Australia's greenhouse gas emissions to an ecologically sustainable level.

### Significant Changes

No significant change in the nature of these activities occurred during the year.

## 2. Operating Results and Review of Operations for the Year

### Operating result

The deficit of the association for the financial year after providing for income tax amounted to \$ (22,831) (2012: (surplus) \$ 7,927).

# Climate Action Network Australia Incorporated

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Committee's Report

30 June 2013

### 3. Other items

#### After balance date events

No matters or circumstances have arisen since the end of the financial year which significantly affected or could significantly affect the operations of the association, the results of those operations or the state of affairs of the association in future financial years.

Signed in accordance with a resolution of the Members of the Committee:

Committee Member: .....



Christopher Riedy

Dated this 10<sup>th</sup> day of October 2013

## Climate Action Network Australia Incorporated

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### Auditors Independence Declaration

#### To the Members of the Climate Action Network Australia Incorporated

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2013 there have been:

- (i) no contraventions of the auditor independence requirements as set out in the Australian professional ethical pronouncements in relation to the audit; and
- (ii) no contraventions of any applicable code of professional conduct in relation to the audit.

*Lower, Russell + Farr*

LOWER RUSSELL & FARR  
Chartered Accountants

  
T J Zammit  
Partner

Signed at Penrith NSW

Dated this *9<sup>th</sup>* ..... day of *October* ..... 2013

# Climate Action Network Australia Incorporated

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## Statement of Comprehensive Income

For the Year Ended 30 June 2013

		2013	2012
	Note	\$	\$
Conferences and Workshops	2	10,851	15,115
100% Renewables Campaign Income	2	105,000	-
Price on Pollution Campaign Income	2	-	338,376
Interest received	2	608	6,774
Donations and Sponsorship	2	15,130	19,280
Membership Fees	2	71,483	80,523
Grants Received	2	9,000	9,000
Employee benefits expense	3(a)	(108,455)	(91,182)
Depreciation and amortisation expense	3(a)	(31)	(532)
Price on Pollution 2011 Campaign Expenses	3(b)	-	(338,376)
100% Renewable Energy Campaign Expense	3(b)	(105,000)	-
Other expenses		(21,417)	(31,051)
<b>Surplus for the year</b>		<b>(22,831)</b>	<b>7,927</b>
<b>Other comprehensive income:</b>			
<b>Total comprehensive income for the year</b>		<b>(22,831)</b>	<b>7,927</b>

The accompanying notes form part of these financial statements.



# Climate Action Network Australia Incorporated

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Balance Sheet

30 June 2013

	Note	2013 \$	2012 \$
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	4	89,589	125,884
Trade and other receivables	5	21,235	514
<b>TOTAL CURRENT ASSETS</b>		<b>110,824</b>	<b>126,398</b>
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	6	61	92
<b>TOTAL NON-CURRENT ASSETS</b>		<b>61</b>	<b>92</b>
<b>TOTAL ASSETS</b>		<b>110,885</b>	<b>126,490</b>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	7	53,606	49,101
Annual leave provision	8	4,251	1,530
<b>TOTAL CURRENT LIABILITIES</b>		<b>57,857</b>	<b>50,631</b>
<b>NON-CURRENT LIABILITIES</b>			
<b>TOTAL LIABILITIES</b>		<b>57,857</b>	<b>50,631</b>
<b>NET ASSETS</b>		<b>53,028</b>	<b>75,859</b>
<b>EQUITY</b>			
Retained earnings		53,028	75,859
<b>TOTAL EQUITY</b>		<b>53,028</b>	<b>75,859</b>

The accompanying notes form part of these financial statements.

# Climate Action Network Australia Incorporated

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## Statement of Changes in Equity

For the Year Ended 30 June 2013

2013

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2012	75,859	75,859
Deficit for the year	(22,831)	(22,831)
<b>Sub-total</b>	<b>(22,831)</b>	<b>(22,831)</b>
<b>Balance at 30 June 2013</b>	<b>53,028</b>	<b>53,028</b>

2012

	Retained Earnings	Total
	\$	\$
Balance at 1 July 2011	67,932	67,932
Surplus for the year	7,927	7,927
<b>Sub-total</b>	<b>75,859</b>	<b>75,859</b>
<b>Balance at 30 June 2012</b>	<b>75,859</b>	<b>75,859</b>

The accompanying notes form part of these financial statements.

