



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

FINANCIAL REPORT - 30 JUNE 2023

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

FINANCIAL REPORT - 30 JUNE 2023

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 2023 and report as follows:

NAMES OF DIRECTORS

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

Name	Position	Board Meetings	
		Eligible	Attended
Marcelle Psaila	Independent Director and Chairperson <i>(from October 2022)</i>	7	7
Tony Turri	Treasurer <i>(Resigned October 2022)</i>	4	3
Sagan Rajbhandary	Secretary <i>(Resigned November 2022)</i>	5	3
Michelle Sheather	Member Director	10	9
Rose Dravitzki	Member Director	10	7
Angus MacGregor	Independent Director	10	6
Katherine Lindsay	Member Director	10	4
Henry McKenna	Treasurer <i>(Appointed May 2023)</i>	1	1
Catherine Dai	Treasurer <i>(Resigned February 2023)</i>	3	1
Gaurav Kumar Sharma	Secretary <i>(Resigned March 2023)</i>	4	1
Shane Orion Weichnik	Secretary <i>(Resigned June 2023)</i>	7	5
Shwetha Pran	Secretary <i>(Appointed August 2023)</i>	0	0

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 re-use and repair centres, 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 deficit of \$26,102 (2022 deficit: \$151,809).

SIGNIFICANT CHANGES IN STATE OF AFFAIRS

We made a significant recovery compared to the 2021-22 financial year. The revenue has resulted from the recovery post-pandemic. We had a loss in revenue from four break-ins at our Marrickville centre (the police have since caught those responsible), and from a downturn in the economy. We also had this financial year the cost to close down two of our centres at Zetland and Parramatta and to outfit and open a new larger more efficient centre at Summer Hill which had been planned for a number of years. This was in part subsidised by a NSW Infrastructure grant.

This report is made in accordance with a resolution of the Directors made on 1 November 2023 and is signed for and on behalf of the Board of Director's by:



Marcelle Psaila
Chairperson



Henry McKenna
Treasurer

1 November 2023

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

FINANCIAL REPORT - 30 JUNE 2023

AUDITOR'S INDEPENDENCE DECLARATION UNDER s60-40
OF THE AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012
TO THE MEMBERS 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 2023 there have 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

1 November 2023

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****STATEMENT OF FINANCIAL POSITION****AS AT 30 JUNE 2023**

	Note	2023 \$	2022 \$
ASSETS			
Current assets			
Cash and cash equivalents	6	189,368	224,991
Trade and other receivables	7	87,038	117,042
Inventories	8	6,630	7,750
<i>Total current assets</i>		<u>283,036</u>	<u>349,783</u>
Non-current assets			
Property, plant and equipment	9	59,715	56,130
Right-of-use assets	10	252,822	-
Intangible assets	11	20,106	31,536
<i>Total non-current assets</i>		<u>332,643</u>	<u>87,666</u>
TOTAL ASSETS		<u>615,679</u>	<u>437,449</u>
LIABILITIES			
Current liabilities			
Trade and other payables	12	175,948	223,169
Employee benefits	13	6,622	10,952
Lease liabilities	14	19,454	-
<i>Total current liabilities</i>		<u>202,024</u>	<u>234,121</u>
Non-current liabilities			
Employee benefits	13	3,009	3,304
Lease liabilities	14	236,724	-
<i>Total non-current liabilities</i>		<u>239,733</u>	<u>3,304</u>
TOTAL LIABILITIES		<u>441,757</u>	<u>237,425</u>
NET ASSETS		<u><u>173,922</u></u>	<u><u>200,024</u></u>
FUNDS			
Accumulated funds		<u>173,922</u>	<u>200,024</u>
TOTAL FUNDS		<u><u>173,922</u></u>	<u><u>200,024</u></u>

The accompanying notes form part of these financial statements

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

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2023

	Note	2023 \$	2022 \$
Revenue	4	<u>738,832</u>	<u>642,899</u>
		<u>738,832</u>	<u>642,899</u>
Expenses			
Administration and other expenses		(251,492)	(194,798)
Employee expenses		(429,987)	(524,287)
Depreciation and amortisation	5	(28,188)	(44,552)
Finance costs	5	(2,497)	(165)
Rental expenses	5	<u>(52,770)</u>	<u>(30,906)</u>
		<u>(764,934)</u>	<u>(794,708)</u>
Surplus (deficit) before income tax		(26,102)	(151,809)
Income tax expense		<u>-</u>	<u>-</u>
Surplus (deficit) for the year		<u>(26,102)</u>	<u>(151,809)</u>
Other comprehensive income		<u>-</u>	<u>-</u>
Total comprehensive income (loss) for the year		<u><u>(26,102)</u></u>	<u><u>(151,809)</u></u>

