

**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 2021**

**Torrs Hydro (New Mills) Ltd**  
**Report and accounts**  
**Contents**

	<b>Page</b>
Society information	1
Directors' report	2
Income and expenditure account	4
Balance sheet	5
Notes to the accounts	6
Schedule to the income and expenditure account	11

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

**Directors**

Antony Ashton  
Richard Body MBE  
Douglas Brown  
Michael Brueck  
Mary Cohen  
David Cooper  
Esther Dennis-Jones  
Nick Metcalfe  
Jan Szechi

**Secretary**

Richard Body MBE

**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 2021.

#### **Statement of Directors' Responsibilities**

The directors are required by law to prepare financial statements for each financial year that 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**

We generated 181 MWh of electricity in the year, our second best year ever and a 59% increase on our average. 149 MWh of the electricity was generated after the successful installation of a Variable Speed Drive (VSD) control system in December 2020.

This combined with an increase in the sale price of the electricity generated, have delivered our best income to date.

The VSD was paid for in part by a share offer that increased our number of shares issued to 149,581 and increased our membership to 274.

We have, as part of the system upgrade, started a programme of improvements and alterations to the scheme, which is reflected in the increased repairs and maintenance costs.

#### **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 been 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 MBE  
Douglas Brown  
Michael Brueck  
Mary Cohen  
David Cooper  
Esther Dennis-Jones  
Nick Metcalfe  
Jan Szechi

This report was approved by the board on 16 April 2022.

Richard Body MBE  
Director

**Torrs Hydro (New Mills) Ltd**  
**Income and Expenditure Account**  
**for the year ended 30 September 2021**

	<b>Notes</b>	<b>2021</b> £	<b>2020</b> £
<b>Income</b>		43,243	34,678
Cost of sales		(1,200)	(1,083)
<b>Gross profit</b>		<u>42,043</u>	<u>33,595</u>
Total administrative expenses		(26,050)	(15,773)
<b>Operating profit</b>	2	<u>15,993</u>	<u>17,822</u>
Exceptional items:			
loss on the disposal of tangible fixed assets		(5,231)	-
		<u>10,762</u>	<u>17,822</u>
Interest receivable		47	165
<b>Profit on ordinary activities before taxation</b>		<u>10,809</u>	<u>17,987</u>
Tax on profit on ordinary activities		-	-
<b>Profit for the financial year</b>		<u>10,809</u>	<u>17,987</u>

**Torrs Hydro (New Mills) Ltd**  
**Balance Sheet**  
**as at 30 September 2021**

	Notes	2021 £	2020 £
<b>Fixed assets</b>			
Tangible assets	3	213,109	189,290
<b>Current assets</b>			
Debtors	4	12,010	7,210
Cash at bank and in hand		51,041	42,420
		<u>63,051</u>	<u>49,630</u>
<b>Creditors: amounts falling due within one year</b>	5	(8,028)	(5,300)
<b>Net current assets</b>		<u>55,023</u>	<u>44,330</u>
<b>Total assets less current liabilities</b>		<u>268,132</u>	<u>233,620</u>
<b>Creditors: amounts falling due after one year</b>	6	-	(3,656)
<b>Deferred income</b>	7	(112,613)	(113,479)
<b>Net assets</b>		<u>155,519</u>	<u>116,485</u>
<b>Capital and reserves</b>			
Called up share capital	8	149,581	121,356
Profit and loss account	9	5,938	(4,871)
<b>Shareholders' funds</b>		<u>155,519</u>	<u>116,485</u>

Approved by the board on 16 April 2022  
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 2021**

**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.

**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, the society 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.

<b>2 Operating profit</b>	<b>2021</b>	<b>2020</b>
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>8,459</u>	<u>7,103</u>



**Torrs Hydro (New Mills) Ltd**  
**Notes to the Accounts**  
**for the year ended 30 September 2021**

**3 Tangible fixed assets**

	Plant and machinery etc £	Equipment £	Total £
<b>Cost</b>			
At 1 October 2020	279,770	1,780	281,550
Additions	36,393	1,116	37,509
Disposals	(7,750)	-	(7,750)
At 30 September 2021	<u>308,413</u>	<u>2,896</u>	<u>311,309</u>
<b>Depreciation</b>			
At 1 October 2020	90,917	1,343	92,260
Charge for the year	8,148	311	8,459
On disposals	(2,519)	-	(2,519)
At 30 September 2021	<u>96,546</u>	<u>1,654</u>	<u>98,200</u>
<b>Net book value</b>			
At 30 September 2021	<u>211,867</u>	<u>1,242</u>	<u>213,109</u>
At 30 September 2020	<u>188,853</u>	<u>437</u>	<u>189,290</u>

