



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

**FINANCIAL REPORT - 30 JUNE 2021**

**CONTENTS**

Board of Directors' Report	1
Statement of Financial Position	2
Statement of Profit or Loss and Other Comprehensive Income	3
Statement of Changes in Funds	4
Statement of Cash Flows	5
Notes to the Financial Statements	6
Statement by Board of Directors	16
Board's Declaration under the Charitable Fundraising Act	17
Independent Auditor's Report	18
Accountant's Disclaimer on Other Financial Information	20
Detailed Income and Expenditure Statement	21

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 2021**

**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 2021 and report as follows:

**NAMES OF DIRECTORS**

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

<b>Name of Director</b>	<b>Position Held</b>	<b>Meetings Attended</b>
Linda O'Malley	Independent Director	9
Helen Cooper	Secretary ( <i>from 21 November 2020</i> ), Member Director	7
Suzan Campbell	Member Director ( <i>resigned 27 January 2021</i> )	9
Margy Vary	Secretary ( <i>to 21 November 2020</i> ), Member Director	7
Michelle Sheather	Chairperson, Member Director	8
Antonio Turri	Treasurer Independent Director	9
Judy Foster	Member Director ( <i>appointed December 2020, resigned June 2021</i> )	4

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 \$145,329 (2020 surplus: \$119,592).

**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 29 October 2021 and is signed for and on behalf of the Board of Director's by:

Michelle Sheather  
Chairperson

Antonio Turri  
Treasurer

29 October 2021

**THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED****ABN 51 412 061 029****STATEMENT OF FINANCIAL POSITION****AS AT 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	6	452,611	323,234
Trade and other receivables	7	60,497	179,066
<i>Total current assets</i>		<u>513,108</u>	<u>502,300</u>
<b>Non-current assets</b>			
Property, plant and equipment	8	68,769	45,462
Right-of-use assets	9	18,264	62,098
Intangible assets	10	29,832	35,982
<i>Total non-current assets</i>		<u>116,865</u>	<u>143,542</u>
<b>TOTAL ASSETS</b>		<u>629,973</u>	<u>645,842</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Trade and other payables	11	206,909	326,633
Employee benefits	12	46,290	30,848
Lease liabilities	13	16,501	49,153
<i>Total current liabilities</i>		<u>269,700</u>	<u>406,634</u>
<b>Non-current liabilities</b>			
Employee benefits	12	8,440	10,097
Lease liabilities	13	-	22,607
<i>Total non-current liabilities</i>		<u>8,440</u>	<u>32,704</u>
<b>TOTAL LIABILITIES</b>		<u>278,140</u>	<u>439,338</u>
<b>NET ASSETS</b>		<u><b>351,833</b></u>	<u><b>206,504</b></u>
<b>FUNDS</b>			
Accumulated funds		<u>351,833</u>	<u>206,504</u>
<b>TOTAL FUNDS</b>		<u><b>351,833</b></u>	<u><b>206,504</b></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 2021**

	Note	2021 \$	2020 \$
<b>Revenue</b>	4	1,448,430	1,148,837
<b>Other income</b>	4	6,655	-
		<u>1,455,085</u>	<u>1,148,837</u>
<b>Expenses</b>			
Administration and other expenses		(298,771)	(221,249)
Employee expenses		(930,179)	(730,920)
Depreciation and amortisation	5	(75,645)	(73,470)
Finance costs	5	(1,499)	(3,606)
Rental expenses	5	(3,662)	-
		<u>(1,309,756)</u>	<u>(1,029,245)</u>
<b>Surplus before income tax</b>		145,329	119,592
Income tax expense		-	-
<b>Surplus for the year</b>		<u>145,329</u>	<u>119,592</u>
<b>Other comprehensive income</b>		-	-
<b>Total comprehensive income for the year</b>		<u><u>145,329</u></u>	<u><u>119,592</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 2021**