The accompanying notes form part of these financial statements

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****STATEMENT OF CHANGES IN FUNDS****AS AT 30 JUNE 2023**

	Accumulated Funds	Total
	\$	\$
Balance at 1 July 2021	351,833	351,833
Comprehensive income		
Surplus (deficit) for the year	(151,809)	(151,809)
Other comprehensive income	-	-
Total comprehensive income (loss) for the year	<u>(151,809)</u>	<u>(151,809)</u>
Balance at 30 June 2022	<u>200,024</u>	<u>200,024</u>
Balance at 1 July 2022	200,024	200,024
Comprehensive income		
Surplus (deficit) for the year	(26,102)	(26,102)
Other comprehensive income	-	-
Total comprehensive income (loss) for the year	<u>(26,102)</u>	<u>(26,102)</u>
Balance at 30 June 2023	<u>173,922</u>	<u>173,922</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****STATEMENT OF CASH FLOWS****AS AT 30 JUNE 2023**

	Note	2023 \$	2022 \$
Cash flows from operating activities			
Receipts from customers and government		689,839	526,671
Payments to suppliers and employees		(771,323)	(800,289)
Donations received		58,993	77,672
Interest received		728	345
Interest paid - leases		-	(165)
<i>Net cash flows from operating activities</i>	15	<u>(21,763)</u>	<u>(195,766)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment		(13,860)	(2,449)
Purchase of intangible assets		-	(12,904)
<i>Net cash flows from investing activities</i>		<u>(13,860)</u>	<u>(15,353)</u>
Cash flows from financing activities			
Repayment of lease liabilities		-	(16,501)
<i>Net cash flows from financing activities</i>		<u>-</u>	<u>(16,501)</u>
Net increase (decrease) in cash and cash equivalents		(35,623)	(227,620)
Cash and cash equivalents at the beginning of the financial year		<u>224,991</u>	<u>452,611</u>
Cash and cash equivalents at the end of the financial year	6	<u>189,368</u>	<u>224,991</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 2023**Note 1 - Corporate information**

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 Co-operative provides re-use and repair centre services, educational workshops and re-use referral services to the local community.

The registered address and principal place of business of the Co-operative is:

142 Addison Road
Marrickville NSW 2204

The financial statements were approved by the Directors on 1 November 2023.

Note 2 – Basis of preparation***Statement of compliance***

These general purpose financial statements have been prepared in compliance with the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and *Australian Accounting Standards - Simplified Disclosures*. The Co-operative is a not-for-profit entity for the purposes of preparing these financial statements.

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.

Estimation of useful lives of assets

The estimation of the useful lives of assets has been based on historical experience as well as manufacturers' warranties (for plant and equipment) and turnover policies (for motor vehicles). In addition, the condition of the assets is assessed at least once per year and considered against the remaining useful life. Adjustments to useful lives are made when considered necessary.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2023**Note 2 – Basis of preparation (continued)*****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 2023 reporting period. These include:

- *AASB 2022-3 Amendments to AASs – Illustrative Examples for Not-for-Profit Entities accompanying AASB 15* (effective for the year ending 30 June 2023)
- *AASB 2020-3 Amendments to AASB 116 – Property, Plant and Equipment: Proceeds before Intended Use* (effective for the year ending 30 June 2023)
- *AASB 2020-3 Amendments to AASB 137 – Onerous Contracts – Cost of Fulfilling a Contract* (effective for the year ended 30 June 2023)

The application of the amendments to AASB 15, AASB 116 and AASB 137 have not had a material impact on the carrying values of the Co-operative's asset, liability or equity balances; nor a material impact on the disclosures in the financial report nor the recognition and measurement of the Co-operative's revenue or expenses.

