

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**30 JUNE 2022**

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**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**CO-OPERATIVE INFORMATION**

Directors

Kathryn Key (Chairperson)  
Christine Duggan  
Eve McGregor  
Trish Nowland  
Alexandra Shehadie  
Anette van Gent  
Jannali Briggs  
Nita Dowel

Registered office and  
Principal place of business

Guthrie House  
10-14 Sebastopol Street  
ENMORE NSW 2042

Bankers

Commonwealth Bank  
164 Enmore Road  
Enmore NSW 2042

Auditors

Benbow & Pike  
Chartered Accountants  
Suite 401  
54 Miller Street,  
North Sydney NSW 2060

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**DIRECTORS' REPORT**

Your directors present their report on the Co-Operative for the financial year ended 30 June 2022.

**Directors**

The names and particulars of the directors of the co-operative holding office during or since the end of the financial year are:

Christine Duggan  
Desiree Leha - resigned 10 May 2022  
Kathryn Louise Key  
Trish Nowland  
Annette van Gent  
Eve McGregor  
Alexandra Shehadie  
Jannali Briggs – appointed 20 May 2022  
Nita DFowel – appointed 22 July 2022

The directors listed above fulfil their duties in an honorary capacity and are not remunerated for their service other than Christine Duggan who is also the manager of the Co-Operative and is paid a commercial salary.

**Principal activities and performance**

The principal activities of the co-operative during the course of the financial year were to provide an inner city transitional supported accommodation service for women who have been affected by the criminal justice system.

During the financial year, the Co-operative has continued to be impacted by the Covid-19 pandemic. Revenues from client rentals remain at around approximately 50% of pre-pandemic levels due to the implementation of social distancing practices. The Co-operative believes that these rentals will return to normal. There were no other significant changes in the nature of the activities of the Co-operative during the year.

The deficit of the co-operative for the year ended 30 June 2022 was \$1,251 (2021: \$2,912 deficit). This amount has been calculated in accordance with Australian Accounting Standards (AASB's).

**Review of operations**

In the opinion of the directors and having regard to the Covid-19 impact, the co-operative's operations during the year performed as expected.

**Dividends**

In accordance with the co-operative's rules, no dividends, distributions or rebates may be paid to the members of the co-operative.

**Indemnity and insurance of officers**

The company has not indemnified the directors and executives of the company.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
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**DIRECTORS' REPORT (Cont.)**

**Indemnity and insurance of auditor**

The company has not, during or since the end of the financial year, indemnified or agreed to indemnify the auditor of the company or any related entity against a liability incurred by the auditor.

**Proceedings on behalf of the company**

No person has applied to the Court under section 237 of the Corporations Act 2001 for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party for the purpose of taking responsibility on behalf of the company for all or part of those proceedings

**Future developments**

The co-operative expects to maintain the present level of operations and hence there are no likely developments in future financial years.

**Environmental issues**

The Co-operative's operations are not regulated by any significant environmental regulation under a law of the Commonwealth or of a state or territory.

**After balance date events**

Other than the continued impact of the Covid-19 pandemic, no known matters or circumstances have arisen since the end of the financial year which significantly affected or may affect the co-operative's operations, the results of those operations or the state of affairs of the co-operative in future years.

**Auditor's independence declaration**

The auditor's independence declaration is set out on page 24 and forms part of the directors' report for financial year ended 30 June 2022.

This report is made in accordance with a resolution of the directors:



Kathryn Key, Board Chair

30/08/2022

Dated: .....

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>CLASSIFICATION BY NATURE</b>			
Revenues from ordinary activities	2	1,346,862	1,238,548
Employee benefits expense		(913,116)	(867,493)
Depreciation & amortisation		(19,746)	(20,808)
Resident expenses		(87,184)	(49,968)
Other expenses from ordinary activities		(328,067)	(303,191)
Surplus/(deficit) from ordinary activities before income tax expense		(1,251)	(2,912)
Income tax (expense)/benefit relating to ordinary activities		-	-
Surplus/(deficit) from ordinary activities after income tax expense attributable to the member of the Co-Operative		<u>(1,251)</u>	<u>(2,912)</u>

