



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

FINANCIAL REPORT - 30 JUNE 2019

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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 2019****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 2019 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
Miles Lochhead	Chairperson
Terry Nagle	Director (<i>resigned 24 July 2018</i>)
Margy Vary	Member Director
Marcelle Psaila	Independent Director
Terry O'Donnell	Treasurer, Director
Peter Carroll	Independent Director and Secretary (<i>resigned 18 July 2018</i>)
Michael Saroff	Director (<i>resigned 28 January 2019</i>)
Michelle Sheather	Director (<i>appointed 23 May 2019</i>)
Antony Turri	Director (<i>appointed 23 May 2019</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 a surplus of \$20,265 (2018 deficit: \$48,078).

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 22 November 2019 and is signed for and on behalf of the Board of Director's by:



Miles Lochhead
Chairperson



Terry O'Donnell
Treasurer

22 November 2019

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

STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2019

	Note	2019 \$	2018 \$
ASSETS			
Current assets			
Cash and cash equivalents	6	101,066	147,203
Trade and other receivables	7	122,212	104,452
Inventories	8	-	10,000
<i>Total current assets</i>		<u>223,278</u>	<u>261,655</u>
Non-current assets			
Property, plant and equipment	9	44,508	39,516
Intangible assets	10	30,725	10,331
<i>Total non-current assets</i>		<u>75,233</u>	<u>49,847</u>
TOTAL ASSETS		<u>298,511</u>	<u>311,502</u>
LIABILITIES			
Current liabilities			
Trade and other payables	11	196,982	231,422
Employee benefits	12	14,617	13,433
<i>Total current liabilities</i>		<u>211,599</u>	<u>244,855</u>
TOTAL LIABILITIES		<u>211,599</u>	<u>244,855</u>
NET ASSETS		<u><u>86,912</u></u>	<u><u>66,647</u></u>
FUNDS			
Accumulated funds		<u>86,912</u>	<u>66,647</u>
TOTAL FUNDS		<u><u>86,912</u></u>	<u><u>66,647</u></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 2019

	Note	2019 \$	2018 \$
Revenue	4	927,284	877,485
		<u>927,284</u>	<u>877,485</u>
Expenses			
Administration and other expenses		(229,830)	(173,331)
Employee expenses		(629,288)	(708,592)
Depreciation and amortisation	5	(19,860)	(15,587)
Rental expenses	5	(28,041)	(28,053)
		<u>(907,019)</u>	<u>(925,563)</u>
Surplus (deficit) before income tax		20,265	(48,078)
Income tax expense		-	-
		<u>-</u>	<u>-</u>
Surplus (deficit) for the year		<u>20,265</u>	<u>(48,078)</u>
Other comprehensive income		-	-
		<u>-</u>	<u>-</u>
Total comprehensive income (loss) for the year		<u><u>20,265</u></u>	<u><u>(48,078)</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 FUNDS
FOR THE YEAR ENDED 30 JUNE 2019

	Accumulated Funds \$	Total \$
Balance at 1 July 2017	114,725	114,725
Comprehensive income		
Surplus (deficit) for the year	(48,078)	(48,078)
Other comprehensive income	-	-
Total comprehensive income (loss) for the year	<u>(48,078)</u>	<u>(48,078)</u>
Balance at 30 June 2018	<u>66,647</u>	<u>66,647</u>
Balance at 1 July 2018	66,647	66,647
Comprehensive income		
Surplus (deficit) for the year	20,265	20,265
Other comprehensive income	-	-
Total comprehensive income (loss) for the year	<u>20,265</u>	<u>20,265</u>
Balance at 30 June 2019	<u>86,912</u>	<u>86,912</u>

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

STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 30 JUNE 2019

	Note	2019 \$	2018 \$
Cash flows from operating activities			
Receipts from customers and government		887,482	854,291
Payments to suppliers and employees		(926,384)	(969,891)
Donations received		35,870	28,081
Interest received		2,141	3,149
<i>Net cash flows from operating activities</i>	13	<u>(891)</u>	<u>(84,370)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		(17,843)	(13,087)
Purchase of intangible assets		(27,403)	-
<i>Net cash flows from investing activities</i>		<u>(45,246)</u>	<u>(13,087)</u>
Net increase (decrease) in cash and cash equivalents		(46,137)	(97,457)
Cash and cash equivalents at the beginning of the financial year		<u>147,203</u>	<u>244,660</u>
Cash and cash equivalents at the end of the financial year	6	<u>101,066</u>	<u>147,203</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 2019

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 Directors on 22 November 2019.