New standards and interpretations not yet adopted

Certain new accounting standards, amendments and interpretations have been published that are not mandatory for 30 June 2023 reporting periods and have not been early adopted by the Co-operative. These include:

- *AASB 2020-1: Amendments to AASs – Classification of Liabilities as Current or Non-current* (effective for the year ending 30 June 2024)
- *AASB 2021-2- and AASB 2021-6: Amendments to AASs – Disclosure of Accounting Policies* (effective for the year ending 30 June 2024)
- *AASB 2021-2: Amendments to AASB 108 – Definition of Accounting Estimates* (effective for the year ending 30 June 2024)

It is not expected that AASB 2020-1, AASB 2021-2 or AASB 2021-6 will have a material impact on the Co-operative in future reporting periods.

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*.

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 2023

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 Co-operative 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 2023**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.

Leases

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 BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2023**Note 3 - Significant accounting policies (continued)*****Leases (continued)***

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.

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 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 is 4.5%. 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 Co-operative's incremental borrowing rate.

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.

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**NOTES TO THE FINANCIAL STATEMENTS**
FOR THE YEAR ENDED 30 JUNE 2023**Note 3 - Significant accounting policies (continued)*****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**ABN 51 412 061 029****NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	2023 \$	2022 \$
Note 4 - Revenue		
Revenue		
Sales	318,817	239,524
Grant income	174,664	95,817
Services delivered to councils	69,099	43,878
Other operating revenue	116,531	38,720
	<u>679,111</u>	<u>417,939</u>
Other revenue		
Donations received	58,993	77,672
Government support - COVID-19	-	146,943
Interest income	728	345
	<u>59,721</u>	<u>224,960</u>
<i>Total revenue</i>	<u><u>738,832</u></u>	<u><u>642,899</u></u>
Note 5 - Expenses		
Depreciation and amortisation		
Property, plant and equipment	10,275	15,088
Right-of-use assets	6,483	18,264
Software	11,430	11,200
<i>Total depreciation and amortisation</i>	<u>28,188</u>	<u>44,552</u>
Finance costs - leases	2,497	165
Impairment - trade receivables	834	396
Rental expenses relating to operating leases	52,770	30,906
Note 6 - Cash and cash equivalents		
Cash at bank and on hand	189,368	224,991
<i>Total cash and cash equivalents</i>	<u><u>189,368</u></u>	<u><u>224,991</u></u>
Note 7 - Trade and other receivables		
Current		
Trade receivables	67,952	90,604
Provision for impairment	(71)	(796)
	<u>67,881</u>	<u>89,808</u>
Other receivables	8,025	12,752
Prepayments	11,132	14,482
<i>Total current trade and other receivables</i>	<u><u>87,038</u></u>	<u><u>117,042</u></u>
Provision for impairment		
Opening net carrying amount	796	400
Increase (decrease) in provision	834	396
Closing net carrying amount	<u><u>1,630</u></u>	<u><u>796</u></u>
Note 8 - Inventories		
Stock on hand	6,630	7,750
<i>Total inventories</i>	<u><u>6,630</u></u>	<u><u>7,750</u></u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****NOTES TO THE FINANCIAL STATEMENTS****FOR THE YEAR ENDED 30 JUNE 2023****Note 9 - Property, plant and equipment**

	Leasehold Improvements	Buildings	Plant and Equipment	Motor Vehicles	Total
	\$	\$	\$	\$	\$
At 30 June 2022					
Cost	11,211	94,552	86,967	45,445	238,175
Accumulated depreciation	(11,211)	(94,552)	(67,566)	(8,716)	(182,045)
<i>Net carrying amount</i>	-	-	19,401	36,729	56,130
Movements in carrying amounts					
Opening net carrying amount	-	-	19,401	36,729	56,130
Additions	-	-	13,860	-	13,860
Depreciation charge for the year	-	-	(4,595)	(5,680)	(10,275)
Closing net carrying amount	-	-	28,666	31,049	59,715
At 30 June 2023					
Cost	11,211	94,552	100,827	45,445	252,035
Accumulated depreciation	(11,211)	(94,552)	(72,161)	(14,396)	(192,320)
<i>Net carrying amount</i>	-	-	28,666	31,049	59,715