*The accompanying notes form part of these financial statements.*

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	3	552,664	587,619
Receivables	4	5,818	4,518
Other	5	26,983	24,746
<b>TOTAL CURRENT ASSETS</b>		<u>585,465</u>	<u>616,883</u>
<b>NON-CURRENT ASSETS</b>			
Investments	6	4,987	4,987
Property, plant and equipment	7	248,295	266,850
<b>TOTAL NON-CURRENT ASSETS</b>		<u>253,282</u>	<u>271,837</u>
<b>TOTAL ASSETS</b>		<u>838,747</u>	<u>888,720</u>
<b>CURRENT LIABILITIES</b>			
Payables	8	76,175	92,813
Other	9	25,901	19,122
Provisions	10	49,819	78,873
<b>TOTAL CURRENT LIABILITIES</b>		<u>151,895</u>	<u>190,808</u>
<b>NON-CURRENT LIABILITIES</b>			
Other	9	5,113	12,791
Provisions	10	51,187	53,318
<b>TOTAL NON-CURRENT LIABILITIES</b>		<u>56,300</u>	<u>66,109</u>
<b>TOTAL LIABILITIES</b>		<u>208,195</u>	<u>256,917</u>
<b>NET ASSETS</b>		<u>630,552</u>	<u>631,803</u>
<b>FUNDS</b>			
General reserve		129	129
Accumulated funds		630,423	631,674
<b>TOTAL FUNDS</b>		<u>630,552</u>	<u>631,803</u>

*The accompanying notes form part of these financial statements.*

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	General reserve \$	Accumulated funds \$	Total \$
Balance 1 July 2020	129	634,586	634,715
Deficit for the year	-	(2,912)	(2,912)
Balance 30 June 2021	129	631,674	631,803
Deficit for the year	-	(1,251)	(1,251)
Balance 30 June 2022	129	630,423	630,552

*The accompanying notes form part of these financial statements.*

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	Note	2022 \$	2021 \$
<b>Cash flows from operating activities:</b>			
Receipts from members and customers		1,475,916	1,351,494
Payments to suppliers and employees		(1,503,977)	(1,274,955)
Interest and dividends received		1,197	2,664
Net cash (outflow)/inflow from operating activities	11	<u>(26,864)</u>	<u>79,203</u>
<b>Cash flows from investing activities:</b>			
Payment for property, plant and equipment		(1,191)	-
Increase/(decrease) in lease liabilities		<u>(6,901)</u>	<u>(6,122)</u>
Net cash (outflow) from investing activities		<u>(8,092)</u>	<u>(6,122)</u>
Net increase/(decrease) in cash held		(34,956)	73,081
Cash at the beginning of the financial year		587,619	514,538
Cash at the end of the financial year	3	<u><u>552,663</u></u>	<u><u>587,619</u></u>

*The accompanying notes form part of these financial statements.*



**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**Note 1. Statement of Significant Accounting Policies**

This financial report is for the entity Guthrie House Co-Operative Limited as an individual entity. Guthrie House Co-Operative Limited is incorporated and domiciled in New South Wales under the *Corporations Act 2001*.

Guthrie House Co-Operative Limited is primarily involved in inner city transitional supported accommodation service for women who have been affected by the criminal justice system.

**Basis of Preparation**

The directors have prepared these general purpose financial statements in order to meet the requirements of the *Australian Charities and Not-for-profits Commission Act 2012*, and Australian Accounting Standards and interpretations of the Accounting Standards Board. The Entity is a not-for-profit entity for financial reporting purposes under Australian Accounting Standards. Material accounting policies adopted in the preparation of these financial statements are presented below and have been consistently applied unless otherwise stated.

The financial statements, except for the cash flow information, have been prepared on an accrual 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. The amounts presented in the financial statements have been rounded to the nearest dollar.

**Accounting Policies**

**(a) Revenue Recognition**

Government and other grants are recognised when the entity obtains control or the right to receive the grant, it is probable that the economic benefits will flow to the Co-Operative, and the amount of the grant can be measured reliably. The Co-Operative does not obtain control of a grant until it has provided the services and met the conditions that make it eligible to control it. Grants received in advance are deferred as a liability and not recognised until the Co-Operative has provided the services and met the conditions.

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

***Rent***

Rent revenue from investment properties is recognised on a straight-line basis over the lease term. Lease incentives granted are recognised as part of the rental revenue. Contingent rentals are recognised as income in the period when earned.

