

**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 2018

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

Directors

Richard Body
Douglas Brown
Michael Brueck
Mary Cohen
Maggie Cole
David Cooper
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 2018.

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

I am pleased to report that we are back into profit this year. We have had a year of smooth running, albeit with limited opportunities to generate electricity because of the low river level. We generated a modest 126MWh between October 2017 and September 2018. There were no major issues with the equipment.

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
Michael Brueck
Mary Cohen
Maggie Cole
David Cooper
Robert Denbeigh
Esther Dennis-Jones
Sean Whewell

This report was approved by the board on 30 March 2019.

Richard Body
Director

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2018

	Notes	2018 £	2017 £
Income		23,232	13,613
Cost of sales		(1,018)	(768)
Gross profit		<u>22,214</u>	<u>12,845</u>
Total administrative expenses		(14,402)	(16,426)
Operating profit/(loss)	2	<u>7,812</u>	<u>(3,581)</u>
Exceptional items: profit on the disposal of tangible fixed assets		-	374
		<u>7,812</u>	<u>(3,207)</u>
Interest receivable		11	11
Interest payable	3	-	(1,527)
Profit/(loss) on ordinary activities before taxation		<u>7,823</u>	<u>(4,723)</u>
Tax on profit/(loss) on ordinary activities	4	(5)	-
Profit/(loss) for the financial year		<u>7,818</u>	<u>(4,723)</u>

Torrs Hydro (New Mills) Ltd
Balance Sheet
as at 30 September 2018

	Notes	2018 £	2017 £
Fixed assets			
Tangible assets	5	203,523	210,688
Current assets			
Debtors	6	4,381	11,459
Cash at bank and in hand		30,291	17,484
		<u>34,672</u>	<u>28,943</u>
Creditors: amounts falling due within one year	7	(3,608)	(3,149)
Net current assets		<u>31,064</u>	<u>25,794</u>
Total assets less current liabilities		<u>234,587</u>	<u>236,482</u>
Deferred income	8	(122,918)	(127,636)
Net assets		<u>111,669</u>	<u>108,846</u>
Capital and reserves			
Called up share capital	9	124,956	129,951
Profit and loss account	10	(13,287)	(21,105)
Shareholders' funds		<u>111,669</u>	<u>108,846</u>

Approved by the board on 30 March 2019
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 2018

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	2018	2017
	£	£
This is stated after charging:		
Depreciation of owned fixed assets	<u>7,165</u>	<u>7,207</u>

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2018

3 Interest payable	2018	2017	
	£	£	
Interest payable	-	227	
Interest on share capital	-	1,300	
	<u>-</u>	<u>1,527</u>	
4 Taxation	2018	2017	
	£	£	
UK corporation tax	5	-	
	<u>5</u>	<u>-</u>	
5 Tangible fixed assets			
	Plant and machinery etc	Equipment	Total
	£	£	£
Cost			
At 1 October 2017	279,770	1,780	281,550
At 30 September 2018	<u>279,770</u>	<u>1,780</u>	<u>281,550</u>
Depreciation			
At 1 October 2017	69,935	927	70,862
Charge for the year	6,994	171	7,165
At 30 September 2018	<u>76,929</u>	<u>1,098</u>	<u>78,027</u>
Net book value			
At 30 September 2018	<u>202,841</u>	<u>682</u>	<u>203,523</u>
At 30 September 2017	<u>209,835</u>	<u>853</u>	<u>210,688</u>
6 Debtors	2018	2017	
	£	£	
Prepayments	4,346	4,232	
Other debtors	35	7,227	
	<u>4,381</u>	<u>11,459</u>	

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2018

7 Creditors: amounts falling due within one year			2018	2017
			£	£
Trade creditors			260	492
Community fund balance			452	452
Members' retained interest			1,784	2,226
Other taxes and social security costs			893	(21)
Other creditors			219	-
			<u>3,608</u>	<u>3,149</u>
8 Deferred Income			2018	2017
Deferred income			122,918	127,636
			£	£
Consisting of:				
Opening deferred income			127,636	132,354
Income deferred during the period			-	-
Income released during the period			(4,718)	(4,718)
			<u>122,918</u>	<u>127,636</u>
Deferred as at 30th September				
9 Share capital			2018	2017
			£	£
Authorised:				
Ordinary shares of £1 each			<u>150,000</u>	<u>150,000</u>
	2018	2017	2018	2017
	No	No	£	£
Allotted, called up and fully paid:				
Ordinary shares of £1 each	124,956	129,951	<u>124,956</u>	<u>129,951</u>
Share movement			£	
At 1 October 2017			129,951	
Shares issued			505	
Shares redeemed			(5,500)	
			<u>124,956</u>	
At 30 September 2018				
10 Profit and loss account			2018	
			£	
At 1 October			(21,105)	
Profit for the year			7,818	
			<u>(13,287)</u>	
At 30 September 2018				

Torrs Hydro (New Mills) Ltd
Notes to the Accounts
for the year ended 30 September 2018

11 Dividends	2018	2017
	£	£
Dividends for which the company became liable during the year:		
Dividends paid	<u>-</u>	<u>1,300</u>
Analysis of dividends by type:		
Non-equity dividends (note 3)	<u>-</u>	<u>1,300</u>

Torrs Hydro (New Mills) Ltd
Income and Expenditure Account
for the year ended 30 September 2018

	2018	2017
	£	£
Income	23,232	13,613
Cost of sales	(1,018)	(768)
Gross profit	<u>22,214</u>	<u>12,845</u>
Administrative expenses	(14,402)	(16,426)
Operating profit/(loss)	<u>7,812</u>	<u>(3,581)</u>
Exceptional items	-	374
Interest receivable	11	11
Interest payable	-	(1,527)
Donations given	-	-
Profit/(loss) before tax	<u>7,823</u>	<u>(4,723)</u>

Torr Hydro (New Mills) Ltd
Schedule to the Income and Expenditure Account
for the year ended 30 September 2018

	2018	2017
	£	£
Income		
Sales	11,741	5,777
Deferred income	3,748	3,748
ROCS	6,752	3,029
Fish Pass	970	970
Donations	21	89
	<u>23,232</u>	<u>13,613</u>
 Cost of sales		
Commissions payable	<u>1,018</u>	<u>768</u>
 Volunteer expenses		
Volunteer training and welfare	-	63
	<u>-</u>	<u>63</u>
 Premises costs:		
Rent	600	600
	<u>600</u>	<u>600</u>
 General administrative expenses:		
Postage	86	-
Stationery and printing	5	-
Subscriptions	306	360
Bank charges	30	854
Insurance	4,364	4,293
Equipment expensed	57	-
Repairs and maintenance	1,678	1,204
Depreciation	7,165	7,207
AGM costs	11	45
Sundry expenses	100	-
	<u>13,802</u>	<u>13,963</u>
 Legal and professional costs:		
Advertising and PR	-	50
Other legal and professional	-	1,750
	<u>-</u>	<u>1,800</u>
	<u>14,402</u>	<u>16,426</u>