	2023 \$	2022 \$
Note 10 - Right-of-use assets		
Leased offices - at cost	365,236	105,931
Accumulated depreciation	(112,414)	(105,931)
<i>Total right-of-use assets</i>	252,822	-
Movements in carrying amounts		
Opening net carrying amount	-	18,264
Additions - new leases entered into	259,305	-
Depreciation charge for the year	(6,483)	(18,264)
Closing net carrying amount	252,822	-
Note 11 - Intangible assets		
Software		
Cost	78,626	78,626
Accumulated amortisation	(58,520)	(47,090)
<i>Net carrying amount</i>	20,106	31,536
Movements in carrying amounts		
Opening net carrying amount	31,536	29,832
Additions	-	12,904
Amortisation charge for the year	(11,430)	(11,200)
Closing net carrying amount	20,106	31,536
Note 12 - Trade and other payables		
Current		
Trade payables	13,089	20,197
Grants received in advance	65,377	128,141
Income received in advance	43,213	25,948
Liabilities to employees	35,214	30,828
Other payables	19,055	18,055
<i>Total current trade and other payables</i>	175,948	223,169

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	2023	2022
	\$	\$
Note 13 - Employee benefits		
<u>Current</u>		
Annual leave	6,622	10,952
<i>Total current employee benefits</i>	<u>6,622</u>	<u>10,952</u>
<u>Non-current</u>		
Long service leave	3,009	3,304
<i>Total non-current employee benefits</i>	<u>3,009</u>	<u>3,304</u>
Note 14 - Lease liabilities		
<u>Current</u>		
Lease liabilities	19,454	-
<i>Total current lease liabilities</i>	<u>19,454</u>	<u>-</u>
<u>Non-current</u>		
Lease liabilities	236,724	-
<i>Total non-current lease liabilities</i>	<u>236,724</u>	<u>-</u>
Movements in carrying amounts		
Opening net carrying amount	-	16,501
Additions - new leases entered into	256,178	-
Reclassification	(2,497)	-
Repayments	-	(16,666)
Interest	2,497	165
Closing net carrying amount	<u>256,178</u>	<u>-</u>
Note 15 - Cash flow information		
Reconciliation of net surplus (deficit) for the year to net cash flows from operations		
Surplus (deficit) for the year	(26,102)	(151,809)
<i>Adjustments for:</i>		
<i>Non cash flows</i>		
Leased asset	(3,127)	-
Amortisation	11,430	11,200
Depreciation	16,758	33,352
Bad and doubtful debts	71	796
<i>Changes in assets and liabilities</i>		
(Increase) decrease in trade and other receivables	26,583	(64,860)
(Increase) decrease in prepayments	3,350	7,519
(Increase) decrease in inventories	1,120	(7,750)
(Decrease) increase in trade and other payables	(6,108)	24,109
(Decrease) increase in income in advance	(45,499)	11,312
(Decrease) increase in liabilities to employees	4,386	(19,161)
(Decrease) increase in employee benefits	(4,625)	(40,474)
Net cash flows from operating activities	<u>(21,763)</u>	<u>(195,766)</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**ABN 51 412 061 029****NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2023**

	2023 \$	2022 \$
Note 16 - Commitments		
Operating lease commitments		
Commitments for minimum lease payments in relation to non-cancellable operating leases are payable as follows:		
Within one year	41,600	-
Later than one year but not later than five years	187,253	-
	<u>228,853</u>	<u>-</u>
Note 17 - Charitable fundraising activities		
The following information is disclosed in accordance with the requirements of the New South Wales <i>Charitable Fundraising Act 1991</i> :-		
Fundraising income and expenditure		
Gross proceeds from fundraising	82,817	79,291
Total costs of fundraising	9,860	12,831
Net surplus from fundraising	<u>72,957</u>	<u>66,460</u>
Note 18 - Key management personnel		
Remuneration of key management personnel		
The aggregate amount of compensation paid to key personnel during	<u>56,277</u>	<u>124,325</u>
Note 19 - Auditor's remuneration		
Fees paid to StewartBrown, Chartered Accountants:		
Audit of the financial report	6,300	7,000
Preparation of the financial report	2,700	3,000
<i>Total auditor's remuneration</i>	<u>9,000</u>	<u>10,000</u>
Note 20 - 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 2023****STATEMENT BY BOARD OF DIRECTORS**

The Directors of The Bower Re-Use and Repair Centre Co-operative Limited declare that:

1. The financial statements, which comprises the statement of financial position as at 30 June 2023, and the statement of profit or loss and other comprehensive income, statement of changes in funds and statement of cash flows for the year ended on that date, a summary of significant accounting policies and other explanatory notes are in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and:
 - (a) comply with *Australian Accounting Standards - Simplified Disclosures* (including Australian Accounting Interpretations) and the *Australian Charities and Not-for-profits Commission Regulation 2022*; and
 - (b) give a true and fair view of the financial position as at 30 June 2023 and of the performance for the year ended on that date.
2. In the opinion of the Directors, there are reasonable grounds to believe that the Co-operative will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of the Board of Directors:



