

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED
ABN 51 412 061 029

FINANCIAL REPORT - 30 JUNE 2015

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The accompanying Special Purpose Financial Report has been prepared for the exclusive use of the Members of The Bower Re-Use and Repair Centre Co-Operative Limited. This financial report is not to be used by any other party unless accompanied with additional information concerning the Co-Operative's financial position.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****FINANCIAL REPORT - 30 JUNE 2015****BOARD OF DIRECTORS' REPORT**

The Directors present the financial report of The Bower Re-Use and Repair Centre Co-Operative Limited. for the year ending 30 June 2015 and report as follows:

NAMES OF DIRECTORS

The names and positions of the Directors who held office during the year were:

Name of Director	Position Held
Gavin Hull	Chairperson (<i>appointed 29 November 2014</i>)
Terry O'Donnell	Treasurer Independent Director (<i>appointed 19 October 2013</i>)
Amanda Buckland	Director (<i>appointed 29 November 2014</i>)
Peter Carroll	Director (<i>appointed 29 November 2014</i>)
Menaka Cooke	Director (<i>appointed 19 October 2013/ Resigned 23 September 2015</i>)
Jade Herriman	Director (<i>appointed 29 November 2014/ Resigned 17 June 2015</i>)
Bruce Diekman	Director (<i>appointed 8 December 2012/resigned 29 November 2014</i>) and Alternate Director
Patricia Leen	Director (<i>appointed 19 October 2013/ Vacated 23 September 2015</i>)
Robin Mead	Director (<i>appointed 8 December 2012/ resigned 17 September 2014</i>)
Mary Pianka	Director (<i>appointed 19 October 2013/ resigned 29 November 2014</i>)

The Directors were in office for the whole of the financial year unless otherwise stated.

PRINCIPAL ACTIVITIES

The principal activities of the Co-operative during the financial year were to operate a re-use and repair centre, provide educational workshops and provide a re-use referral service to the local community. There has been no significant change in the nature of the Co-operative's principal activities from the previous year.

OPERATING RESULT

The operating result of the Co-operative for the financial year was an operating surplus of \$32,754 (2014 deficit: \$50,399).

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

There were no significant changes in the state of affairs of the Co-operative during the financial year. This report is made in accordance with a resolution of the Directors made on 21 October 2015 and is signed for and on behalf of the board of Director's by:



Gavin Hull

Chairperson



Terry O'Donnell

Treasurer

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED
ABN 51 412 061 029

FINANCIAL REPORT - 30 JUNE 2015

AUDITOR'S INDEPENDENCE DECLARATION
UNDER S 60.40 OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012
TO THE DIRECTORS OF
THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

I declare that, to the best of my knowledge and belief, during the year ended 30 June 2015 there has been:

- (a) no contraventions of the auditor independence requirements as set out in the *Australian Charities and Not-for profits Commission Act 2012* in relation to the audit; and
- (b) no contraventions of any applicable code of professional conduct in relation to the audit.



StewartBrown
Chartered Accountants



S.J. Hutcheon
Partner

21 October 2015

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED
ABN 51 412 061 029

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2015

	Note	2015 \$	2014 \$
ASSETS			
Current assets			
Cash and cash equivalents	6	189,304	141,178
Trade and other receivables	7	10,743	6,394
<i>Total current assets</i>		<u>200,047</u>	<u>147,572</u>
Non-current assets			
Property, plant and equipment	8	10,683	8,881
Intangible assets	9	8,937	3,187
<i>Total non-current assets</i>		<u>19,620</u>	<u>12,068</u>
TOTAL ASSETS		<u>219,667</u>	<u>159,640</u>
LIABILITIES			
Current liabilities			
Trade and other payables	10	104,815	78,241
Provisions	11	5,053	4,354
<i>Total current liabilities</i>		<u>109,868</u>	<u>82,595</u>
TOTAL LIABILITIES		<u>109,868</u>	<u>82,595</u>
NET ASSETS		<u>109,799</u>	<u>77,045</u>
EQUITY			
Accumulated funds		<u>109,799</u>	<u>77,045</u>
TOTAL EQUITY		<u>109,799</u>	<u>77,045</u>

