

17/4/2021

**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 2020

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

Directors

Antony Ashton
Richard Body
Douglas Brown
Michael Brueck
Mary Cohen
David Cooper
Esther Dennis-Jones
Nick Metcalfe (elected 4th July 2020)
Jan Szechi (elected 4th July 2020)

Secretary

Richard Body

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 2020.

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 year we generated 136 MWh, over 20% more than our average generation. While the Covid pandemic cause us some operational difficulties because of volunteers isolating, we did received a Covid grant of £10,000. These 2 factors have lead to a very good profit.

A change in electrical regulations means that the control system must be upgraded. We have opted to upgrade to a variable speed drive system, and have taken out a small Covid recovery loan that is interest free for the first year. We plan to issue more shares in 2020/2021 to enable us to completely fund the improvements without borrowing. This was agreed at a Special General Meeting in September.

The scheme continues to run subject to a restriction on generation at low water levels. We expect this restriction to no longer apply after the plant upgrade.

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:

Anthony Ashton
Richard Body
Douglas Brown
Michael Brueck
Mary Cohen
David Cooper
Esther Dennis-Jones
Nick Metcalfe (elected 4th July 2020)
Jan Szechi (elected 4th July 2020)

This report was approved by the board on 17 April 2021.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2020

	Notes	2020 £	2019 £
Income		34,678	5,844
Cost of sales		(1,083)	(250)
Gross profit		<u>33,595</u>	<u>5,594</u>
Total administrative expenses		(15,773)	(15,327)
Operating profit/(loss)	2	<u>17,822</u>	<u>(9,733)</u>
Interest receivable		165	162
Profit/(loss) on ordinary activities before taxation		<u>17,987</u>	<u>(9,571)</u>
Tax on profit/(loss) on ordinary activities		-	-
Profit/(loss) for the financial year		<u><u>17,987</u></u>	<u><u>(9,571)</u></u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2020

	Notes	2020 £	2019 £
Fixed assets			
Tangible assets	3	189,290	196,393
Current assets			
Debtors	4	7,210	4,898
Cash at bank and in hand		42,420	19,499
		<u>49,630</u>	<u>24,397</u>
Creditors: amounts falling due within one year	5	(5,300)	(2,592)
Net current assets		<u>44,330</u>	<u>21,805</u>
Total assets less current liabilities		<u>233,620</u>	<u>218,198</u>
Creditors: amounts falling due after one year	6	(3,656)	-
Deferred income	7	(113,479)	(118,200)
Net assets		<u>116,485</u>	<u>99,998</u>
Capital and reserves			
Called up share capital	8	121,356	122,856
Profit and loss account	9	(4,871)	(22,858)
Shareholders' funds		<u>116,485</u>	<u>99,998</u>

Approved by the board on 17 April 2021
and signed on its behalf by:

Richard Body
Secretary

David Cooper
Director

Esther Dennis-Jones
Director

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2020

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 loss	2020	2019
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,103</u>	<u>7,130</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2020

3 Tangible fixed assets

	Plant and machinery etc £	Equipment £	Total £
Cost			
At 1 October 2019	279,770	1,780	281,550
At 30 September 2020	<u>279,770</u>	<u>1,780</u>	<u>281,550</u>
Depreciation			
At 1 October 2019	83,923	1,234	85,157
Charge for the year	6,994	109	7,103
At 30 September 2020	<u>90,917</u>	<u>1,343</u>	<u>92,260</u>
Net book value			
At 30 September 2020	<u>188,853</u>	<u>437</u>	<u>189,290</u>
At 30 September 2019	<u>195,847</u>	<u>546</u>	<u>196,393</u>

4 Debtors

	2020 £	2019 £
Prepayments	5,070	4,345
Other taxes and social security costs	-	276
Other debtors	2,140	277
	<u>7,210</u>	<u>4,898</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2020

5 Creditors: amounts falling due within one year			2020	2019
			£	£
Trade creditors			2,693	360
Community fund balance			493	452
Members' retained interest			1,675	1,738
Other taxes and social security costs			154	35
Other creditors			285	7
			<u>5,300</u>	<u>2,592</u>
6 Creditors: amounts falling due after one year			2020	2019
			£	£
Bank loans			3,656	-
7 Deferred Income			2020	2019
Deferred income			113,479	118,200
			£	£
Consisting of:				
Opening deferred income			118,200	122,918
Income deferred during the period			-	-
Income released during the period			(4,721)	(4,718)
Deferred as at 30th September			<u>113,479</u>	<u>118,200</u>
8 Share capital			2020	2019
			£	£
Authorised:				
Ordinary shares of £1 each			<u>150,000</u>	<u>150,000</u>
	2020	2019	2020	2019
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	121,356	122,856	<u>121,356</u>	<u>122,856</u>
Share movement			£	
At 1 October 2019			122,856	
Shares issued			-	
Shares redeemed			(1,500)	
At 30 September 2020			<u>121,356</u>	
9 Profit and loss account			2020	
			£	

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2020

At 1 October	(22,858)
Profit for the year	17,987
	<hr/>
At 30 September 2020	<u>(4,871)</u>

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2020

	2020	2019
	£	£
Income	34,678	5,844
Cost of sales	(1,083)	(250)
Gross profit	<u>33,595</u>	<u>5,594</u>
Administrative expenses	(15,773)	(15,327)
Operating profit/(loss)	<u>17,822</u>	<u>(9,733)</u>
Interest receivable	165	162
Donations given	-	-
Profit/(loss) before tax	<u>17,987</u>	<u>(9,571)</u>

Torr Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2020

	2020	2019
	£	£
Income		
Sales	12,698	695
Deferred income	3,748	3,748
ROCS	7,259	431
Fish Pass	973	970
Grant - COVID19	10,000	-
	<u>34,678</u>	<u>5,844</u>
Cost of sales		
Commissions payable	<u>1,083</u>	<u>250</u>
Volunteer expenses		
Volunteer training and welfare	92	-
	<u>92</u>	<u>-</u>
Premises costs:		
Rent	600	600
	<u>600</u>	<u>600</u>
General administrative expenses:		
Telephone and fax	8	-
Postage	53	31
Stationery and printing	2	8
Subscriptions	100	99
Insurance	4,619	4,513
Software	77	-
Repairs and maintenance	2,619	2,653
Depreciation	7,103	7,130
AGM costs	-	43
	<u>14,581</u>	<u>14,477</u>
Legal and professional costs:		
Consultancy fees	500	250
	<u>500</u>	<u>250</u>
	<u>15,773</u>	<u>15,327</u>