Marcelle Psaila
Chairperson



Henry McKenna
Treasurer

Sydney, 1 November 2023

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

FINANCIAL REPORT - 30 JUNE 2023

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 2023;
- (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;
- (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:



Marcelle Psaila
Chairperson



Henry McKenna
Treasurer

Sydney, 1 November 2023

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

FINANCIAL REPORT - 30 JUNE 2023

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

Opinion

We have audited the financial report of The Bower Re-Use and Repair Centre Co-operative Limited which comprises the statement of financial position as at 30 June 2023, 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 Directors' Declaration.

In our opinion, the accompanying financial report of The Bower Re-Use and Repair Centre Co-operative Limited in accordance with the *Australian Charities and Not-for-profits Commission Act 2012*, including:

- a) giving a true and fair view of the Co-operative's financial position as at 30 June 2023 and of its financial performance for the year then ended, and
- b) complying with *Australian Accounting Standards - Simplified Disclosures* and the *Australian Charities and Not-for-profits Commission Regulation 2022*.

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.

Directors' Responsibility for the Financial Report

The Directors of the Co-operative are responsible for the preparation of the financial report that gives a true and fair view in accordance with *Australian Accounting Standards - Simplified Disclosures* and 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 gives a true and fair view and 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 2023

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 Co-operative in accordance with section 24(1) 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

1 November 2023

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**DETAILED INCOME AND EXPENDITURE STATEMENT (UNAUDITED)****FOR THE YEAR ENDED 30 JUNE 2023**

	2023	2022
	\$	\$
INCOME		
Gross proceeds from fundraising		
Donations	58,993	77,672
Grants		
Government grants	68,022	47,047
Non Government grants	106,642	48,770
Services delivered to councils		
Collection and rehoming Service	69,099	43,878
Sales	318,817	386,467
Other revenue		
Membership Income	1,190	716
Workshop fees	40,995	23,542
Tiny house course	49,320	-
Delivery charges	-	8,953
Paid collection service	-	945
Sundry income	17,495	2,878
Lease incentive	5,624	-
Commission on consignments	1,907	1,686
Interest Received	728	345
<i>Total Income</i>	<u>738,832</u>	<u>642,899</u>

THE BOWER RE-USE AND REPAIR CENTRE CO-OPERATIVE LIMITED**DETAILED INCOME AND EXPENDITURE STATEMENT (UNAUDITED)****FOR THE YEAR ENDED 30 JUNE 2023**

	2023	2022
	\$	\$
EXPENDITURE		
Advertising and marketing	14	23
Audit	9,446	10,041
Bank charges	3,580	3,317
Bookkeeping - external	28,566	27,198
Computer expense	2,086	1,817
Consultancy	33,075	44,900
Depreciation and amortisation	28,188	44,552
Doubtful debts	-	-
Electricity	5,851	3,781
Finance costs	2,497	165
Funded projects	245	565
Grant writer	25,480	11,212
Insurance	4,613	4,174
Internet	2,710	2,671
IT upgrade	979	6,777
IT expense	5,660	4,096
Licences	1,342	901
Meeting expenses	31	1,862
Memberships and subscriptions	7,537	7,456
Online store	1,659	1,886
Photocopying	2,852	2,340
Printing and stationery	1,514	690
Rent	52,770	30,906
Repair and maintenance	14,495	326
Salaries	376,898	477,544
Shop consumables	450	370
Staff advertising and recruitment	2,057	9,044
Staff amenities	387	164
Staff safety equipment	1,352	156
Storage space	-	764
Sundry expenses	4,070	2,163
Superannuation	42,415	46,898
Telephone and fax	2,029	3,520
Tiny house course running costs	50,968	-
Travel	-	545
Truck running costs	13,391	14,318
Water	712	507
Waste removal	11,660	6,198
Workers compensation insurance	16,078	12,224
Workshop expense	7,277	8,637
<i>Total expenditure</i>	<u>764,934</u>	<u>794,708</u>
NET PROFIT FOR THE YEAR	<u>(26,102)</u>	<u>(151,809)</u>