	<b>Accumulated Funds \$</b>	<b>Total \$</b>
<b>Balance at 1 July 2019</b>	86,912	86,912
<b>Comprehensive income</b>		
Surplus for the year	119,592	119,592
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<u>119,592</u>	<u>119,592</u>
<b>Balance at 30 June 2020</b>	<u><b>206,504</b></u>	<u><b>206,504</b></u>
<b>Balance at 1 July 2020</b>	206,504	206,504
<b>Comprehensive income</b>		
Surplus for the year	145,329	145,329
Other comprehensive income	-	-
<b>Total comprehensive income for the year</b>	<u>145,329</u>	<u>145,329</u>
<b>Balance at 30 June 2021</b>	<u><b>351,833</b></u>	<u><b>351,833</b></u>

**THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED****STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED 30 JUNE 2021**

	Note	2021 \$	2020 \$
<b>Cash flows from operating activities</b>			
Receipts from customers and government		1,447,304	1,169,169
Payments to suppliers and employees		(1,276,520)	(954,687)
Donations received		56,952	79,768
Interest received		712	1,543
Interest paid - leases		(1,499)	(3,606)
<i>Net cash flows from operating activities</i>	14	<u>226,949</u>	<u>292,187</u>
<b>Cash flows from investing activities</b>			
Proceeds from sale of property, plant and equipment		8,182	2,237
Purchase of property, plant and equipment		(45,445)	(21,058)
Purchase of intangible assets		(5,050)	(17,027)
<i>Net cash flows from investing activities</i>		<u>(42,313)</u>	<u>(35,848)</u>
<b>Cash flows from financing activities</b>			
Repayment of lease liabilities		(55,259)	(34,171)
<i>Net cash flows from financing activities</i>		<u>(55,259)</u>	<u>(34,171)</u>
Net increase (decrease) in cash and cash equivalents		129,377	222,168
Cash and cash equivalents at the beginning of the financial year		<u>323,234</u>	<u>101,066</u>
Cash and cash equivalents at the end of the financial year	6	<u><b>452,611</b></u>	<u><b>323,234</b></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 2021**

**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 29 October 2021.

**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.

***New and revised standards that are effective for these financial statements***

Several amendments to Australian Accounting Standards and interpretations are mandatory for the 30 June 2021 reporting period. These include:

- *AASB 2018-6: Definition of a Business* (amendments to AASB 3)
- *AASB 2018-7: Definition of Material* (amendments to AASB 101 and AASB 108)
- *AASB 2019-1: References to the Conceptual Framework* (revises the Conceptual Framework for Financial Reporting)
- *AASB 2020-4: Amendments to AASs - Covid-19-Related Rent Concessions* (amendments to AASB 16)

The amendments listed above did not have any impact on the amounts recognised in the current or prior periods but may affect future periods.

***New standards and interpretations not yet adopted***

Certain new accounting standards, amendments and interpretations have been published that are not mandatory for 30 June 2021 reporting periods and have not been early adopted by the co-operative. These include:

- *AASB 1060: General Purpose Financial Statements - Simplified Disclosures for For-Profit and Not-for-Profit Tier 2 Entities* (effective for the year ending 30 June 2022)
- *AASB 2020-1: Amendments to AASs - Classification of Liabilities as Current or Non-current* (effective for the year ending 30 June 2024)

It is not expected that AASB 2020-1 will have a material impact on the co-operative in future reporting periods. AASB 1060 may have a material impact on the co-operative in future reporting periods and on foreseeable future transactions and disclosures since AASB 1060 acts to mandate that the co-operative prepare a general purpose financial report under a new Simplified Disclosure Standard in future reporting periods. The co-operative has not yet assessed the specific financial reporting impacts of AASB 1060.

**THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED****NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021****Note 2 - Basis of preparation (continued)*****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.

**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.



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

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**Note 3 - Significant accounting policies (continued)**

***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***

Grant revenue is recognised in profit or loss when the company satisfies the performance obligations stated within the funding agreements.

***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.

***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. 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:

Building	40 years
Leasehold improvements	5 years
Equipment, furniture and fittings	5 - 20 years
Motor vehicles	5 years

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

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**Note 3 - Significant accounting policies (continued)**

***Property, plant and equipment (continued)***

***Depreciation (continued)***

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.

***Right-of-use assets***

At inception, a right-of-use asset and a lease liability is recognised. Right-of-use assets are included in the *Statement of Financial Position* within a classification relevant to the underlying asset.