# Climate Action Network Australia Incorporated

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## Statement of Cash Flows

For the Year Ended 30 June 2013

	Note	2013 \$	2012 \$
<b>CASH FROM OPERATING ACTIVITIES:</b>			
Receipts from customers		\$ 105,232	\$ 79,555
Receipts from members		108,293	64,715
Receipts from grants		-	10,500
Donations received		860	7,018
Payments to suppliers and employees		(251,284)	(246,982)
Interest received		604	6,774
Net cash provided by (used in) operating activities	9(a)	<u>(36,295)</u>	<u>(78,420)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>			
<b>OTHER ACTIVITIES:</b>			
Net cash increase (decreases) in cash and cash equivalents		(36,295)	(78,420)
Cash and cash equivalents at beginning of year		125,884	204,304
Cash and cash equivalents at end of financial year	4	<u>\$ 89,589</u>	<u>\$ 125,884</u>

The accompanying notes form part of these financial statements.

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 1 Summary of Significant Accounting Policies

### (a) Basis of Preparation

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the Associations Incorporations Act New South Wales. The committee has determined that the association is not a reporting entity.

The financial report has been prepared on an accruals and is based on historic costs and does not take into account changing money values or, except where specifically stated, current valuations of non-current assets.

The following significant accounting policies, which are consistent with the previous period unless otherwise stated, have been adopted in the preparation of this financial report.

### (b) Income Tax

No provision for income tax has been raised as the association is exempt from income tax under Div 50 of the *Income Tax Assessment Act 1997*.

### (c) Property, Plant and Equipment

Office equipment is carried at cost less, where applicable, any accumulated depreciation.

The depreciable amount of all PPE is depreciated over the useful lives of the assets to the association commencing from the time the asset is held ready for use.

### (d) Impairment of Assets

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

### (e) Provisions

Provisions are recognised when the association has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

Provisions are measured using the best estimate of the amounts required to settle the obligation at the end of the reporting period.

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 1 Summary of Significant Accounting Policies continued

### (f) Trade and other payables

Trade creditors and other payables, including bank borrowings and distributions payable, are recognised at the normal transaction value without taking into account the time value of money.

### (g) Unearned Revenue

Unearned membership revenue shown in the accounts will be brought to account over the term of the membership period.

Unearned campaign revenue shown in the accounts will be brought to account as the corresponding campaign expenditure is incurred. Amounts unexpended at the conclusion of the campaign will be reimbursed to the participating member organisations.

### (h) Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

### (i) Employee Benefits

Provision is made for the association's liability for employee benefits arising from services rendered by employees to the end of the reporting period. Employee benefits have been measured at the amounts expected to be paid when the liability is settled. Hosting agreements entered into state that the association is not liable for employee benefits arising from services rendered on behalf of CAN-I. As a result, no provision is made for employee benefits arising from services provided by employees under a hosting agreement.

### (j) Revenue and Other Income

Revenue is measured at the fair value of the consideration received or receivable after taking into account any trade discounts and volume rebates allowed. For this purpose, deferred consideration is not discounted to present values when recognising revenue.

Interest revenue is recognised using the effective interest rate method, which for floating rate financial assets, is the rate inherent in the instrument. Dividend revenue is recognised when the right to receive a dividend has been established.

Grant and donation income is recognised when the association obtains control over the funds which is generally at the time of receipt.

All revenue is stated net of the amount of goods and services tax (GST).

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 1 Summary of Significant Accounting Policies continued

### (k) 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 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.

### (l) Comparative Figures

Comparative figures have been adjusted to conform to changes in presentation for the current financial year where required by accounting standards or as a result of a change in accounting policy.

### (m) Critical Accounting Estimates and Judgments

The committee members evaluate estimates and judgments incorporated into the financial statements 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 within the association.

