

**Registered Society
Society Number
IP30335R**

Torrs Hydro (New Mills) Ltd

**Registered Under the Co-operative and
Community Benefit Societies Act 2014**

Report and Accounts

30 September 2014

Torrs Hydro (New Mills) Ltd
Report and accounts
Contents

	Page
Society information	1
Directors' report	2
Income and expenditure account	4
Balance sheet	5
Notes to the accounts	6

**Torrs Hydro (New Mills) Ltd
Society Information**

Directors

Richard Body
Michael Brueck
Mary Cohen
Maggie Cole
Robert Denbeigh
Esther Dennis-Jones
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 2014.

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 Co-operative and Community Benefit Societies Act 2014. 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 power generation this year was 147MWh. This is very close to the average we have generated. The profit is mainly due to an increased price for the electricity sold. We have also received an advance from the Environment Agency to cover the cleaning of the fish pass.

There was a new invitation to invest document produced, aiming to raise enough money to be able to pay off the bank loan early, but this has only yielded a relatively small number of share sales. The scheme continues to run subject to a restriction on generation only possibly over 19KW which impacts the power generation. This does have the benefit that the wear on the equipment is less.

Development and activities

The Society is registered with the Financial Conduct Authority under the Co-operative and Community Benefit Societies Act 2014. 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
Michael Brueck
Mary Cohen
Maggie Cole
Robert Denbeigh
Esther Dennis-Jones
Sean Whewell

This report was approved by the board on 21 April 2015.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2014

	Notes	2014 £	2013 £
Income		23,500	12,640
Cost of sales		(1,205)	(938)
Gross profit		<hr/> 22,295	<hr/> 11,702
Total administrative expenses		(14,212)	(15,283)
Other operating income		10	49
Operating profit/(loss)	2	<hr/> 8,093	<hr/> (3,532)
Interest receivable		11	11
Interest payable	3	(2,493)	(3,200)
Donations given		(200)	(1,600)
Profit/(loss) on ordinary activities before taxation		<hr/> 5,411	<hr/> (8,321)
Tax on profit/(loss) on ordinary activities		-	-
Profit/(loss) for the financial year		<hr/> <hr/> 5,411	<hr/> <hr/> (8,321)

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2014

	Notes	2014 £	2013 £
Fixed assets			
Tangible assets	4	232,307	239,380
Current assets			
Debtors	5	11,358	8,613
Cash at bank and in hand		40,102	14,549
		<u>51,460</u>	<u>23,162</u>
Creditors: amounts falling due within one year	6	(20,442)	(13,978)
Net current assets		<u>31,018</u>	<u>9,184</u>
Total assets less current liabilities		<u>263,325</u>	<u>248,564</u>
Creditors: amounts falling due after one year	7	(25,873)	(34,624)
Deferred income	8	(141,793)	(127,442)
Net assets		<u>95,659</u>	<u>86,498</u>
Capital and reserves			
Called up share capital	9	129,701	125,951
Profit and loss account	10	(34,042)	(39,453)
Shareholders' funds		<u>95,659</u>	<u>86,498</u>

Approved by the board on 21 April 2015
and signed on its behalf by:

Jan Szechi
Secretary

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2014

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.

Fish pass

The company has received £18,750 from the Environment Agency for the maintenance of the fish pass until 2033. This is to be treated as deferred income amortised over 20 years.

2 Operating profit	2014	2013
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	7,073	7,081
3 Interest payable	2014	2013
	£	£
Interest payable	2,493	3,200

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2014

4 Tangible fixed assets

	Plant and machinery etc £	Equipment £	Total £
Cost			
At 1 October 2013	281,404	565	281,969
At 30 September 2014	<u>281,404</u>	<u>565</u>	<u>281,969</u>
Depreciation			
At 1 October 2013	42,210	379	42,589
Charge for the year	7,035	38	7,073
At 30 September 2014	<u>49,245</u>	<u>417</u>	<u>49,662</u>
Net book value			
At 30 September 2014	<u>232,159</u>	<u>148</u>	<u>232,307</u>
At 30 September 2013	<u>239,194</u>	<u>186</u>	<u>239,380</u>

5 Debtors

	2014 £	2013 £
Trade debtors	138	(37)
Prepayments	7,493	8,345
Other debtors	3,727	305
	<u>11,358</u>	<u>8,613</u>

6 Creditors: amounts falling due within one year

	2014 £	2013 £
Bank loans and overdrafts	8,170	6,457
Trade creditors	11,907	7,663
Other taxes and social security costs	202	(153)
Other creditors	163	11
	<u>20,442</u>	<u>13,978</u>

7 Creditors: amounts falling due after one year

	2014 £	2013 £
Bank loans	25,873	34,624

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2014

8 Deferred Income			2014	2013
Deferred income			141,793	127,442
			£	£
Consisting of:				
Opening deferred income			127,442	131,190
Income deferred during the period			18,750	-
Income released during the period			(4,399)	(3,748)
Deferred as at 30th September			<u>141,793</u>	<u>127,442</u>
9 Share capital			2014	2013
			£	£
Authorised:				
Ordinary shares of £1 each			<u>150,000</u>	<u>150,000</u>
	2014	2013	2014	2013
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	129,701	125,951	<u>129,701</u>	<u>125,951</u>
Share movement			£	
At 1 October 2013			125,951	
Shares issued			3,750	
Shares redeemed			-	
At 30 September 2014			<u>129,701</u>	
10 Profit and loss account			2014	
			£	
At 1 October			(39,453)	
Profit for the year			5,411	
At 30 September 2014			<u>(34,042)</u>	

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2014

	2014	2013
	£	£
Income	23,500	12,640
Cost of sales	(1,205)	(938)
Gross profit	<u>22,295</u>	<u>11,702</u>
Administrative expenses	(14,212)	(15,283)
Other operating income	10	49
Operating profit/(loss)	<u>8,093</u>	<u>(3,532)</u>
Interest receivable	11	11
Interest payable	(2,493)	(3,200)
Donations given	(200)	(1,600)
Profit/(loss) before tax	<u>5,411</u>	<u>(8,321)</u>

Torr's Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2014

	2014	2013
	£	£
Income		
Sales	12,000	4,839
Deferred income	3,748	3,748
ROCS	6,199	2,393
LECS	288	1,383
Fish Pass	651	-
Tours and education	350	-
Expenses reimbursed	71	-
Donations	193	277
	<u>23,500</u>	<u>12,640</u>
Cost of sales		
Commissions payable	1,120	938
Education	85	-
	<u>1,205</u>	<u>938</u>
Volunteer expenses		
Volunteer training and welfare	99	43
	<u>99</u>	<u>43</u>
Premises costs:		
Rent	720	600
	<u>720</u>	<u>600</u>
General administrative expenses:		
Telephone and fax	8	17
Postage	50	71
Stationery and printing	113	6
Subscriptions	565	110
Bank charges	-	6
Insurance	4,047	4,080
Equipment expensed	67	27
Equipment hire	5	-
Repairs and maintenance	468	2,217
Depreciation	7,073	7,081
AGM costs	122	141
Sundry expenses	-	9
	<u>12,518</u>	<u>13,765</u>
Legal and professional costs:		
Other legal and professional	875	875
	<u>875</u>	<u>875</u>
	<u>14,212</u>	<u>15,283</u>
Other operating income		
Other operating income	10	49
	<u>10</u>	<u>49</u>