Right-of-use assets are initially measured at cost, comprising of the following:

- The amount of the initial measurement of the lease liability
- Any lease payments made at or before the commencement date, less any lease incentives received
- Any initial direct costs incurred
- An estimate of costs to be incurred in dismantling and removing the underlying asset, restoring the site on which it is located or restoring the underlying asset to the condition required by the terms and conditions of the lease, unless those costs are incurred either at the commencement date or as a consequence of having used the underlying asset during a particular period

Subsequently, right-of-use assets are measured using a cost model. The right-of-use asset is depreciated to the earlier of the useful life of the asset or the lease term using the straight-line method and is recognised in the statement of profit or loss and other comprehensive income in "Depreciation and amortisation".

The co-operative tests for impairment where there is an indication that a right-of-use asset may be impaired. An assessment of whether there is an indication of possible impairment is done at each reporting date. Where the carrying amount of a right of use asset is greater than the estimated recoverable amount, it is written down immediately to its recoverable amount. The resulting impairment loss is recognised immediately in surplus or deficit, except where the decrease reverses a previously recognised revaluation increase for the same asset.

The resulting decrease is recognised in other comprehensive income to that extent and reduces the amount accumulated in equity under revaluation surplus, and future depreciation charges are adjusted in future periods to allocate the revised carrying amount, less its residual value, on a systematic basis over its remaining useful life.

***Lease liability***

At the commencement date of the lease, the lease liability is initially recognised for the present value of non-cancellable lease payments discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the co-operative's incremental borrowing rate.

The tenor of a lease includes any renewal period where the lessee is reasonably certain that they will exercise the option to renew. The co-operative has reviewed all its leases and included any extensions where the co-operative assessed it is reasonably certain the lease agreement will be renewed.

The lease payment used in the calculation of the lease liabilities should include variable payments when they relate to an index or rate. Where leases contain variable lease, payments based on an index or rate at a future point in time, the co-operative has used the incremental uplift contained in the lease or the respective Reserve Bank forward-looking CPI target for CPI-related increases.

In the absence of any floor or cap clauses in the lease agreements, the co-operative measures the rent for the year under market review at an amount equal to the rent of the year preceding the market review increased by a fixed rate.

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

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

**Note 3 - Significant accounting policies (continued)**

***Lease liability (continued)***

The lease liability is initially measured at the present value of the lease payments that are not yet paid at the commencement date. Lease payments are discounted using the relevant co-operative's incremental borrowing rate. The incremental borrowing rate used for this calculation is dictated by the tenor of the lease and the location of the asset. The incremental borrowing rate is the rate the co-operative would be charged on borrowings, provided by our banking partners. The weighted average incremental borrowing rate 4%. The following lease payments being fixed payments, less any lease incentives receivable are included where they are not paid at the commencement date.

Subsequently, the lease liability is measured by:

- increasing the carrying amount to reflect interest on the lease liability
- reducing the carrying amount to reflect the lease payments made
- remeasuring the carrying amount to reflect any reassessment or lease modifications or to reflect revised in-substance fixed lease payments

The unwind of the financial charge on the lease liabilities is recognised in the *Statement of Profit or Loss and Other Comprehensive Income* in "Finance costs" based on the company's incremental borrowing rate.

***Leases***

The co-operative leases its premises on an arm's length basis from a third-party lessor. A lease is a contract, or part of a contract, that conveys the right to use an asset for a period of time in exchange for consideration.

At inception of a contract, it is assessed to determine whether the contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. If the terms and conditions of a contract are changed, it is reassessed to once again determine if the contract is still, or now contains, a lease.

The term of a lease is determined as the non-cancellable period of the lease, together with the periods covered by an option to extend the lease where there is reasonable certainty that the option will be exercised, and periods covered by an option to terminate the lease if there is reasonable certainty that the option will not be exercised.

The assessment of the reasonable certainty of the exercising of options to extend the lease, or not exercising of options to terminate the lease, is reassessed upon the occurrence of either a significant event or a significant change in circumstances that is within the co-operative's control and it affects the reasonable certainty assumptions. The assessment of the lease term is revised if there is a change in the non-cancellable lease period.