### (n) Trade and other receivables

The association provides an allowance for losses on trade receivables based on a review of the current status of existing receivables whose debt is three terms or more overdue and management's evaluation of periodic ageing of accounts

## 2 Revenue and Other Income

### Revenue from Continuing Operations

	Note	2013 \$	2012 \$
Grants Received			
- Diversicon		9,000	9,000
<b>Total Grants Received</b>		<b>9,000</b>	<b>9,000</b>

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 2 Revenue and Other Income continued

### Revenue from Continuing Operations continued

	Note	2013 \$	2012 \$
Other revenue			
- Ticket sales - Conference and Workshops		10,851	15,115
- 100% Renewables Campaign Income	3(b)	105,000	-
- Price on Pollution 2011 Campaign Income	2(a)	-	338,376
- Interest received		608	6,774
- Donations & sponsorship		15,130	19,280
- Membership fees		71,483	80,523
		<b>203,072</b>	460,068
Total Revenue		<b>212,072</b>	469,068

### (a) Reconciliation of Price on Pollution 2011 Campaign Income

	2013 \$	2012 \$
Amounts received from participating organisations	-	269,000
add: Prior years unexpended income brought forward	-	90,121
(less): Amount provided for unexpended income	-	(20,745)
<b>Amount recognised as income</b>	-	<b>338,376</b>

The Price on Pollution 2011 Campaign (POP11) is an initiative of members of the Climate Action Network Australia ("CANA") and CANA itself which was completed in May 2012. CANA has received funds from the member organisations participating in the campaign, and is responsible for all expenses relating to the campaign. CANA has recognised income only to the extent that the amounts have been expensed. A liability for unexpended income has been recognised in trade and other payables (refer Note 7).

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 3 Surplus for the Year

### (a) Expenses

	2013	2012
	\$	\$
Depreciation and Amortisation		
Depreciation and amortisation expense	31	532
Total Depreciation and Amortisation	<u>31</u>	<u>532</u>
Employee benefits expense	108,455	91,182
Remuneration of auditor auditing or reviewing the financial report	4,400	3,600
	<u>112,886</u>	<u>95,314</u>
Premises - Contractual amounts	100	-
	<u>100</u>	<u>-</u>

### (b) Significant Revenue and Expenses

	2013	2012
	\$	\$
The following significant revenue and expense items are relevant in explaining the financial performance:		
Price on Pollution 2011 Campaign Income	-	338,376
Price on Pollution 2011 Campaign Expenses (Third Party payments)	-	(244,504)
Price on Pollution 2011 Campaign Expenses (balance paid to TCI)	-	(93,872)
	<u>-</u>	<u>(338,376)</u>
100% Renewable Energy Campaign Expense	105,000	-
Amounts paid to 100% Renewable Energy Campaign	(105,000)	-
	<u>-</u>	<u>(338,376)</u>



# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 4 Cash and Cash Equivalents

	2013	2012
	\$	\$
Cash on hand	2	2
Cash at bank	89,587	125,882
	<u>89,589</u>	<u>125,884</u>

## 5 Trade and Other Receivables

	2013	2012
	\$	\$
CURRENT		
Trade receivables	17,049	4,713
Provision for impairment	(5,469)	(4,199)
	<u>11,580</u>	<u>514</u>
Other receivables	9,655	-
	<u>21,235</u>	<u>514</u>

## 6 Property, Plant and Equipment

	2013	2012
	\$	\$
Office equipment		
At cost	7,818	7,818
Accumulated depreciation	(7,757)	(7,726)
	<u>61</u>	<u>92</u>
Total office equipment		
Total property, plant and equipment	<u>61</u>	<u>92</u>

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 7 Trade and Other Payables

	2013	2012
	\$	\$
CURRENT		
Unsecured liabilities		
Trade payables	1,752	59
Income received in advance	36,183	16,012
Price on Pollution Campaign income unspent	600	20,745
Sundry payables and accrued expenses	8,439	7,791
Other payables	6,632	4,494
	<u>53,606</u>	<u>49,101</u>
	<u>53,606</u>	<u>49,101</u>

Other payables represents GST payable \$1,171 (2012 \$747), PAYG withholding tax \$4,051 (2012 \$3,747) and unpaid wages \$1,410 (2012 \$nil).

