

**Industrial and Provident Society
Society Number
IP30335R**

Torrs Hydro (New Mills) Ltd

**Registered Under the Industrial and
Provident Societies Act 1965**

Report and Accounts

30 September 2013

Torrs Hydro (New Mills) Ltd
Report and accounts
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Torrs Hydro (New Mills) Ltd
Society Information

Directors

Richard Body MBE
Michael Brueck (appointed 2nd March 2013)
Mary Cohen
Maggie Cole
Robert Denbeigh (appointed 2nd March 2013)
Esther Dennis-Jones
Will Griffin (resigned 2nd March 2013)
Sean Whewell

Secretary

Jan Szechi

Accountants

BoC Accounts
90 Market St
New Mills
High Peak
SK22 4AA

Registered office

90 Market St
New Mills
High Peak
SK22 4AA

Registered number

IP30335R

Torrs Hydro (New Mills) Ltd

Directors' Report

The directors present their report and accounts for the year ended 30 September 2013.

Statement of Directors' Responsibilities

The directors are required by law to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the society. In preparing those financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on a going concern basis

The directors' are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the society and to enable it to ensure that the financial statements comply with the Industrial and Provident Societies Act 1965 and the Friendly and Industrial and Provident Societies Act 1968. They are also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal activities

The society's principal activity during this period of trading was the production of electricity from a hydro-electric scheme.

Results of the period

The operating loss reported is due to the exceptionally dry year New Mills has experienced. We generated only 84 MWh in this financial period compared with 252 MWh last year. Unlike in previous years of poor power output, the plant was ready but the river levels were inadequate. Minor problems have been fixed quickly, by our excellent volunteers meaning that lost power generation is low..

The scheme continues to run subject to a restriction on generation only possibly over 19KW which impacts the power generation. This year's results have highlighted how variable our income is and the board are looking at ways to manage that variation.

Development and activities

The Society is registered with the Financial Services Authority under the Industrial and Provident Societies Act 1965. The Society is a not for profit organisation and any surpluses held by the society shall, at the discretion of the directors be given out in the form of grants to the local community for purposes compatible with the objectives of the society.

Torrs Hydro (New Mills) Ltd

Directors' Report

Directors

The following persons served as directors during the year:

Richard Body MBE
Michael Brueck (appointed 2nd March 2013)
Mary Cohen
Maggie Cole
Robert Denbeigh (appointed 2nd March 2013)
Esther Dennis-Jones
Will Griffin (resigned 2nd March 2013)
Sean Whewell

This report was approved by the board on 2 March 2014.

Richard Body MBE
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2013

	Notes	2013 £	2012 £
Income		12,640	31,695
Cost of sales		(938)	(840)
Gross profit		<u>11,702</u>	<u>30,855</u>
Total administrative expenses		(15,283)	(13,586)
Other operating income		49	2,993
Operating (loss)/profit	2	<u>(3,532)</u>	<u>20,262</u>
Interest receivable		11	7
Interest payable	3	(3,200)	(3,430)
Donations given		(1,600)	(500)
(Loss)/profit on ordinary activities before taxation		<u>(8,321)</u>	<u>16,339</u>
Tax on (loss)/profit on ordinary activities		-	-
(Loss)/profit for the financial year		<u>(8,321)</u>	<u>16,339</u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2013

	Notes	2013 £	2012 £
Fixed assets			
Tangible assets	4	239,380	246,461
Current assets			
Debtors	5	8,766	12,084
Cash at bank and in hand		14,549	25,432
		<u>23,315</u>	<u>37,516</u>
Creditors: amounts falling due within one year	6	(14,131)	(17,061)
Net current assets		<u>9,184</u>	<u>20,455</u>
Total assets less current liabilities		<u>248,564</u>	<u>266,916</u>
Creditors: amounts falling due after one year	7	(34,624)	(41,557)
Deferred income	8	(127,442)	(131,190)
Net assets		<u>86,498</u>	<u>94,169</u>
Capital and reserves			
Called up share capital	9	125,951	125,301
Profit and loss account	10	(39,453)	(31,132)
Shareholders' funds		<u>86,498</u>	<u>94,169</u>

Approved by the board on 2 March 2014
and signed on its behalf by:

Jan Szechi
Secretary

Richard Body MBE
Director

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2013

1 Accounting policies

The accounts have been prepared under the historical cost convention and in accordance with the Financial Reporting Standard for Smaller Entities (effective April 2008).

Turnover

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers.

Depreciation

Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives.

Plant and machinery	2.5% straight line
Equipment	20% reducing balance

Foreign currencies

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

Loan setup fees

The legal fees incurred due to the set up of the loan are being written off on a straight line basis over 10 years which is the life time of the loan.