The co-operative does not recognise leases that have a lease term of 12 months or less or are of low value as a right-of-use asset or lease liability. The lease payments associated with these leases are recognised as an expense in the statement of profit or loss and other comprehensive income on a straight-line basis over the lease term.

***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.

**THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED****NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021****Note 3 - Significant accounting policies (continued)*****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 2021**

	2021 \$	2020 \$
<b><u>Note 4 - Revenue</u></b>		
<b>Revenue</b>		
Sales	628,901	520,924
Grant income	176,257	120,177
Services delivered to councils	72,156	74,621
Other operating revenue	89,615	119,568
	<u>966,929</u>	<u>835,290</u>
<b>Other revenue</b>		
Donations received	56,952	79,768
Government support - COVID-19	423,837	232,236
Interest income	712	1,543
	<u>481,501</u>	<u>313,547</u>
<i>Total revenue</i>	<u>1,448,430</u>	<u>1,148,837</u>
<b>Other income</b>		
Net gain on the disposal of property, plant and equipment	6,655	-
<i>Total other income</i>	<u>6,655</u>	<u>-</u>
<i>Total revenue and other income</i>	<u>1,455,085</u>	<u>1,148,837</u>
<b><u>Note 5 - Expenses</u></b>		
Depreciation and amortisation		
Property, plant and equipment	20,611	17,867
Right-of-use assets	43,834	43,833
Software	11,200	11,770
<i>Total depreciation and amortisation</i>	<u>75,645</u>	<u>73,470</u>
Finance costs - leases	1,499	3,606
Auditor's remuneration	9,603	8,500
Bad debts expense	-	26
Impairment - trade receivables	(6,304)	400
Rental expenses relating to operating leases	3,662	-
<b><u>Note 6 - Cash and cash equivalents</u></b>		
Cash at bank and on hand	452,611	323,234
<i>Total cash and cash equivalents</i>	<u>452,611</u>	<u>323,234</u>
<b><u>Note 7 - Trade and other receivables</u></b>		
<b><u>Current</u></b>		
Trade receivables	13,663	51,034
Provision for impairment	(400)	(6,704)
Other receivables	25,233	114,678
Prepayments	22,001	20,058
<i>Total current trade and other receivables</i>	<u>60,497</u>	<u>179,066</u>
<b><u>Provision for impairment</u></b>		
Opening net carrying amount	6,704	6,304
Increase (decrease) in provision	(6,304)	400
Closing net carrying amount	<u>400</u>	<u>6,704</u>

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

**NOTES TO THE FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2021**

**Note 8 - Property, plant and equipment**

	Leasehold Improvements	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
<b>At 30 June 2020</b>					
Cost	11,212	94,552	84,517	45,342	235,623
Accumulated depreciation	(2,033)	(94,552)	(52,102)	(41,474)	(190,161)
<i>Net carrying amount</i>	<u>9,179</u>	<u>-</u>	<u>32,415</u>	<u>3,868</u>	<u>45,462</u>
<b>Movements in carrying amounts</b>					
Opening net carrying amount	9,179	-	32,415	3,868	45,462
Additions	-	-	-	45,445	45,445
Disposals	-	-	-	(1,527)	(1,527)
Depreciation charge for the year	(6,503)	-	(8,732)	(5,376)	(20,611)
Closing net carrying amount	<u>2,676</u>	<u>-</u>	<u>23,683</u>	<u>42,410</u>	<u>68,769</u>
<b>At 30 June 2021</b>					
Cost	11,212	94,552	84,517	45,445	235,726
Accumulated depreciation	(8,536)	(94,552)	(60,834)	(3,035)	(166,957)
<i>Net carrying amount</i>	<u>2,676</u>	<u>-</u>	<u>23,683</u>	<u>42,410</u>	<u>68,769</u>

