

**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 2017

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

Directors

Richard Body
Douglas Brown - appointed 22nd April 2017
Michael Brueck
Mary Cohen
Maggie Cole
David Cooper - appointed 22nd April 2017
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 2017.

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. The society has no employees and all directors are unpaid.

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 we have paid off our business loan making us debt free. We also settled an outstanding debt from the construction of the plant.

The society paid 1% interest to the members. This only the second time since the formation of the society that interest has been paid. The membership has stayed static with no net change in shareholding.

There were no major issues with the equipment but we saw a very dry winter, normally our best generating period, so we only generated a disappointing 62MWh in the year.

While we have a experienced team of volunteers, we can't control the weather.

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 a community fund has set up to hold surpluses that will, 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
Douglas Brown - appointed 22nd April 2017
Michael Brueck
Mary Cohen
Maggie Cole
David Cooper - appointed 22nd April 2017
Robert Denbeigh
Esther Dennis-Jones
Sean Whewell

This report was approved by the board on 25 March 2018.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2017

	Notes	2017 £	2016 £
Income		13,613	6,603
Cost of sales		(768)	(218)
Gross profit		<u>12,845</u>	<u>6,385</u>
Total administrative expenses		(16,426)	(14,793)
Other operating income		-	21,393
Operating (loss)/profit	2	<u>(3,581)</u>	<u>12,985</u>
Exceptional items:			
profit on the disposal of tangible fixed assets		374	-
		<u>(3,207)</u>	<u>12,985</u>
Interest receivable		11	27
Interest payable	3	(1,527)	(1,511)
(Loss)/profit on ordinary activities before taxation		<u>(4,723)</u>	<u>11,501</u>
Tax on (loss)/profit on ordinary activities		-	-
(Loss)/profit for the financial year		<u>(4,723)</u>	<u>11,501</u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2017

	Notes	2017 £	2016 £
Fixed assets			
Tangible assets	4	210,688	219,155
Current assets			
Debtors	5	11,459	35,655
Cash at bank and in hand		<u>17,484</u>	<u>17,168</u>
		28,943	52,823
Creditors: amounts falling due within one year			
	6	(3,149)	(26,055)
Net current assets		<u>25,794</u>	<u>26,768</u>
Total assets less current liabilities		<u>236,482</u>	<u>245,923</u>
Deferred income	7	(127,636)	(132,354)
Net assets		<u>108,846</u>	<u>113,569</u>
Capital and reserves			
Called up share capital	8	129,951	129,951
Profit and loss account	9	(21,105)	(16,382)
Shareholders' funds		<u>108,846</u>	<u>113,569</u>

Approved by the board on 25 March 2018
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 2017

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 was the original life time of the loan. Because the loan has now been paid off, we have written off the balance of the legal fees

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

In 2014, company 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	2017	2016
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,207</u>	<u>7,302</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2017

3 Interest payable	2017	2016
	£	£
Interest payable	227	1,511
Interest on share capital	1,300	-
	<u>1,527</u>	<u>1,511</u>

4 Tangible fixed assets			
	Plant and machinery etc	Equipment	Total
	£	£	£
Cost			
At 1 October 2016	281,404	1,780	283,184
Adjustment	(1,634)	-	(1,634)
At 30 September 2017	<u>279,770</u>	<u>1,780</u>	<u>281,550</u>
Depreciation			
At 1 October 2016	63,315	714	64,029
Charge for the year	6,994	213	7,207
On adjustment	(374)	-	(374)
At 30 September 2017	<u>69,935</u>	<u>927</u>	<u>70,862</u>
Net book value			
At 30 September 2017	<u>209,835</u>	<u>853</u>	<u>210,688</u>
At 30 September 2016	<u>218,089</u>	<u>1,066</u>	<u>219,155</u>

5 Debtors	2017	2016
	£	£
Trade debtors	-	(43)
Prepayments	4,232	5,811
Other debtors	7,227	29,887
	<u>11,459</u>	<u>35,655</u>

6 Creditors: amounts falling due within one year	2017	2016
	£	£
Bank loans and overdrafts	-	18,508
Trade creditors	492	7,532
Community fund balance	452	207
Members' retained interest	2,226	1,171
Other taxes and social security costs	(21)	(1,363)
	<u>3,149</u>	<u>26,055</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2017

7	Deferred Income			2017	2016
	Deferred income			127,636	132,354
				£	£
	Consisting of:				
	Opening deferred income			132,354	137,394
	Income deferred during the period			-	-
	Income released during the period			(4,718)	(5,040)
	Deferred as at 30th September			<u>127,636</u>	<u>132,354</u>
8	Share capital			2017	2016
				£	£
	Authorised:				
	Ordinary shares of £1 each			<u>150,000</u>	<u>150,000</u>
		2017	2016	2017	2016
		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 2016			129,951	
	Shares issued			-	
	Shares redeemed			-	
	At 30 September 2017			<u>129,951</u>	
9	Profit and loss account			2017	
				£	
	At 1 October			(16,382)	
	Loss for the year			(4,723)	
	At 30 September 2017			<u>(21,105)</u>	

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2017

	2017	2016
	£	£
Income	13,613	6,603
Cost of sales	(768)	(218)
Gross profit	<u>12,845</u>	<u>6,385</u>
Administrative expenses	(16,426)	(14,793)
Other operating income	-	21,393
Operating (loss)/profit	<u>(3,581)</u>	<u>12,985</u>
Exceptional items	374	-
Interest receivable	11	27
Interest payable	(1,527)	(1,511)
Donations given	-	-
(Loss)/profit before tax	<u>(4,723)</u>	<u>11,501</u>

Torr Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2017

	2017	2016
	£	£
Income		
Sales	5,777	1,502
Deferred income	3,748	3,748
ROCS	3,029	42
Fish Pass	970	1,292
Donations	89	19
	<u>13,613</u>	<u>6,603</u>
 Cost of sales		
Commissions payable	768	78
Education	-	5
Other direct costs	-	135
	<u>768</u>	<u>218</u>
 Volunteer expenses		
Volunteer training and welfare	63	90
	<u>63</u>	<u>90</u>
 Premises costs:		
Rent	600	600
Cleaning	-	34
	<u>600</u>	<u>634</u>
 General administrative expenses:		
Telephone and fax	-	17
Postage	-	5
Subscriptions	360	350
Bank charges	854	-
Insurance	4,293	4,180
Equipment expensed	-	34
Equipment hire	-	604
Repairs and maintenance	1,204	479
Depreciation	7,207	7,302
AGM costs	45	189
	<u>13,963</u>	<u>13,160</u>
 Legal and professional costs:		
Advertising and PR	50	34
Other legal and professional	1,750	875
	<u>1,800</u>	<u>909</u>
	<u>16,426</u>	<u>14,793</u>
 Other operating income		
Other operating income	-	21,393
	<u>-</u>	<u>21,393</u>