Grants

In accordance with SSAP 4 grants received against capital expenditure are treated as deferred income and amortised over the life of the assets to which they relate.

2 Operating profit	2013	2012
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	7,081	7,093
	<hr/>	<hr/>
3 Interest payable	2013	2012
	£	£
Interest payable	3,200	3,430
	<hr/>	<hr/>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2013

4 Tangible fixed assets

	Plant and machinery etc £	Equipment £	Total £
Cost			
At 1 October 2012	281,404	565	281,969
At 30 September 2013	<u>281,404</u>	<u>565</u>	<u>281,969</u>
Depreciation			
At 1 October 2012	35,175	333	35,508
Charge for the year	7,035	46	7,081
At 30 September 2013	<u>42,210</u>	<u>379</u>	<u>42,589</u>
Net book value			
At 30 September 2013	<u>239,194</u>	<u>186</u>	<u>239,380</u>
At 30 September 2012	<u>246,229</u>	<u>232</u>	<u>246,461</u>

5 Debtors

	2013 £	2012 £
Trade debtors	(37)	112
Prepayments	8,345	9,254
VAT refund	153	-
Other debtors	305	2,718
	<u>8,766</u>	<u>12,084</u>

6 Creditors: amounts falling due within one year

	2013 £	2012 £
Bank loans and overdrafts	6,457	6,649
Trade creditors	7,663	7,898
Other taxes and social security costs	-	2,172
Other creditors	11	342
	<u>14,131</u>	<u>17,061</u>

7 Creditors: amounts falling due after one year

	2013 £	2012 £
Bank loans	34,624	41,557

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2013

8 Deferred Income	2013	2012
Deferred income	127,442	131,190
	£	£
Consisting of:		
Opening deferred income	131,190	134,938
Income released during the period	3,748	3,748
Deferred as at 30th September	<u>127,442</u>	<u>131,190</u>

9 Share capital	2013	2012
	£	£
Authorised:		
Ordinary shares of £1 each	<u>150,000</u>	<u>150,000</u>

	2013	2012	2013	2012
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	125,951	125,301	<u>125,951</u>	<u>125,301</u>

Share movement	No	£
At 1 October 2012	125,301	125,301
Shares issued	1,650	1,650
Shares redeemed	(1,000)	(1,000)
At 30 September 2013	<u>125,951</u>	<u>125,951</u>

10 Profit and loss account	2013
	£
At 1 October	(31,132)
Loss for the year	(8,321)
At 30 September 2013	<u>(39,453)</u>

11 Post balance sheet events

Since the year end, we have taken ownership of the fish pass from the Environment Agency. With this comes maintenance and cleaning responsibilities. The Environment Agency have paid us £18,750 for this.

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2013

	2013	2012
	£	£
Income	12,640	31,695
Cost of sales	(938)	(840)
Gross profit	<u>11,702</u>	<u>30,855</u>
Administrative expenses	(15,283)	(13,586)
Other operating income	49	2,993
Operating (loss)/profit	<u>(3,532)</u>	<u>20,262</u>
Interest receivable	11	7
Interest payable	(3,200)	(3,430)
Donations given	(1,600)	(500)
(Loss)/profit before tax	<u>(8,321)</u>	<u>16,339</u>

Torr's Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2013

	2013	2012
	£	£
Income		
Sales	4,839	14,383
Deferred income	3,748	3,748
ROCS	2,393	10,918
LECS	1,383	248
Fish Pass	-	1,800
Expenses reimbursed	-	48
Donations	277	550
	<u>12,640</u>	<u>31,695</u>
Cost of sales		
Commissions payable	<u>938</u>	<u>840</u>
Volunteer expenses		
Volunteer training and welfare	43	10
Travel and subsistence	-	48
	<u>43</u>	<u>58</u>
Premises costs:		
Rent	<u>600</u>	<u>600</u>
	<u>600</u>	<u>600</u>
General administrative expenses:		
Telephone and fax	17	33
Postage	71	30
Stationery and printing	6	1
Subscriptions	110	329
Bank charges	6	-
Insurance	4,080	3,830
Equipment expensed	27	13
Repairs and maintenance	2,217	554
Depreciation	7,081	7,093
AGM costs	141	170
Sundry expenses	9	-
	<u>13,765</u>	<u>12,053</u>
Legal and professional costs:		
Other legal and professional	<u>875</u>	<u>875</u>
	<u>875</u>	<u>875</u>
	<u>15,283</u>	<u>13,586</u>
Other operating income		
Other operating income	<u>49</u>	<u>2,993</u>