	2021 \$	2020 \$
<b>Note 9 - Right-of-use assets</b>		
Leased offices - at cost	105,931	105,931
Accumulated depreciation	(87,667)	(43,833)
<i>Total right-of-use assets</i>	<u>18,264</u>	<u>62,098</u>
<b>Movements in carrying amounts</b>		
Opening net carrying amount	62,098	-
Additions - new leases entered into	-	105,931
Depreciation charge for the year	(43,834)	(43,833)
Closing net carrying amount	<u>18,264</u>	<u>62,098</u>

**Note 10 - Intangible assets**

**Software**

Cost	65,722	60,672
Accumulated amortisation	(35,890)	(24,690)
<i>Net carrying amount</i>	<u>29,832</u>	<u>35,982</u>
<b>Movements in carrying amounts</b>		
Opening net carrying amount	35,982	30,725
Additions	5,050	17,027
Amortisation charge for the year	(11,200)	(11,770)
Closing net carrying amount	<u>29,832</u>	<u>35,982</u>

**Note 11 - Trade and other payables**

**Current**

Trade payables	14,143	13,825
Grants received in advance	137,525	176,786
Income received in advance	5,252	64,682
Liabilities to employees	49,989	50,917
Other payables	-	20,423
<i>Total current trade and other payables</i>	<u>206,909</u>	<u>326,633</u>

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

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	<b>2021</b>	<b>2020</b>
	<b>\$</b>	<b>\$</b>
<b><u>Note 12 - Employee benefits</u></b>		
<u>Current</u>		
Annual leave	28,437	30,848
Employee bonuses	17,853	-
<i>Total current employee benefits</i>	<u>46,290</u>	<u>30,848</u>
<u>Non-current</u>		
Long service leave	8,440	10,097
<i>Total non-current employee benefits</i>	<u>8,440</u>	<u>10,097</u>
<b><u>Note 13 - Lease liabilities</u></b>		
<u>Current</u>		
Lease liabilities	16,501	49,153
<i>Total current lease liabilities</i>	<u>16,501</u>	<u>49,153</u>
<u>Non-current</u>		
Lease liabilities	-	22,607
<i>Total non-current lease liabilities</i>	<u>-</u>	<u>22,607</u>
<b><i>Movements in carrying amounts</i></b>		
Opening net carrying amount	71,760	-
Additions - new leases entered into	-	105,931
Lease modification	(16,758)	-
Repayments	(40,000)	(37,777)
Interest	1,499	3,606
Closing net carrying amount	<u>16,501</u>	<u>71,760</u>
<b><u>Note 14 - Cash flow information</u></b>		
<b><i>Reconciliation of net surplus for the year to net cash flows from operations</i></b>		
Surplus for the year	145,329	119,592
<i>Adjustments for:</i>		
Non cash flows		
Gain on disposal of property, plant and equipment	(6,655)	-
Amortisation	11,200	11,770
Depreciation	64,445	61,700
Bad and doubtful debts	400	6,704
<i>Changes in assets and liabilities</i>		
(Increase) decrease in trade and other receivables	120,112	(58,345)
(Increase) decrease in prepayments	(1,943)	(5,213)
(Decrease) increase in trade and other payables	(20,105)	(2,608)
(Decrease) increase in income in advance	(98,691)	109,285
(Decrease) increase in liabilities to employees	(928)	22,974
(Decrease) increase in employee benefits	13,785	26,328
Net cash flows from operating activities	<u>226,949</u>	<u>292,187</u>

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

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2021**

<b>2021</b>	<b>2020</b>
<b>\$</b>	<b>\$</b>

**Note 15 - Charitable fundraising activities**

The following information is disclosed in accordance with the requirements of the New South Wales *Charitable Fundraising Act 1991* :-

***Fundraising income and expenditure***

Gross proceeds from fundraising	95,452	102,744
Total costs of fundraising	<u>10,005</u>	<u>11,425</u>
Net surplus from fundraising	<u><u>105,457</u></u>	<u><u>114,169</u></u>

**Note 16 - Events occurring after balance date**

Subsequent to the end of the financial year, there remains a degree of uncertainty in relation to future economic and other impacts of the COVID-19 pandemic, emergency control measures and progressive withdrawal of Government emergency support.

At the date of signing the financial statements the Directors are unable to determine what financial effects the outbreak of the virus could have on the company in the coming financial period.