The accompanying notes form part of these financial statements

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015	2014
		\$	\$
Revenue	4	474,643	352,972
		<u>474,643</u>	<u>352,972</u>
Expenses			
Administration and other expenses		(98,909)	(135,389)
Employee expenses		(323,405)	(247,582)
Depreciation and amortisation	5	(5,623)	(7,957)
Rental expenses	5	(13,952)	(12,443)
		<u>(441,889)</u>	<u>(403,371)</u>
Surplus (deficit) before income tax		32,754	(50,399)
Income tax expense		-	-
		<u>-</u>	<u>-</u>
Surplus (deficit) for the year		<u>32,754</u>	<u>(50,399)</u>
Other comprehensive income		-	-
		<u>-</u>	<u>-</u>
Total comprehensive income for the year		<u><u>32,754</u></u>	<u><u>(50,399)</u></u>

The accompanying notes form part of these financial statements

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2015

	Accumulated Funds \$	Total \$
Balance at 1 July 2013	127,444	127,444
Comprehensive income		
Surplus (deficit) for the year	(50,399)	(50,399)
Other comprehensive income	-	-
Total comprehensive income for the year	<u>(50,399)</u>	<u>(50,399)</u>
Transfer to / from reserves	-	-
Balance at 30 June 2014	<u>77,045</u>	<u>77,045</u>
Balance at 1 July 2014	77,045	77,045
Comprehensive income		
Surplus (deficit) for the year	32,754	32,754
Other comprehensive income	-	-
Total comprehensive income for the year	<u>32,754</u>	<u>32,754</u>
Balance at 30 June 2015	<u>109,799</u>	<u>109,799</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2015

	Note	2015 \$	2014 \$
Cash flows from operating activities			
Receipts from customers and government		481,068	355,551
Payments to suppliers and employees		(424,640)	(376,930)
Donations received		2,627	1,842
Interest received		2,721	2,598
<i>Net cash flows from operating activities</i>	12	<u>61,776</u>	<u>(16,939)</u>
Cash flows from investing activities			
Proceeds from sale of property, plant and equipment		226	-
Purchase of property, plant and equipment		(6,730)	(10,555)
Purchase of intangible assets		(7,146)	-
<i>Net cash flows from investing activities</i>		<u>(13,650)</u>	<u>(10,555)</u>
Net increase (decrease) in cash and cash equivalents		48,126	(27,494)
Cash and cash equivalents at the beginning of the financial year		<u>141,178</u>	<u>168,672</u>
Cash and cash equivalents at the end of the financial year	6	<u>189,304</u>	<u>141,178</u>

The accompanying notes form part of these financial statements

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 1 – Reporting entity

This financial report is for The Bower Re-Use and Repair Centre Co-Operative Limited. The Co-Operative is registered as a charity under the *Australian Charities and Not-for-profits Commission Act 2012*.

The financial statements were approved by the board of Directors on 21 October 2015.

Note 2 - Basis of preparation

Statement of compliance

This financial report is a special purpose financial report prepared in order to satisfy the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. The board of Directors has determined that the Co-Operative is not a reporting entity.

The financial report has been prepared in accordance with the mandatory Australian Accounting Standards applicable as below:-

AASB 101:	Presentation of Financial Statements
AASB 107:	Statement of Cash Flows
AASB 108:	Accounting Policies, Changes in Accounting Estimates and Errors
AASB 1031:	Materiality
AASB 1048:	Interpretation of Standards
AASB 1054:	Australian Additional Disclosures

No other Australian Accounting Standards, Australian Accounting Interpretations or other authoritative pronouncements of the Australian Accounting Standards Board have been applied.

Basis of measurement

The financial statements have been prepared on an accruals basis and are based on historical costs, modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Comparatives

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

Where the entity has retrospectively applied an accounting policy, made a retrospective restatement or reclassified items in its financial statements, an additional statement of financial position as at the beginning of the earliest comparative period will be disclosed.