***Government grants***

Government grants relating to costs are deferred and recognised in profit or loss over the period necessary to match them with the costs that they are intended to compensate.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**Note 1. Statement of Significant Accounting Policies (Cont.)**

**(a) Revenue Recognition (Cont.)**

*Interest revenue*

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

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

**(b) Goods and Services Tax**

Revenues, expenses and assets are recognised net of the amount of goods and services tax (GST), except where the amount of GST incurred is not recoverable from the Australian Taxation Office (ATO). In these circumstances, the GST is recognised as part of the cost of acquisition of the asset or as part of the expense.

Receivables and payables are stated inclusive of GST. The net amount of GST recoverable from, or payable to, the ATO is included as a current asset or liability in the statement of financial position.

Cash flows are included in the statement of cash flows on a gross basis. The GST components of cash flows arising from investing and financing activities which is receivable from, or payable to, the ATO are classified as operating cash flows.

**(c) Employee Benefits**

Provision is made for the Co-Operative's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year, together with benefits arising from wages and salaries, annual leave and sick leave, which will be settled after one year, have been measured at the amounts expected to be paid when the liability is settled plus related on-costs. Other employee benefits payable later than one year have been measured at the present value of the estimated future cash outflows to be made for those benefits.

Contributions are made by the Co-Operative to employee superannuation funds and are charged as expenses when incurred.

**(d) Income Tax**

The Co-Operative has been classified as a tax-exempt charitable institution under section 50-5 of the *Income Tax Assessment Act 1997*.

**(e) Cash and Cash Equivalents**

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

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

Note 1. Statement of Significant Accounting Policies (Cont.)

(f) **Property, Plant and Equipment**

Plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives, using the straight-line method. The estimated useful lives, residual values and depreciation method are reviewed at the end of each reporting period, with the effect of any changes in estimate accounted for on a prospective basis.

The following useful lives are used in the calculation of depreciation:

- Building Improvements                      40 years
- Plant and equipment                         4–10 years
- Furniture and fixtures                        4–10 years

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected to arise from the continued use of the asset. Any gain or loss arising on the disposal or retirement of an item of property, plant and equipment is determined as the difference between the sales proceeds and the carrying amount of the asset and is recognised in profit or loss.

Right of return assets represents the right to recover inventory sold to customers and is based on an estimate of customers who may exercise their right to return the goods and claim a refund. Such rights are measured at the value at which the inventory was previously carried prior to sale, less expected recovery costs and any impairment.

(g) **Impairment**

At the end of each reporting period, the Co-Operative reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). When it is not possible to estimate the recoverable amount of an individual asset, the Co-Operative estimates the recoverable amount of the cash-generating unit to which the asset belongs. When a reasonable and consistent basis of allocation can be identified, corporate assets are also allocated to individual cash-generating units, or otherwise they are allocated to the smallest group of cash-generating units for which reasonable and consistent allocation basis can be identified.

Recoverable amount is the higher of fair value less costs of disposal and value in use. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset for which the estimates of future cash flows have not been adjusted.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**Note 1. Statement of Significant Accounting Policies (Cont.)**

**(g) Impairment (Cont.)**

If the recoverable amount of an asset (or cash-generating unit) is estimated to be less than its carrying amount, the carrying amount of the asset (or cash-generating unit) is reduced to its recoverable amount. An impairment loss is

recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the impairment loss is treated as a revaluation decrease.

When an impairment loss subsequently reverses, the carrying amount of the asset (or cash-generating unit) is increased to the revised estimate of its recoverable amount, but so that the increased carrying amount does not exceed the carrying amount that could have been determined had no impairment loss been recognised for the asset (or cash-generating unit) in prior years. A reversal of an impairment loss is recognised immediately in profit or loss, unless the relevant asset is carried at a revalued amount, in which case the reversal of the impairment loss is treated as a revaluation increase.

Impairment losses on available-for-sale financial assets are recognised by reclassifying the losses accumulated in the fair value reserve in equity, to profit or loss. The cumulative loss that is recognised from equity to profit or loss is the difference between the acquisition cost, net of any principal repayment and amortisation, and the current fair value, less any impairment loss previously recognised in profit or loss. Changes in impairment provisions attributable to application of the effective interest method are reflected as a component of interest income.

Subsequent recovery in the fair value of an impaired available-for-sale equity security is recognised in other comprehensive income.

**(h) Provisions**

Provisions are recognised when the Co-Operative has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured. The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation.

**(i) Financial instruments**

**Financial assets**

Financial assets are recognised initially on the date at which the Co-Operative becomes a party to the contractual provisions of the instrument.