## 8 Provisions

### Analysis of Total Provisions

	2013	2012
	\$	\$
Annual leave provision	4,251	1,530
	<u>4,251</u>	<u>1,530</u>

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 9 Cash Flow Information

### (a) Reconciliation of Cash Flow from Operations with Surplus

	2013	2012
	\$	\$
(Deficit)/Surplus for the year	(22,831)	7,927
Cash flows excluded from surplus attributable to operating activities		
Non-cash flows in surplus		
- Depreciation	31	532
Changes in assets and liabilities		
- (Increase)/decrease in trade and term receivables	(20,721)	39,819
- (Increase)/decrease in prepayments	-	518
- Increase/(decrease) in income in advance	24,310	(8,016)
- Increase/(decrease) in trade payables and accruals	(19,805)	(113,999)
- Increase/(decrease) in provisions	2,721	(5,201)
	<u>(36,295)</u>	<u>(78,420)</u>

## 10 Members' Liabilities

The liability of a member to contribute towards the payment of debts and liabilities of the association or the costs, charges and expenses of the winding up of the association is limited to the amount, if any unpaid by the member in respect of membership of the association as required by rule 66.

## 11 Winding-up

In case of winding-up of the CANA Public Fund, any surplus assets are to be transferred to another fund with similar objectives that is on the Register of Environmental Organisations.

## 12 No Distributions of Surplus

The income and property of the association shall be used and applied solely in promotion of its objects and no portion shall be distributed, paid or transferred directly or indirectly by way of dividend, bonus or by way of surplus to members, directors, or trustees of the association.

# Climate Action Network Australia Incorporated

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Notes to the Financial Statements

For the Year Ended 30 June 2013

## 13 Association Details

The principal place of business of the association is:  
Climate Action Network Australia Incorporated  
Level 1, 1 Smail Street  
Ultimo NSW 2007

# Climate Action Network Australia Incorporated

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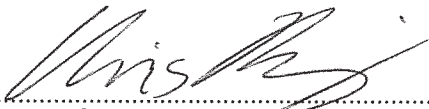
## Statement by Members of the Committee

The committee has determined that the association is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 1 to the financial statements.

In the opinion of the committee the financial report as set out on pages 5 to 16:

1. Presents a true and fair view of the financial position of Climate Action Network Australia Incorporated as at 30 June 2013 and its performance for the year ended on that date.
2. At the date of this statement, there are reasonable grounds to believe that Climate Action Network Australia Incorporated will be able to pay its debts as and when they fall due.

This statement is made in accordance with a resolution of the committee and is signed for and on behalf of the committee by:

President ..... 

Treasurer ..... 

Dated this ..... 10th ..... day of ..... October ..... 2013

## Climate Action Network Australia Incorporated

66 661 626 104

**Independent Audit Report to the members of Climate Action Network Australia Incorporated**

### ***Report on the Financial Report***

We have audited the accompanying financial report, being a special purpose financial report, of Climate Action Network Australia Incorporated (the association), which comprises the balance sheet as at 30 June 2013 for the year ended, and the income and expenditure statement, a summary of significant accounting policies, other explanatory notes and the statement by members of the committee.

### ***Committee's Responsibility for the Financial Report***

The committee of the association is responsible for the preparation and fair presentation of the financial report and has determined that the accounting policies described in Note 1 to the financial statements, which form part of the financial report, are consistent with the financial reporting requirements of the Associations Incorporation Act 1984 of New South Wales and are appropriate to meet the needs of the members. The committees' responsibility also includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on the financial report based on our audit. No opinion is expressed as to whether the accounting policies used, as described in Note 1, are appropriate to meet the needs of the members. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

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

The financial report has been prepared for distribution to members for the purpose of fulfilling the committees' financial reporting under the Associations Incorporation Act 1984 of New South Wales. We disclaim any assumption of responsibility for any reliance on this report or on the financial report to which it relates to any person other than the members, or for any purpose other than that for which it was prepared.