Critical accounting estimates and judgements

The Board 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 joint venture.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2015**Note 2 - Basis of preparation (continued)*****Critical accounting estimates and judgements (continued)******Key estimates******Impairment***

The Board assesses impairment at the end of each reporting period by evaluation of conditions and events specific to the joint venture that may be indicative of impairment triggers. Recoverable amounts of relevant assets are reassessed using value-in-use calculations which incorporate various key assumptions.

Note 3 – Significant accounting policies

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Income Tax

The Bower Re-Use and Repair Centre Co-Operative Limited is a not-for-profit Charity and it is exempt from income tax under Division 50 of the *Income Tax Assessment Act 1997*. The Co-Operative has deductible gift recipient (DGR) status.

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 Taxation Office (ATO).

Receivables and payables are stated inclusive of the amount of GST receivable or payable. The net amount of GST recoverable from, or payable to, the ATO is included with other receivables or payables in the statement of financial position.

Cash flows are presented on a gross basis. The GST components of cash flows arising from investing or financing activities which are recoverable from, or payable to, the ATO are presented as operating cash flows included in receipts from customers or payments to suppliers.

Revenue recognition

Revenue is measured at the fair value of the consideration received or receivable and is stated net of the amount of goods and services tax (GST). Revenue is recognised for the major business activities as follows:

Sale of goods

Revenue from the sale of goods is recognised at the earlier of when deposits are paid in full and available for shipping and the point of delivery.

Grants and donations

Income arising from the contribution of an asset (including cash) is recognised when the following conditions have been satisfied:

- (a) the entity obtains 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 entity; and
- (c) the amount of the contribution can be measured reliably at the fair value of the consideration received.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 3 – Significant accounting policies (continued)

Revenue recognition (continued)

Interest

Revenue from interest is recognised on an accruals basis.

Rendering of services

Revenue from the rendering of a service is recognised upon delivery of the service to the customer.

Cash and cash equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with financial institutions, other short-term, highly liquid investments with original maturities of six months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value and bank overdrafts.

Trade receivables

Trade receivables are recognised initially at fair value and subsequently measured at amortised cost, less a provision for impairment.

Collectability of trade receivables is reviewed on an ongoing basis. Debts which are known to be uncollectible are written off. A provision for impairment is established when there is objective evidence that the entity will not be able to collect all amounts due according to the original terms of receivables.

Property, plant and equipment

Recognition and measurement

Each class of property, plant and equipment is carried at cost less, where applicable, any accumulated depreciation and impairment losses.

Cost includes expenditure that is directly attributable to the acquisition of the asset. Purchased software that is integral to the functionality of the related equipment is capitalised as part of that equipment.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These are included in the statement of profit or loss and other comprehensive income.

Subsequent costs

Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably. All other repairs and maintenance are charged to the statement of profit or loss and other comprehensive income during the financial period in which they are incurred.

Depreciation

The depreciable amount of all property, plant and equipment is depreciated on a straight line basis over the asset's useful life to the entity commencing from the time the asset is held ready for use.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 3 – Significant accounting policies (continued)

Property, plant and equipment (continued)

The depreciation effective life used for each class of depreciable assets is:

Equipment, furniture and fittings	5 - 20 years
Motor vehicles	5 years

The assets' residual values and useful lives are reviewed, and adjusted if appropriate, at the end of each reporting period. An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Intangible assets

Software

Software has a finite useful life and is carried at cost less accumulated amortisation and impairment losses. Amortisation is calculated using the straight-line method to allocate the cost of the software over its estimated useful life of between three to four years. The current amortisation charges for software are included under depreciation and amortisation expense in the statement of profit or loss and other comprehensive income.

Impairment of assets

At the end of each reporting period, the Co-Operative 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 the costs to sell the value-in-use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is recognised in the statement of profit or loss and other comprehensive income.

Trade and other payables

Trade and other payables represent the liability outstanding at the end of the reporting period for goods and services received by the entity during the reporting period, which remain unpaid. The balance is recognised as a current liability with the amounts normally paid within 30 days of recognition of the liability. The carrying amount of trade and other payables is deemed to reflect fair value.

Income and grants received in advance

Income, including government funding income, that is received before the service to which the payment relates has been provided is recorded as a liability until such time as the service has been provided, at which time it is recognised in the statement of comprehensive income.