The Co-Operative derecognises the financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks and rewards of ownership of the financial asset are transferred. Any interest in transferred financial assets that is created or retained by the Co-Operative is recognised as a separate asset or liability.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**Note 1. Statement of Significant Accounting Policies (Cont.)**

**(i) Financial instruments (Cont.)**

**Financial assets (Cont.)**

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when and only when, the Co-Operative has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The Co-Operative has the following financial assets: loans and receivables, cash and cash equivalents and available-for-sale financial assets.

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition loans and receivables are measured at amortised cost using effective interest method, less any impairment losses.

Loans and receivables comprise cash and cash equivalents and trade and other receivables.

Cash and cash equivalents comprise cash balances and call deposits with original maturities of three months or less. Bank overdrafts that are repayable on demand and form an integral part of the Co-Operative's cash management are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale and that are not classified in any of the previous categories of financial assets. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses, are recognised in other comprehensive income and presented in the fair value reserve in equity. When an investment is derecognised, the cumulative gain or loss in equity is transferred to profit or loss.

Available-for-sale financial assets comprise equity securities. The fair value of available-for-sale financial assets is determined by reference to their quoted closing bid price at the reporting date.

**Financial liabilities**

Financial liabilities are recognised initially on the date, which is the date that the Co-Operative becomes a party to the contractual provisions of the instrument.

The Co-Operative derecognises a financial liability when its contractual obligations are discharged or cancelled or expired.

Financial assets and liabilities are offset and the net amount presented in the statement of financial position when, and only when, the Co-Operative has a legal right to offset the amounts and intends either settle on a net basis to realise the asset and settle the liability simultaneously.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**Note 1. Statement of Significant Accounting Policies (Cont.)**

**Financial liabilities (cont.)**

The Co-Operative classified financial liabilities into the other financial liabilities' category. Such financial liabilities are recognised initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition, these liabilities are measured at amortised cost using the effective interest rate method.

Other financial liabilities comprise trade and other payables.

**(j) Use of Estimates and Judgments**

The preparation of financial statements in conformity with the Australian Accounting Standards requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised and in any future periods affected.

There are no judgements made by management in the application of the Australian Accounting Standards that have a significant effect on the financial report or estimates with a significant risk of material adjustment in the next year.

*Coronavirus (COVID-19) pandemic*

Judgement has been exercised in considering the impacts that the Coronavirus (COVID-19) pandemic has had, or may have, on the Company based on known information. This consideration extends to the nature of the products and services offered, customers, supply chain, staffing and geographic regions in which the Company operates. Other than as addressed in specific notes, there does not currently appear to be either any significant impact upon the financial statements or any significant uncertainties with respect to events or conditions which may impact the Company unfavourably as at the reporting date or subsequently as a result of the Coronavirus (COVID-19) pandemic.

**(k) Comparative Figures**

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

**(l) Lease liabilities**

A lease liability is recognised at the commencement date of a lease. The lease liability is initially recognised at the present value of the lease payments to be made over the term of the lease, discounted using the interest rate implicit in the lease or, if that rate cannot be readily determined, the consolidated entity's incremental borrowing rate. Lease payments comprise of fixed payments less any lease incentives receivable, variable lease payments that depend on an index or a rate, amounts expected to be paid under residual value guarantees, exercise price of a purchase option when the exercise of the option is reasonably certain to occur, and any anticipated termination penalties. The variable lease payments that do not depend on an index or a rate are expensed in the period in which they are incurred.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**Note 1. Statement of Significant Accounting Policies (Cont.)**

**(l) Lease liabilities (Cont.)**

Lease liabilities are measured at amortised cost using the effective interest method. The carrying amounts are remeasured if there is a change in the following: future lease payments arising from a change in an index or a rate used; residual guarantee; lease term; certainty of a purchase option and termination penalties. When a lease liability is remeasured, an adjustment is made to the corresponding right-of use asset, or to profit or loss if the carrying amount of the right-of-use asset is fully written down.

**(m) Application of New and Revised Accounting Standards**

The Co-Operative has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

**(n) Fair Value of Assets and Liabilities**

The Entity measures some of its assets and liabilities at fair value on either a recurring or non-recurring basis, depending on the requirements of the applicable Accounting Standard. Fair value is the price the Entity would receive to sell an asset or would have to pay to transfer a liability in an orderly (ie unforced) transaction between independent, knowledgeable and willing market participants at the measurement date. As fair value is a market-based measure, the closest equivalent observable market pricing information is used to determine fair value. Adjustments to market values may be made having regard to the characteristics of the specific asset or liability. The fair values of assets and liabilities that are not traded in an active market are determined using one or more valuation techniques. These valuation techniques maximise, to the extent possible, the use of observable market data.