The Directors acknowledge their responsibility to continuously monitor the situation and evaluate this impact including the ability to pay the debts as and when they become due and payable.

There were no other significant events occurring after balance date.



**THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED****FINANCIAL REPORT - 30 JUNE 2021****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 2021 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:

Michelle Sheather  
Chairperson

Antonio Turri  
Treasurer

Sydney, 29 October 2021

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

**FINANCIAL REPORT - 30 JUNE 2021**

**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 2021; 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:

Michelle Sheather  
Chairperson

Antonio Turri  
Treasurer

Sydney, 29 October 2021

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

**FINANCIAL REPORT - 30 JUNE 2021**

**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 2021, 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 2021 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 2021**

**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

29 October 2021

**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 2021. 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

29 October 2021

**THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED****DETAILED INCOME AND EXPENDITURE STATEMENT (UNAUDITED)**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	2021 \$	2020 \$
<b>INCOME</b>		
<b>Gross proceeds from fundraising</b>		
Donations	56,952	79,768
<b>Grants</b>		
Government support - <i>COVID-19</i>	423,837	232,236
Government grants	145,335	90,363
Non Government grants	30,922	29,814
<b>Services delivered to councils</b>		
Collection and rehoming Service	72,156	74,621
<b>Sales</b>	628,901	520,924
<b>Other revenue</b>		
Membership Income	737	405
Workshop fees	44,178	16,853
Delivery charges	11,023	12,475
Workshop repairs	-	1,620
Paid collection service	126	238
Sundry income	2,638	33,294
Lease liability adjustment	16,758	-
Profit on sale of assets	6,655	-
Fuel tax credits	346	592
WFD activity placements	2,196	37,355
Parramatta workshops	5,018	9,574
Commission on consignments	5,683	6,600
Workers compensation claim	685	562
Interest Received	712	1,543
<i>Total Income</i>	1,455,085	1,148,837
	-	-

**THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED****DETAILED INCOME AND EXPENDITURE STATEMENT (UNAUDITED)**  
**FOR THE YEAR ENDED 30 JUNE 2021**

	2021 \$	2020 \$
<b>EXPENDITURE</b>		
Advertising and marketing	404	2,202
Funded projects	57,039	41,784
Lost consignments	-	98
Workers compensation	11,371	13,621
Staff training	6,988	2,215
Staff safety equipment	231	1,084
Local travel	3,017	3,949
Truck running costs	13,099	11,390
Rent	3,662	-
Repair and maintenance	3,102	2,528
Electricity	5,789	6,159
Water	465	462
Staff advertising and recruitment	977	1,290
Insurance	4,747	4,140
Telephone and fax	5,358	2,118
Computer expense	541	1,898
Internet	1,481	2,030
Administration	-	8,100
Storage space	280	-
Printing	581	1,587
Stationery	141	610
Shop consumables	230	239
Photocopying	1,745	2,713
Staff amenities	344	343
Meeting expenses	1,050	909
Volunteer expense	25	-
Audit	9,603	8,500
Bookkeeping - external	29,070	29,948
Grant writer	-	7,363
Legal Fees	9,091	909
Tiny house course running costs	28,412	28,241
Consultancy	58,870	1,770
Contingency	783	2,266
IT upgrade	3,875	-
IT expense	4,326	2,682
Licences	2,056	1,349
Memberships and subscriptions	5,757	1,905
Online store	7,272	4,665
Bank charges	4,943	4,290
Bad debts	-	426
Cash shortages	1,611	341
Sundry expenses	-	334
Waste removal	7,070	5,706
Workshop expense	5,553	6,462
Promotions	-	1,121
Art from trash expense	1,925	2,715
Finance costs	1,499	3,606
Depreciation and amortisation	75,645	73,470
Salaries	864,571	677,534
Superannuation	65,157	52,173
<i>Total expenditure</i>	<u>1,309,756</u>	<u>1,029,245</u>
<b>NET PROFIT FOR THE YEAR</b>	<u><u>145,329</u></u>	<u><u>119,592</u></u>

This Detailed Income &amp; Expenditure Statement does not form part of the audited Financial Report