Employee benefits

Provision is made for the entity'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.

Provisions

Provisions are recognised when the entity 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 recognised represent the best estimate of the amounts required to settle the obligation at the end of the reporting period.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
<u>Note 4 - Revenue and other income</u>		
Revenue		
Sales	280,720	251,169
Grant income	73,280	22,108
Services delivered to councils	51,568	39,750
Other operating revenue	63,727	35,505
	<u>469,295</u>	<u>348,532</u>
Other revenue		
Donations received	2,627	1,842
Interest income	2,721	2,598
	<u>5,348</u>	<u>4,440</u>
<i>Total revenue</i>	<u>474,643</u>	<u>352,972</u>
<u>Note 5 - Expenses</u>		
Depreciation and amortisation		
Plant and equipment	4,543	7,726
Software	1,080	231
<i>Total depreciation and amortisation</i>	<u>5,623</u>	<u>7,957</u>
Auditor's remuneration - <i>Barton Sellars</i>	6,000	7,000
Auditor's remuneration - <i>StewartBrown</i>	7,000	-
Net loss on disposal of property, plant and equipment	475	-
Rental expenses relating to operating leases	13,952	12,443
<u>Note 6 - Cash and cash equivalents</u>		
Cash at bank and on hand	189,304	141,178
<i>Total cash and cash equivalents</i>	<u>189,304</u>	<u>141,178</u>
<u>Note 7 - Trade and other receivables</u>		
<u>Current</u>		
Trade receivables	5,520	24
Other receivables	785	2,273
Prepayments	4,438	4,097
<i>Total current trade and other receivables</i>	<u>10,743</u>	<u>6,394</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

Note 8 - Property, plant and equipment

	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$
At 30 June 2014				
Cost	99,709	16,083	33,636	149,428
Accumulated depreciation	(99,709)	(8,920)	(31,918)	(140,547)
<i>Net carrying amount</i>	<u>-</u>	<u>7,163</u>	<u>1,718</u>	<u>8,881</u>
Movements in carrying amounts				
Opening carrying amount	-	7,163	1,718	8,881
Additions	-	6,730	-	6,730
Disposals	-	(385)	-	(385)
Depreciation charge for the year	-	(2,825)	(1,718)	(4,543)
Closing carrying amount	<u>-</u>	<u>10,683</u>	<u>-</u>	<u>10,683</u>
At 30 June 2015				
Cost	99,709	22,378	33,636	155,723
Accumulated depreciation	(99,709)	(11,695)	(33,636)	(145,040)
<i>Net carrying amount</i>	<u>-</u>	<u>10,683</u>	<u>-</u>	<u>10,683</u>

Note 9 - Intangible assets

	Software Work in Progress	Software	Total
	\$	\$	\$
At 30 June 2014			
Cost	859	2,559	3,418
Accumulated amortisation	-	(231)	(231)
<i>Net carrying amount</i>	<u>859</u>	<u>2,328</u>	<u>3,187</u>
Movements in carrying amounts			
Opening carrying amount	859	2,328	3,187
Additions	6,710	436	7,146
Disposals	-	(316)	(316)
Reclassification	(7,569)	7,569	-
Amortisation charge for the year	-	(1,080)	(1,080)
Closing carrying amount	<u>-</u>	<u>8,937</u>	<u>8,937</u>
Cost	-	10,247	10,247
Accumulated amortisation	-	(1,310)	(1,310)
<i>Net carrying amount</i>	<u>-</u>	<u>8,937</u>	<u>8,937</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$
<u>Note 10 - Trade and other payables</u>		
<u>Current</u>		
Trade payables	1,485	4,243
Grants received in advance	29,582	29,552
Income received in advance	611	613
Liabilities to employees	21,935	18,546
Other payables	51,202	25,287
<i>Total current trade and other payables</i>	<u>104,815</u>	<u>78,241</u>
<u>Note 11 - Provisions</u>		
<u>Current</u>		
Employee entitlements - long service leave	5,053	4,354
<i>Total current provisions</i>	<u>5,053</u>	<u>4,354</u>
<u>Note 12 - Cash flow information</u>		
<i>Reconciliation of net profit after tax to net cash flows from operations</i>		
Surplus (deficit) after income tax	32,754	(50,399)
<i>Adjustments for:</i>		
<i>Non cash flows</i>		
Loss on disposal of property, plant and equipment	475	-
Impairment loss	-	2,060
Depreciation	4,543	7,726
Amortisation	1,080	231
<i>Changes in assets and liabilities</i>		
(Increase) decrease in trade and other receivables	(4,008)	7,019
(Increase) decrease in prepayments	(341)	1,626
(Decrease) increase in trade and other payables	23,157	22,915
(Decrease) increase in income in advance	28	-
(Decrease) increase in liabilities to employees	3,389	(4,036)
(Decrease) increase in provisions	699	(4,081)
<i>Net cash flows from operating activities</i>	<u>61,776</u>	<u>(16,939)</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2015