To the extent possible, market information is extracted from either the principal market for the asset or liability (ie the market with the greatest volume and level of activity for the asset or liability) or, in the absence of such a market, the most advantageous market available to the Entity at the end of the reporting period (ie the market that maximises the receipts from the sale of the asset or minimises the payments made to transfer the liability, after taking into account transaction costs and transport costs). For non-financial assets, the fair value measurement also takes into account a market participant's ability to use the asset in its highest and best use or to sell it to another market participant that would use the asset in its highest and best use.

The fair value of liabilities and the Entity's own equity instruments (excluding those related to share-based payment arrangements) may be valued, where there is no observable market price in relation to the transfer of such financial instruments, by reference to observable market information where such instruments are held as assets. Where this information is not available, other valuation techniques are adopted and, where significant, are detailed in the respective note to the financial statements.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	2022	2021
	\$	\$
<b>Note 2. Revenue</b>		
Grants received	1,302,504	1,206,231
Rental income	38,346	28,544
Interest and dividends received	1,197	2,664
Other income	4,815	1,109
	<u>1,346,862</u>	<u>1,238,548</u>
<b>Note 3. Cash and cash equivalents</b>		
Cash at bank	115,344	150,598
Cash on hand	466	432
Cash on deposit	436,853	436,589
	<u>552,663</u>	<u>587,619</u>
<b>Reconciliation of cash:</b>		
Cash at the end of the financial year as shown in the statement of cash flows is reconciled to items in the balance sheet as follows:		
Cash	<u>552,663</u>	<u>587,619</u>
<b>Note 4. Receivables</b>		
Trade debtors	2,170	280
Other debtors	3,648	4,238
	<u>5,818</u>	<u>4,518</u>
<b>Note 5. Other assets</b>		
Prepayments	<u>26,983</u>	<u>24,746</u>
<b>Note 6. Investments</b>		
Available-for-sale financial assets – listed securities (Market value \$3,636 (2021: \$4,791))	<u>4,987</u>	<u>4,987</u>



**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	2022 \$	2021 \$
<b>Note 7. Property, plant and equipment</b>		
Building improvements:		
- At cost	407,535	407,535
- Less accumulated depreciation	(172,813)	(162,633)
	<u>234,722</u>	<u>244,902</u>
Plant and equipment		
- At cost	39,155	39,155
- Less accumulated depreciation	(39,155)	(36,880)
	<u>-</u>	<u>2,275</u>
Right of use assets		
- At cost	30,007	30,007
- Less accumulated amortisation	(18,651)	(12,434)
	<u>11,356</u>	<u>17,573</u>
Motor vehicles:		
- At cost	62,034	62,034
- Less accumulated depreciation	(62,034)	(62,034)
	<u>-</u>	<u>-</u>
Furniture and fixtures		
- At cost	64,446	63,255
- Less accumulated depreciation	(62,229)	(61,155)
	<u>2,217</u>	<u>2,100</u>
	<u>248,295</u>	<u>266,850</u>

The Co-operative has title to the land on which the building improvements have been erected, as tenants in common with the New South Wales Land and Housing Corporation. The Co-operative's interest in this land is 51%. In addition, the Co-operative has entered into a lease with the New South Wales Land and Housing Corporation in respect to the latter's 49% interest in this property as tenants in common. Currently this lease is operating on a month to month arrangement with an annual lease cost of \$1. The use of this property is limited to the objects of the Co-operative with a process of approval being in place for alternative use and/or disposal.

At the date of this report, the market value of the Co-operative's 51% share exceeds the cost of the building improvements booked.