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 Directors have 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 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 co-operative 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 Directors evaluate estimates and judgements 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.

Key estimates

Impairment

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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

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

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

Interest

Revenue from interest is recognised on an accrual's basis.

Rendering of services

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

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

Note 3 - Significant accounting policies (continued)

Cash and cash equivalents

Cash and cash equivalents include 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 co-operative 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 co-operative 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 co-operative commencing from the time the asset is held ready for use.

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.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2019**Note 3 - Significant accounting policies (continued)*****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 co-operative 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 co-operative'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.

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<u>Note 4 - Revenue</u>		
Revenue		
Sales	544,225	528,416
Grant income	155,662	117,115
Services delivered to councils	72,649	106,439
Other operating revenue	116,737	94,285
	<u>889,273</u>	<u>846,255</u>
Other revenue		
Donations received	35,870	28,081
Interest income	2,141	3,149
	<u>38,011</u>	<u>31,230</u>
<i>Total revenue</i>	<u>927,284</u>	<u>877,485</u>
<u>Note 5 - Expenses</u>		
Depreciation and amortisation		
Plant and equipment	12,851	11,568
Software	7,009	4,019
<i>Total depreciation and amortisation</i>	<u>19,860</u>	<u>15,587</u>
Auditor's remuneration	8,300	8,516
Bad debts expense	6,456	500
Rental expenses relating to operating leases	28,041	28,053
<u>Note 6 - Cash and cash equivalents</u>		
Cash at bank and on hand	101,066	147,203
<i>Total cash and cash equivalents</i>	<u>101,066</u>	<u>147,203</u>
<u>Note 7 - Trade and other receivables</u>		
<u>Current</u>		
Trade receivables	85,312	82,890
Provision for impairment	(6,304)	(500)
	<u>79,008</u>	<u>82,390</u>
Other receivables	28,359	15,839
Prepayments	14,845	6,223
<i>Total current trade and other receivables</i>	<u>122,212</u>	<u>104,452</u>
<i>Provision for impairment</i>		
Opening net carrying amount	500	-
Increase in provision	5,804	500
Closing net carrying amount	<u>6,304</u>	<u>500</u>
<u>Note 8 - Inventories</u>		
Stock on hand	-	10,000
<i>Total inventories</i>	<u>-</u>	<u>10,000</u>

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

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

Note 9 - Property, plant and equipment

	Buildings \$	Plant and Equipment \$	Motor Vehicles \$	Total \$
At 30 June 2018				
Cost	99,709	62,317	45,341	207,367
Accumulated depreciation	(99,709)	(31,350)	(36,792)	(167,851)
<i>Net carrying amount</i>	<u>-</u>	<u>30,967</u>	<u>8,549</u>	<u>39,516</u>
Movements in carrying amounts				
Opening net carrying amount	-	30,967	8,549	39,516
Additions	-	17,843	-	17,843
Depreciation charge for the year	-	(10,511)	(2,340)	(12,851)
Closing net carrying amount	<u>-</u>	<u>38,299</u>	<u>6,209</u>	<u>44,508</u>
At 30 June 2019				
Cost	99,709	80,160	45,341	225,210
Accumulated depreciation	(99,709)	(41,861)	(39,132)	(180,702)
<i>Net carrying amount</i>	<u>-</u>	<u>38,299</u>	<u>6,209</u>	<u>44,508</u>

2019

\$

2018

\$

Note 10 - Intangible assets

Software

Cost	47,494	20,091
Accumulated amortisation	(16,769)	(9,760)
<i>Total intangibles</i>	<u>30,725</u>	<u>10,331</u>

Movements in carrying amounts

Opening net carrying amount	10,331	14,350
Additions	27,403	-
Amortisation charge for the year	(7,009)	(4,019)
Closing net carrying amount	<u>30,725</u>	<u>10,331</u>

Note 11 - Trade and other payables

Current

Trade payables	12,881	9,714
Grants received in advance	59,441	97,778
Income received in advance	72,742	63,830
Liabilities to employees	19,914	26,235
Other payables	32,004	33,865
<i>Total current trade and other payables</i>	<u>196,982</u>	<u>231,422</u>