	2015	2014
	\$	\$

Note 13 - Commitments

Lease commitments

Non-cancellable operating leases contracted for but not capitalised in the financial statements:

Within one year	16,280	16,254
Later than one year but no later than five years	9,795	28,636
	26,075	44,890

Note 14 - Related party transactions

The following transactions took place with Directors or a company of which they are associated during the year:

Peter Carroll (<i>note i</i>)	2,584	2,936
Menaka Cooke (<i>note ii</i>)	-	4,138
Thuy Le (<i>note iii</i>)	-	3,353
	2,584	10,427

(i) Peter Carroll is the company secretary for SCRAP Ltd which supplies waste services and recycled paper to Bower. These payments were made to SCRAP which Peter invoices for fees for service as an independent contractor and from which he may derive some financial benefit.

(ii) Menaka Cooke is the mother of a director of Free Radical Enterprises Pty Ltd which supplied contract services to the Bower through Marrickville's Men's Shed before Menaka Cooke became a Director in 2013. No transactions have occurred in the current year.

(iii) Thuy Le was a Director and staff member of the Bower until October 2013. No transactions have occurred in the current year.

There were no balances outstanding with related parties at balance date.

Note 15 - Events occurring after balance date

There were no significant events occurring after balance date.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

FINANCIAL REPORT - 30 JUNE 2015

STATEMENT BY BOARD OF DIRECTORS

The board of Directors has determined that the Co-Operative is not a reporting entity and that this special purpose financial report should be prepared in accordance with the accounting policies outlined in Note 3 to the financial statements and the *Australian Charities and Not-for-profits Commission Act 2012*.

In the opinion of the board of Directors, the financial report, which comprise the statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in equity, statement of cash flows and notes to the financial statements:

- (a) Presents a true and fair view of the financial position of The Bower Re-Use and Repair Centre Co-Operative Limited as at 30 June 2015 and its performance for the year ended on that date in accordance with the basis of preparation described in Note 2 of the financial statements; and
- (b) At the date of this statement, there are reasonable grounds to believe that The Bower Re-Use and Repair Centre Co-Operative Limited will be able to pay its debts as and when they fall due.

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



Gavin Hull
Chairperson



Terry O'Donnell
Treasurer

Sydney, 21 October 2015

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED
ABN 51 412 061 029

FINANCIAL REPORT - 30 JUNE 2015

BOARD'S DECLARATION UNDER THE CHARITABLE FUNDRAISING ACT

In the opinion of the Board of The Bower Re-Use and Repair Centre Co-Operative Limited:

- (i) The accounts give a true and fair view of all income and expenditure with respect to fundraising appeals for the year ended 30 June 2015; and
- (ii) The statement of financial position gives a true and fair view of the state of affairs of the entity with respect to fundraising appeals; and
- (iii) The provisions of the *Charitable Fundraising Act 1991*, the regulations under that Act, and the conditions attached to the authority to fundraise have been complied with; and
- (iv) The internal controls exercised by the entity are appropriate and effective in accounting for all income received.