**Note 8. Payables**

Trade creditors	1,893	25,192
Accrued and other expenses	74,282	67,621
	<u>76,175</u>	<u>92,813</u>

**Note 9. Other liabilities**

<b>Current</b>		
Right of use leases	6,901	6,122
Grants in advance	19,000	13,000
	<u>25,901</u>	<u>19,122</u>

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	2022 \$	2021 \$
<b>Note 9. Other liabilities (cont.)</b>		
<b>Non-Current</b>		
Right of use leases	<u>5,112</u>	<u>12,791</u>
<b>Note 10. Provisions</b>		
<b>Current</b>		
Provision for employee entitlements	<u>49,820</u>	<u>78,873</u>
<b>Non-Current</b>		
Provision for employee entitlements	<u>51,187</u>	<u>53,318</u>
<b>Note 11. Cash flow information</b>		
<u>Reconciliation of Cash Flow from Operations with Profit/(Loss) from ordinary activities after income tax</u>		
Profit/(loss) from ordinary activities after income tax	<u>(1,251)</u>	<u>(2,912)</u>
Non-cash flows in profit from ordinary activities		
Depreciation	19,746	20,808
Employee entitlements	<u>(31,185)</u>	<u>35,364</u>
	<u>(11,439)</u>	<u>56,172</u>
Changes in assets and liabilities		
Decrease/(increase) in receivables	(2,237)	106,680
Decrease/(increase) in other debtors and prepayments	(1,890)	(19,912)
Increase/(decrease) in trade creditors	(23,299)	21,807
Increase/(decrease) in other creditors and accruals	13,251	<u>(82,632)</u>
	<u>25,943</u>	<u>25,943</u>
Cash flow from operations	<u>(26,864)</u>	<u>79,203</u>
<b>Note 12. Key management personnel compensation</b>		
Directors of the Co-Operative receive no remuneration in relation to management of the Co-Operative.		
<b>Note 13. Auditor's remuneration</b>		
Assurance services	<u>7,750</u>	<u>7,700</u>

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

<b>Note 14. Capital and leasing commitments</b>	<b>2022</b>	<b>2021</b>
	\$	\$

The Co-Operative does not have any capital commitments.

**Note 15. Contingent liabilities**

There are no contingent liabilities.

**Note 16. Events after the reporting period**

Other than the continuing effects of the Covid-19 pandemic, no other matters or circumstances have arisen that may significantly affect the operations or the state of affairs of the Co-Operative in future periods.

**Note 17. Related parties**

There were no related party transactions during the year.

No director has entered into a material contract with the Co-Operative since the end of the previous financial year and there were no material contracts involving directors' interests existing at year end other than Christine Duggan who is also the manager of the Co-Operative and is paid a commercial salary.

**Note 18. Financial Instruments**

(a) Financial risk management – objectives and policies

The Co-Operative's financial instruments comprise cash, cash equivalents and publicly listed equities. In addition, the Co-Operative has various financial assets and liabilities including amounts receivable and amounts payable to trade and other creditors.

The main risks arising from the Co-Operative's financial instruments are interest rate risk, liquidity risk and credit risk. The Co-Operative does not hold financial instruments denominated in foreign currencies and does not use derivative instruments to manage risks associated with its financial instruments.

The Co-Operative's policies for managing each of these risks are summarised below. The policies are subject to approval by the directors and are reviewed regularly.

Interest Rate Risk. The Co-Operative is exposed to interest rate fluctuations on its cash at bank and cash on deposit investments. The Co-Operative actively monitors interest rates for cash at bank and on deposit to maximise interest income. The Co-Operative accepts the risk in relation to fixed interest securities as they are held to generate income on surplus funds.

Liquidity Risk. The Co-Operative manages liquidity risk by monitoring forecast cash flows and ensuring that adequate liquid funds are maintained.

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 JUNE 2022**

**Note 18. Financial Instruments (Cont.)**

Credit Risk. The Co-Operative is exposed to credit risk in respect of amounts receivable and in respect of funds deposited with banks and other financial institutions. The maximum exposure to credit risk as at 30 June 2021 is the carrying amounts of financial assets recognised in the balance sheet. The Co-Operative holds no collateral as security and the credit quality of all financial assets that are neither past due nor impaired is consistently monitored in order to identify any potential adverse changes in the credit quality.

The amounts receivable outstanding beyond the relevant terms are followed up continually.

Funds deposited with banks and other financial institutions are approved by the directors.

At the reporting date the Association does not have any material credit risk exposures to any single receivable or any bank or financial institution.

**(b) Fair values**

Carrying amounts of financial assets and liabilities recorded in the financial statements represent their net fair values, as determined in accordance with the accounting policies disclosed in Note 1.