**4 Debtors**

	2021 £	2020 £
Trade debtors	3,011	-
Prepayments	4,485	5,070
Other debtors	4,514	2,140
	<u>12,010</u>	<u>7,210</u>

**5 Creditors: amounts falling due within one year**

	2021 £	2020 £
Trade creditors	4,942	2,693
Community fund balance	593	493
Members' retained interest	1,647	1,675
Other taxes and social security costs	655	154
Other creditors	191	285
	<u>8,028</u>	<u>5,300</u>

**Torrs Hydro (New Mills) Ltd**  
**Notes to the Accounts**  
**for the year ended 30 September 2021**

<b>6 Creditors: amounts falling due after one year</b>			<b>2021</b>	<b>2020</b>
			£	£
Bounce Back Loan			-	3,656
<b>7 Deferred Income</b>			<b>2021</b>	<b>2020</b>
Deferred income			112,613	113,479
			£	£
Consisting of:				
Opening deferred income			113,482	118,200
Income deferred during the period			-	-
Income released during the period			(4,721)	(4,718)
Deferred as at 30th September			<u>108,761</u>	<u>113,482</u>
<b>8 Share capital</b>			<b>2021</b>	<b>2020</b>
			£	£
Authorised:				
Ordinary shares of £1 each			<u>150,000</u>	<u>150,000</u>
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	149,581	121,356	<u>149,581</u>	<u>121,356</u>
<b>Share movement</b>			£	
At 1 October 2020			121,356	
Shares issued			29,475	
Shares redeemed			(1,250)	
At 30 September 2021			<u>149,581</u>	
<b>9 Profit and loss account</b>			<b>2021</b>	
			£	
At 1 October 2020			(4,871)	
Profit for the year			10,809	
At 30 September 2021			<u>5,938</u>	

**Torrs Hydro (New Mills) Ltd**  
**Notes to the Accounts**  
**for the year ended 30 September 2021**

**10 Post balance sheet events**

For several months, we had been concerned about the condition of the gearbox. The manufacturer inspected in early December 2021 and declared it unsafe to continue generating. This led to no generation for several months while we waited for the replacement parts for the refurbishment. The refurbishment and installation of the gearbox was completed in March 2022 and generation resumed on 1st April 2022. We did not generate any electricity for 4 months and the repairs have cost approximately £19,000.

We expect to post a significant loss in the year 2021-22.

**Torrs Hydro (New Mills) Ltd**  
**Income and Expenditure Account**  
**for the year ended 30 September 2021**

	<b>2021</b>	<b>2020</b>
	<b>£</b>	<b>£</b>
<b>Income</b>	43,243	34,678
Cost of sales	(1,200)	(1,083)
<b>Gross profit</b>	<u>42,043</u>	<u>33,595</u>
Administrative expenses	(26,050)	(15,773)
<b>Operating profit</b>	<u>15,993</u>	<u>17,822</u>
Exceptional items	(5,231)	-
Interest receivable	47	165
Donations given	-	-
<b>Profit before tax</b>	<u>10,809</u>	<u>17,987</u>

**Torr Hydro (New Mills) Ltd**  
**Schedule to the Income and Expenditure Account**  
**for the year ended 30 September 2021**

	<b>2021</b>	<b>2020</b>
	£	£
<b>Income</b>		
Sales	28,877	12,698
Deferred income	3,896	3,748
ROCS	9,500	7,259
Fish Pass	970	973
Grant - COVID19	-	10,000
	<u>43,243</u>	<u>34,678</u>
<b>Cost of sales</b>		
Commissions payable	<u>1,200</u>	<u>1,083</u>
<b>Volunteer expenses</b>		
Volunteer training and welfare	17	92
	<u>17</u>	<u>92</u>
<b>Premises costs:</b>		
Rent	600	600
	<u>600</u>	<u>600</u>
<b>General administrative expenses:</b>		
Telephone and fax	78	8
Postage	1	53
Stationery and printing	56	2
Subscriptions	118	100
Insurance	4,488	4,619
Equipment expensed	95	-
Equipment hire	15	-
Software	-	77
Repairs and maintenance	8,529	2,619
Depreciation	8,459	7,103
AGM costs	142	-
	<u>21,981</u>	<u>14,581</u>
<b>Legal and professional costs:</b>		
Consultancy fees	3,452	500
	<u>3,452</u>	<u>500</u>
	<u>26,050</u>	<u>15,773</u>