## Climate Action Network Australia Incorporated

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### Independent Audit Report to the members of Climate Action Network Australia Incorporated

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

#### *Independence*

In conducting our audit, we have complied with the independence requirements of the Australian professional ethical pronouncements.

#### *Auditor's Opinion*

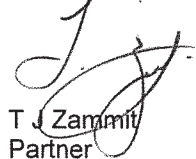
In our opinion, the financial report of Climate Action Network Australia Incorporated presents fairly in all material respects of the financial position of Climate Action Network Australia Incorporated as at 30 June 2013 and of its financial performance for the year then ended in accordance with the accounting policies described in Note 1 to the financial statements, and the Associations Incorporation Act 1984 of New South Wales.

#### *Basis of Accounting and Restriction on Distribution*

Without modifying our opinion, we draw attention to Note 1 to the financial report, which describes the basis of accounting. The financial report has been prepared to assist Climate Action Network Australia Incorporated to meet the requirements of the *Associations Incorporation Act*. As a result, the financial report may not be suitable for another purpose.

Lower, Russell + Farr

LOWER, RUSSELL & FARR  
Chartered Accountants



T. J. Zammit  
Partner

Signed at Penrith. NSW.

Dated this ..... 16<sup>th</sup> ..... day of ..... October ..... 2013



Lower Russell & Farr

# Climate Action Network Australia Incorporated

ACN: 062 890 122

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For the Year Ended 30 June 2013

## Disclaimer

The additional financial data presented on pages 20 - 22 is in accordance with the books and records of the association which have been subjected to the auditing procedures applied in our statutory audit of the association for the year ended 30 June 2013. It will be appreciated that our statutory audit did not cover all details of the additional financial data. Accordingly, we do not express an opinion on such financial data and we give no warranty of accuracy or reliability in respect of the data provided. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than Climate Action Network Australia Incorporated) in respect of such data, including any errors of omissions therein however caused.

Penrith

Lower Russell & Farr

*Lower Russell + Farr*

Dated this *16<sup>th</sup>* day of *October* 2013



# Climate Action Network Australia Incorporated

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For the Year Ended 30 June 2013

## Profit and Loss Account

	2013	2012
	\$	\$
<b>Income</b>		
100% Renewables Campaign Income	105,000	-
Donations & sponsorship	15,130	19,280
Interest income	608	6,774
Grants	9,000	9,000
Membership fees	71,483	80,523
Price on Pollution 2011 Campaign Income	-	338,376
Ticket sales - Conference and Workshops	10,851	15,115
<b>Total income</b>	<b>212,072</b>	<b>469,068</b>
<b>Less: Expenses</b>		
Audit fees	4,400	3,600
Bad and doubtful debts	1,271	6,886
Bank charges	308	395
Bookkeeping	-	100
Catering	1,933	2,991
Conference/Seminar costs	73	-
Depreciation	31	532
Entertainment	-	400
Filing fees	36	553
Hire	1,091	4,260
Insurance	512	475
Internet & Website	89	29
Property rental expense	100	-
Leave pay	2,721	(5,201)
Office supplies	35	36
Other employee costs	18	250
Postage	38	160
Project expenses	-	543
Reimbursed expenses to members	250	2,260
Salaries	88,514	79,205
Subscriptions	759	1,118
Subsistence	673	35
Superannuation contributions	16,006	15,673
Telephone and fax	984	904
Travel and accommodation	8,820	6,004
Workers compensation insurance	1,195	1,256
Price on Pollution 2011 Campaign Expenses	-	338,376

# Climate Action Network Australia Incorporated

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For the Year Ended 30 June 2013

## Profit and Loss Account

	2013	2012
	\$	\$
100% Renewable Energy Campaign	105,000	-
Other operating expenses	46	301
<b>Total Expenses</b>	<b>234,903</b>	<b>461,141</b>
<b>Net Surplus</b>	<b>(22,831)</b>	<b>7,927</b>