**(c) Interest rate risk**

The Co-Operative's exposure to interest rate risk, which is the risk that a financial instruments value will fluctuate as a result of changes in market interest rates and the effective weighted average interest rates on those financial assets and financial liabilities, is as follows:

	2022				2021			
	Weighted Average Effective Interest Rate	Floating Interest Rate	Non-Interest Bearing	Total	Weighted Average Effective Interest Rate	Floating Interest Rate	Non-Interest Bearing	Total
<b>Financial Assets</b>								
Cash at Bank	0.1%	115,344		115,344	0.1%	150,598		150,598
Cash on Deposit	<1%	436,853		436,853	<1%	436,589		436,589
Cash on Hand			466	466			432	432
Trade and Other Receivables			5,818	5,818			4,518	4,518
Equities			4,987	4,987			4,987	4,987
		<u>552,197</u>	<u>11,271</u>	<u>563,468</u>		<u>587,187</u>	<u>9,937</u>	<u>592,174</u>
<b>Financial Liabilities</b>								
Trade and Other Payables			76,175	76,175			92,813	92,813
			<u>76,175</u>	<u>76,175</u>			<u>92,813</u>	<u>92,813</u>

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
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**DIRECTORS' DECLARATION**

In accordance with a resolution of the Directors of Guthrie House Co-Operative Limited, the directors of the Registered Entity declare that, in the directors' opinion:

1. The financial statements and notes, as set out on pages 5 to 20, satisfy the requirements of the *Australian Charities and Not-for-profits Commission Act 2012* and:
  - a. comply with Australian Accounting Standards applicable to the Registered Entity; and
  - b. give a true and fair view of the financial position of the Registered Entity as at 30 June 2022 and of its performance for the year ended on that date.
2. There are reasonable grounds to believe that the Registered Entity will be able to pay its debts as and when they become due and payable.

This declaration is signed in accordance with subs 60.15(2) of the *Australian Charities and Not-for-profits Commission Regulation 2013*.



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Kathryn Key, Board Chair

Dated: **30/08/2022** .....

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**INDEPENDENT AUDIT REPORT TO THE MEMBERS**

**Audit Report**

We have audited the financial report of Guthrie House Co-Operative Limited for the financial year ended 30 June 2022, as set out on pages 5 to 21 (the Registered Entity), which comprises the statement of financial position as at 30 June 2022, the statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, and the directors' declaration..

In our opinion the financial report of Guthrie House Co-Operative Limited is in accordance with the *Australian Charities and Not-for-profits Commission Act 2012* and the *Co-Operatives Act 1992 (NSW)*, including:

1. giving a true and fair view of the Co-Operative's financial position as at 30 June 2022 and of its performance for the financial year ended on that date; and
2. complying with Australian Accounting Standards (including the Australian Accounting Interpretations), the *Australian Charities and Not-for-profits Commission Regulation 2013* and the *Co-Operatives Act 1992 (NSW)*.

**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 Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the registered entity in accordance with the ACNC Act, the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110: *Code of Ethics for Professional Accountants (including Independence Standards)* (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.

**Information Other than the Financial Report and Auditor's Report Thereon**

The directors are responsible for the other information. The other information comprises the information included in the Registered Entity's annual report for the year ended 30 June 2022 but does not include the financial report and our auditor's report thereon.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report, or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

**Directors Responsibility**

The Co-Operative's directors are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards – Reduced Disclosure Regime (including the Australian Accounting Interpretations), the *Australian Charities and Not-for-profits Commission Act 2012* and the *Co-Operatives Act 1992 (NSW)*. This responsibility includes establishing and maintaining internal controls relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**INDEPENDENT AUDIT REPORT TO THE MEMBERS (Cont.)**

**Directors Responsibility (Cont.)**

In preparing the financial report, the directors are responsible for assessing the ability Guthrie House Co-Operative Limited, to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Entity or to cease operations, or have no realistic alternative but to do so.

**Auditor's Responsibility**

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 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.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal controls of Guthrie House Co-Operative Limited.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management committee.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the ability for Guthrie House Co-Operative Limited to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Entity to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

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.

