

**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 2016

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

Richard Body

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 2016.

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

This financial year started with Archie, our reverse Archimedean screw, inoperable because of a lower bearing failure at the end of September 2015. It was repaired in June 2016 and we were able to run again generating 16MWh by the end of the financial year. The months we were not generating were all quite wet, which was one of the reasons the repair took as long as it did. The mechanical failure was the subject of a successful insurance claim, which included payment for the loss of income and repair costs.

When operating, the scheme continues to run subject to a restriction on generation at low water levels. 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 29 March 2017.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2016

	Notes	2016 £	2015 £
Income		6,603	25,837
Cost of sales		(218)	(1,070)
Gross profit		<u>6,385</u>	<u>24,767</u>
Total administrative expenses		(14,793)	(14,699)
Other operating income		21,393	-
Operating profit	2	<u>12,985</u>	<u>10,068</u>
Interest receivable		27	21
Interest payable	3	(1,511)	(3,572)
Community fund		-	(108)
Donations given		-	(50)
Profit on ordinary activities before taxation		<u>11,501</u>	<u>6,359</u>
Tax on profit on ordinary activities		-	-
Profit for the financial year		<u><u>11,501</u></u>	<u><u>6,359</u></u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2016

	Notes	2016 £	2015 £
Fixed assets			
Tangible assets	4	219,155	225,242
Current assets			
Debtors	5	35,655	6,735
Cash at bank and in hand		<u>17,168</u>	<u>45,511</u>
		52,823	52,246
Creditors: amounts falling due within one year			
	6	(26,055)	(38,026)
Net current assets		<u>26,768</u>	<u>14,220</u>
Total assets less current liabilities		<u>245,923</u>	<u>239,462</u>
Deferred income	7	(132,354)	(137,394)
Net assets		<u>113,569</u>	<u>102,068</u>
Capital and reserves			
Called up share capital	8	129,951	129,951
Profit and loss account	9	(16,382)	(27,883)
Shareholders' funds		<u>113,569</u>	<u>102,068</u>

Approved by the board on 29 March 2017
and signed on its behalf by:

Richard Body
Secretary

Maggie Cole
Director

Sean Whewell
Director

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2016

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	2016	2015
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,302</u>	<u>7,065</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2016

3 Interest payable	2016	2015
	£	£
Interest payable	1,511	2,016
Interest on share capital	-	1,556
	<u>1,511</u>	<u>3,572</u>

4 Tangible fixed assets	Plant and machinery etc	Equipment	Total
	£	£	£
Cost			
At 1 October 2015	281,404	565	281,969
Additions	-	1,215	1,215
At 30 September 2016	<u>281,404</u>	<u>1,780</u>	<u>283,184</u>
Depreciation			
At 1 October 2015	56,280	447	56,727
Charge for the year	7,035	267	7,302
At 30 September 2016	<u>63,315</u>	<u>714</u>	<u>64,029</u>
Net book value			
At 30 September 2016	<u>218,089</u>	<u>1,066</u>	<u>219,155</u>
At 30 September 2015	<u>225,124</u>	<u>118</u>	<u>225,242</u>

5 Debtors	2016	2015
	£	£
Trade debtors	(43)	197
Prepayments	5,811	6,538
Other debtors	29,887	-
	<u>35,655</u>	<u>6,735</u>

6 Creditors: amounts falling due within one year	2016	2015
	£	£
Bank loans and overdrafts	18,508	26,528
Trade creditors	7,532	8,252
Community fund balance	207	207
Share interest	1,171	1,177
Other taxes and social security costs	(1,363)	1,949
Other creditors	-	(87)
	<u>26,055</u>	<u>38,026</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2016

7 Deferred Income			2016	2015
Deferred income			132,354	137,394
			£	£
Consisting of:				
Opening deferred income			137,394	141,793
Income deferred during the period			-	-
Income released during the period			(5,040)	(4,399)
Deferred as at 30th September			<u>132,354</u>	<u>137,394</u>
8 Share capital			2016	2015
			£	£
Authorised:				
Ordinary shares of £1 each			<u>150,000</u>	<u>150,000</u>
	2016	2015	2016	2015
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	129,951	129,951	<u>129,951</u>	<u>129,951</u>
Share movement			£	
At 1 October 2015			129,951	
Shares issued			-	
Shares redeemed			-	
At 30 September 2016			<u>129,951</u>	
9 Profit and loss account			2016	
			£	
At 1 October			(27,883)	
Profit for the year			11,501	
At 30 September 2016			<u>(16,382)</u>	

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2016

10 Dividends

	2016	2015
	£	£
Dividends for which the company became liable during the year:		
Dividends paid	<u>-</u>	<u>1,556</u>
Analysis of dividends by type:		
Non-equity dividends (note 3)	<u>-</u>	<u>1,556</u>

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2016

	2016	2015
	£	£
Income	6,603	25,837
Cost of sales	(218)	(1,070)
Gross profit	<u>6,385</u>	<u>24,767</u>
Administrative expenses	(14,793)	(14,699)
Other operating income	21,393	-
Operating profit	<u>12,985</u>	<u>10,068</u>
Interest receivable	27	21
Interest payable	(1,511)	(3,572)
Community fund	-	(108)
Donations given	-	(50)
Profit before tax	<u>11,501</u>	<u>6,359</u>

Torr's Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2016

	2016	2015
	£	£
Income		
Sales	1,502	14,745
Deferred income	3,748	3,748
ROCS	42	6,693
Fish Pass	1,292	651
Donations	19	-
	<u>6,603</u>	<u>25,837</u>
Cost of sales		
Commissions payable	78	1,070
Education	5	-
Other direct costs	135	-
	<u>218</u>	<u>1,070</u>
Volunteer expenses		
Volunteer training and welfare	90	-
Travel and subsistence	-	13
	<u>90</u>	<u>13</u>
Premises costs:		
Landscaping	-	160
Rent	600	480
Cleaning	34	-
	<u>634</u>	<u>640</u>
General administrative expenses:		
Telephone and fax	17	-
Postage	5	129
Stationery and printing	-	37
Subscriptions	350	350
Insurance	4,180	4,064
Equipment expensed	34	146
Equipment hire	604	10
Repairs and maintenance	479	654
Storage	-	482
Depreciation	7,302	7,065
AGM costs	189	187
	<u>13,160</u>	<u>13,124</u>
Legal and professional costs:		
Advertising and PR	34	47
Other legal and professional	875	875
	<u>909</u>	<u>922</u>
	<u>14,793</u>	<u>14,699</u>
Other operating income		
Other operating income	<u>21,393</u>	<u>-</u>