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

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<u>Note 12 - Employee benefits</u>		
<i>Current</i>		
Annual leave	14,617	13,433
<i>Total current employee benefits</i>	14,617	13,433
<u>Note 13 - Cash flow information</u>		
<i>Reconciliation of net surplus (deficit) for the year to net cash flows from operations</i>		
Surplus (deficit) for the year	20,265	(48,078)
<i>Adjustments for:</i>		
<i>Non cash flows</i>		
Amortisation	7,009	4,019
Depreciation	12,851	11,568
Bad and doubtful debts	6,304	500
<i>Changes in assets and liabilities</i>		
(Increase) decrease in trade and other receivables	(15,442)	(7,302)
(Increase) decrease in prepayments	(8,622)	3,225
(Increase) decrease in inventories	10,000	(10,000)
(Decrease) increase in trade and other payables	1,306	(1,703)
(Decrease) increase in income in advance	(29,425)	(12,895)
(Decrease) increase in liabilities to employees	(6,321)	(2,895)
(Decrease) increase in employee benefits	1,184	(20,809)
Net cash flows from operating activities	(891)	(84,370)
<u>Note 14 - Commitments</u>		
<i>Lease commitments</i>		
Non-cancellable operating leases contracted for but not capitalised in the financial statements:		
Within one year	28,480	19,238
Later than one year but no later than five years	61,514	48,107
	89,994	67,345

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2019

	2019	2018
	\$	\$
<u>Note 15 - Related party transactions</u>		
The following transactions took place with Directors or a company of which they are associated during the year:		
Peter Carroll (note i)	-	523
Michael Sarroff (note ii)	452	1,038
	<u>452</u>	<u>1,561</u>

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

(ii) Michael Sarroff is the principal sole trader of Fourth Wall Productions. Fourth Wall Productions is paid as a workshop convenor.

Note 16 - 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 2019

STATEMENT BY BOARD OF DIRECTORS

The Directors have determined that the co-operative is not a reporting entity and that this special purpose financial report should be prepared in accordance with the statement of compliance and basis of preparation described in Note 2 to the financial statements and the *Australian Charities and Not-for-profits Commission Act 2012*.

In the opinion of the Directors, the financial report, which comprise the statement of financial position, statement of profit or loss and other comprehensive income, statement of changes in funds, 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 2019 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:



Miles Lochhead
Chairperson



Terry O'Donnell
Treasurer

Sydney, 22 November 2019

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****FINANCIAL REPORT - 30 JUNE 2019****BOARD'S DECLARATION UNDER THE CHARITABLE FUNDRAISING ACT 1991**

In the opinion of the Directors 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 2019; and
- (ii) The statement of financial position gives a true and fair view of the state of affairs of the co-operative 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 co-operative are appropriate and effective in accounting for all income received.

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



Miles Lochhead
Chairperson



Terry O'Donnell
Treasurer

Sydney, 22 November 2019

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

FINANCIAL REPORT - 30 JUNE 2019

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

Opinion

We have audited the accompanying financial report, being a special purpose financial report of The Bower Re-Use and Repair Centre Co-Operative Limited (the "co-operative") which comprises the statement of financial position as at 30 June 2019, the statement of profit or loss and other comprehensive income, the statement of changes in funds and statement of cash flows for the year then ended, notes comprising a summary of significant accounting policies and other explanatory information, and the Statement by Board of Directors. In our opinion, the accompanying financial report presents fairly, in all material respects, the financial position of the co-operative as at 30 June 2019 and its financial performance and its cash flows for the year then ended in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*.

Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibility for the Audit of the Financial Report* section of our report. We are independent of the co-operative in accordance with the auditor independence requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

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

Emphasis of Matter

Basis of Accounting

Without modifying our opinion, we draw attention to Notes 1 and 2 to the financial statements, which describes the basis of accounting. The financial report has been prepared to assist the Directors to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*. As a result, the special purpose financial report may not be suitable for another purpose. Our opinion is not modified in respect of this matter.

Directors' Responsibility for the Financial Report

The Directors of the co-operative are responsible for the preparation and fair presentation of the financial report in accordance with the financial reporting requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and for such internal control as the Directors determine is necessary to enable the preparation of a financial report that is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the Directors are responsible for assessing the co-operative's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the co-operative or to cease operations, or have no realistic alternative but to do so.