**Benbow & Pike**  
**Chartered Accountants**  
Suite 401, 54 Miller Street  
NORTH SYDNEY NSW 2060

  
**Gerard J Abrams**  
Partner

Dated 30 August 2022

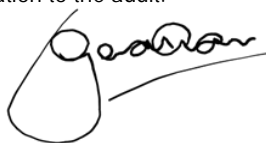
**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**AUDITOR'S INDEPENDENCE DECLARATION UNDER SECTION 60-40 OF**  
**AUSTRALIAN CHARITIES AND NOT-FOR-PROFITS COMMISSION ACT 2012**  
**TO THE DIRECTORS**

In accordance with Subdivision 60-C of the Australian Charities and Not-for-profits Commission Act 2012, I am pleased to provide the following declaration of independence to the directors of Guthrie House Co-Operative Limited. As the lead audit partner for the audit of the financial report of Guthrie House Co-Operative Limited for the year ended 30 June 2022, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- i. the auditor independence requirements of the Australian Charities and Not for Profits Commission Act 2012 in relation to the audit; and
- ii. any applicable code of professional conduct in relation to the audit.

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**Benbow & Pike**  
**Chartered Accountants**  
Suite 401, 54 Miller Street  
North Sydney NSW 2060

**Gerard J Abrams**  
Partner

Dated: 30 August 2022



**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**COMPILATION REPORT TO GUTHRIE HOUSE CO-OPERATIVE LIMITED**

**Scope**

On the basis of information provided by the directors of Guthrie House Co-Operative Limited, we have compiled in accordance with APES 315 'Compilation of Financial Information' the special purpose financial report of Guthrie House Co-Operative Limited for the year ended 30 June 2022 as set out on the following page 25.

The specific purpose for which the special purpose financial report has been prepared is to provide confidential information to the directors and members.

The directors are solely responsible for the information contained in the special purpose financial report and have determined that the accounting policies used are consistent and are appropriate to satisfy the requirements of the directors and for the purpose that the financial report was prepared.

Our procedures use accounting expertise to collect, classify and summarise the financial information, which the directors provided, in compiling the financial report. Our procedures do not include verification or validation procedures. No audit or review has been performed and accordingly no assurance is expressed.

To the extent permitted by law, we do not accept liability for any loss or damage which any person, other than the Co-Operative, may suffer arising from any negligence on our part. No person should rely on the special purpose financial report without having an audit or review conducted.

The special purpose financial report was prepared for the benefit of the Co-Operative and its members and the purpose identified above. We do not accept responsibility to any other person for the contents of the special purpose financial report.



**Gerard J Abrams**  
Partner

Dated: 30 August 2022

**Benbow & Pike**  
**Chartered Accountants**  
Suite 401, 54 Miller Street  
North Sydney NSW 2060

**GUTHRIE HOUSE CO-OPERATIVE LIMITED**  
**ABN 27 276 087 361**

**INCOME AND EXPENDITURE STATEMENT**  
**FOR THE YEAR ENDED 30 JUNE 2022**

	2022 \$	2021 \$
<b>Income</b>		
Department of Corrective Services	403,580	403,580
NSW Health Department	296,100	287,200
Department of Community Services	125,689	122,325
NSW Health Department Drug Court	49,713	30,100
NSW Communities & Justice Social Sector Transformation grant	138,358	27,000
Department of Health and Ageing	287,018	283,895
Commonwealth Government Covid 19 support grant	-	50,000
Interest and dividend income	1,197	2,664
Rental income	38,347	28,544
Miscellaneous	6,860	3,240
<b>Total income</b>	<u>1,346,862</u>	<u>1,238,548</u>
<b>Expenses</b>		
Accounting and Agency Fees	52,647	51,077
Audit fees	7,750	7,700
Bank Fees	489	490
Computer expenses & HR support	54,015	29,181
Consultancy fees	86,588	86,588
Depreciation	19,746	20,808
Employee Leave Entitlements	(31,185)	35,364
Equipment Hire	-	-
Food & household costs	60,149	32,897
Gas	677	1,456
Insurance	24,750	16,559
Interest on leases	850	1,106
Light and power	10,426	7,010
Materials and stores	-	-
Motor vehicle expenses	8,645	7,210
Printing and stationery	7,936	4,425
Program expenses	27,035	17,070
Rates	4,660	4,442
Repairs and maintenance	44,866	14,615
Salaries	810,955	771,313
Salaries on-cost	26,079	24,581
Staff training and welfare	21,278	9,975
Subscriptions	1,161	8,361
Sundry expenses	20,759	8,068
Superannuation contributions	76,223	71,599
Telephone	7,087	7,265
Travel expenses	4,526	2,300
<b>Total expenses</b>	<u>1,348,113</u>	<u>1,241,460</u>
<b>Surplus/(deficit) for the year</b>	<u>(1,251)</u>	<u>(2,912)</u>