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



Gavin Hull
Chairperson



Terry O'Donnell
Treasurer

Sydney, 21 October 2015

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED
ABN 51 412 061 029

FINANCIAL REPORT - 30 JUNE 2015

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

Report on the Financial Report

We have audited the accompanying financial report, being a special purpose financial report, of The Bower Re-Use and Repair Centre Co-Operative Limited, which comprises the statement of financial position as at 30 June 2015, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the statement by members of the board of Directors.

Board of Director's Responsibility for the Financial Report

The Board of Directors of The Bower Re-Use and Repair Centre Co-Operative Limited are responsible for the preparation and fair presentation of the financial report, and has determined that the basis of preparation described in Note 2 is appropriate to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and is appropriate to meet the needs of the members. The board of Directors' responsibility also includes such internal control as the board of Directors determines is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

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

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

An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the board of Directors, as well as evaluating the overall presentation of the financial report.

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

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****FINANCIAL REPORT - 30 JUNE 2015****INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED*****Independence***

In conducting our audit, we have followed applicable independence requirements of *Australian Charities and Not-for-profits Commission Act 2012*.

Qualification

There is no comprehensive system of internal control over goods acquired for sale. Practically all goods acquired for sale are donated for no direct cost and no value is brought to account at either time of acquisition or end of the financial year. When goods are sold, cash received as consideration is then brought to account.

Auditor's Opinion

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had the limitations discussed in the qualification paragraph not existed, the financial report presents fairly, in all material respects, the financial position of The Bower Re-Use and Repair Centre Co-Operative Limited as at 30 June 2015 and its financial performance for the year then ended in accordance with the accounting policies described in Note 3 to the financial statements and *the Australian Charities and Not-for-profits Commission Act 2012*.

Basis of Accounting

Without modifying our opinion, we draw attention to Note 2 to 3 of the financial report, which describes the basis of accounting. The financial report has been prepared for the purpose of fulfilling the committee's financial reporting responsibilities under the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the financial report may not be suitable for another purpose.

Report on Other Legal and Regulatory Requirements

In addition, our audit report has also been prepared for the members of the Co-Operative in accordance with section 24(2) of the *Charitable Fundraising (NSW) Act 1991*. Accordingly we have performed additional work beyond that which is performed in our capacity as auditors pursuant to the *Australian Charities and Not-for-profits Commission Act 2012*. These additional procedures included obtaining an understanding of the internal control structure for fundraising appeal activities and examination, on a test basis, of evidence supporting compliance with the accounting and associated record keeping requirements for fundraising appeal activities pursuant to the *Charitable Fundraising (NSW) Act 1991* and Regulations.

It should be noted that the accounting records and data relied upon for reporting on fundraising appeal activities are not continuously audited and do not necessarily reflect after the event accounting adjustments and the normal year end financial adjustments for such matters as accruals, prepayments, provisioning and valuations necessary for year end financial report preparation.

The performance of our statutory audit included a review of internal controls for the purpose of determining the appropriate audit procedures to enable an opinion to be expressed on the financial report. This review is not a comprehensive review of all those systems or of the system taken as a whole and is not designed to uncover all weaknesses in those systems.

The audit opinion expressed in this report pursuant to the *Charitable Fundraising (NSW) Act 1991* has been formed on the above basis.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED
ABN 51 412 061 029

FINANCIAL REPORT - 30 JUNE 2015

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED

Auditor's opinion

Pursuant to the requirements of Section 24(2) of the *Charitable Fundraising (NSW) Act 1991* we report that, in our opinion:

- a) the financial report gives a true and fair view of the financial result of fundraising appeal activities for the financial year ended 30 June 2015; and
- b) the financial report has been properly drawn up, and the associated records have been properly kept for the period 1 July 2014 to 30 June 2015, in accordance with the *Charitable Fundraising (NSW) Act 1991* and Regulations; and
- c) money received as a result of fundraising appeal activities conducted during the period 1 July 2014 to 30 June 2015 has been properly accounted for and applied in accordance with the *Charitable Fundraising (NSW) Act 1991* and Regulations; and
- d) at the date of this report there are reasonable grounds to believe that Co-Operative will be able to pay its debts as and when they become due and payable.



Stewart Brown
Chartered Accountants



S.J. Hutcheon
Partner

21 October 2015