The Directors are responsible for overseeing the co-operative's financial reporting process.

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

FINANCIAL REPORT - 30 JUNE 2019

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

Auditor's Responsibilities for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

A further description of our responsibilities for the audit of the financial report is located at *The Auditing and Assurance Standards Board* and the website address is <http://www.auasb.gov.au/Home.aspx>

We communicate with the Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Other Legal and Regulatory Requirements

In addition, our audit report has also been prepared for the members of the company in accordance with section 24(2) of the *Charitable Fundraising 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 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 Act 1991* has been formed on the above basis.



StewartBrown
Chartered Accountants



S.J. Hutcheon
Partner

22 November 2019

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

ACCOUNTANT'S DISCLAIMER ON OTHER FINANCIAL INFORMATION

The additional financial data presented on the following pages is in accordance with the books and records of the co-operative which have been subjected to the auditing procedures applied in our statutory audit of the co-operative for the year ended 30 June 2019. 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 no warranty of accuracy or reliability is given. Neither the firm nor any member or employee of the firm undertakes responsibility in any way whatsoever to any person (other than The Bower Re-Use and Repair Centre Co-operative Limited) in respect of such data, including any errors or omissions therein however caused.



StewartBrown
Chartered Accountants



S.J. Hutcheon
Partner

22 November 2019

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**DETAILED INCOME AND EXPENDITURE STATEMENT (UNAUDITED)****FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	\$	\$
INCOME		
Gross proceeds from fundraising		
Donations	35,870	28,081
Grants		
Local Government grants	61,524	30,571
Non Government grants	94,138	86,544
Services delivered to councils		
Collection and rehoming Service	72,649	106,439
Sales	544,225	528,416
Other revenue		
Membership Income	856	1,348
Workshop fees	47,657	35,213
Delivery charges	15,350	13,679
Workshop repairs	-	3,066
Paid collection service	218	609
Staff discount	-	(167)
Sundry income	979	3,426
Fuel tax credits	620	482
Rent received (107)	3,041	4,424
WFD activity placements	27,999	25,679
Parramatta Market	11,526	-
Commission on Consignments	4,963	5,464
Workers Compensation Claim	3,236	1,062
Interest Received	2,141	3,149
Other income	292	-
<i>Total Income</i>	<u>927,284</u>	<u>877,485</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**DETAILED INCOME AND EXPENDITURE STATEMENT (UNAUDITED)****FOR THE YEAR ENDED 30 JUNE 2019 (continued)**

	2019	2018
	\$	\$
EXPENDITURE		
Cost of sales	10,000	-
Advertising and marketing	1,967	-
Funded projects	29,382	-
Lost Consignments	285	129
Workers Compensation	9,607	13,914
Staff Training	580	1,117
Staff Safety Equipment	674	457
Local Travel	4,127	4,183
Truck Running Costs	12,734	11,996
Rent	28,041	28,053
Repair and maintenance	1,313	4,985
Electricity	7,481	7,940
Water	881	963
Staff Advertising and Recruitment	600	626
Insurance	3,993	3,327
Telephone and Fax	2,298	4,169
Computer expense	1,368	4,509
Internet	2,109	1,702
Postage	-	1,040
Printing	2,101	1,238
Stationery	666	474
Shop Consumables	130	532
Photocopying	2,908	3,201
Staff Amenities	181	2,017
Meeting Expenses	169	815
Audit	8,300	8,516
Bookkeeping - External	28,599	26,290
Legal Fees	16,416	3,401
College/course expenses	39,678	15,634
Consultancy	6,985	11,122
Contingency	3,205	6,401
IT expense	4,473	1,575
Licences	958	871
Memberships and Subscriptions	2,525	2,065
Online store	4,226	3,354
Bank Charges	3,083	4,365
Bad debts	6,456	500
Cash Shortages	(375)	(820)
Sundry Expenses	(425)	662
Waste Removal	4,781	3,995
Workshop Expense	2,667	7,591
Promotions	2,724	6,315
Unwaste grants cost	-	2,160
Depreciation and amortisation	19,860	15,587
Salaries	575,282	643,947
Superannuation	54,006	64,645
<i>Total expenditure</i>	<u>907,019</u>	<u>925,563</u>
NET PROFIT (LOSS)	<u><u>20,265</u></u>	<u><u>(48,078)</u></u>