

**COMMUNITY ENERGY CUMBRIA LIMITED**

**UNAUDITED FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
31ST MARCH 2018**

**Registered under the Co-operative and Community Benefit Societies Act 2014 -  
Registration number RS007084**

**ROBINSON UDALE  
CHARTERED ACCOUNTANTS**

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**SOCIETY INFORMATION**

Society No: RS007084

Chairman: Mr P Davies

Secretary: Ms C Turner

Treasurer: Ms A J Meeks

Board: Mr P Davies  
Ms C Turner  
Mr M Cropper (resigned 15<sup>th</sup> March 2018)  
Mr D Horn  
Mr R Scott  
Ms A J Meeks  
Ms D Munro

Registered Office: C/O CafS  
Eden Rural Foyer  
Old London Road  
Penrith  
Cumbria  
CA11 8ET

Accountants: Robinson Udale  
The Old Bank  
41 King Street  
Penrith  
Cumbria  
CA11 7AY

Bankers: Unity Trust Bank  
Nine Brindley Place  
4 Oozels Square  
Birmingham  
B1 2HB

Solicitors: Bond Dickinson  
St Anns Wharf  
112 Quayside  
Newcastle Upon Tyne  
NE1 3DX

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**STATEMENT OF THE BOARD'S RESPONSIBILITIES**

Law requires the committee to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the society and of the profit or loss of the society for that year.

In preparing those financial statements, the board is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial accounting statements on the going concern basis, unless it is inappropriate to presume that the society will continue in business.

The Board is 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 responsible for safeguarding the assets of the society and hence taking reasonable steps for the prevention and detection of fraud and other irregularities.



**COMMUNITY ENERGY CUMBRIA LIMITED**  
**ACCOUNTANTS' REPORT TO THE BOARD MEMBERS OF THE COMPANY**  
**Independent Accountants' Report under Section 85 of the Co-operative and Community Benefit Societies Act 2014**

We report to the members on the unaudited accounts for the year ended 31st March 2018 set out on pages 4 to 10.

**RESPECTIVE RESPONSIBILITIES OF OFFICERS AND REPORTING ACCOUNTANTS**

The society's officers are responsible for the preparation of the accounts, and they consider that the society is entitled to opt out of an audit. It is our responsibility to carry out procedures designed to enable us to report our opinion.

This report is made to the society's members, as a body, in accordance with the terms of our engagement. Our work has been undertaken so that we might compile the accounts that we have been engaged to compile, report to the society's members that we have done so, and state those matters that we have agreed to state to them in this report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the society and the society's members, as a body, for our work or for this report.

**BASIS OF OPINION**

Our work was conducted in accordance with the Statement of Standards for Reporting Accountants, and so our procedures consisted of comparing the accounts with the accounting records kept by the society, and making such limited enquiries of the officers of the society as we considered necessary for the purposes of this report. These procedures provide only the assurance expressed in our opinion.

**OPINION**

In our opinion:

- (a) The accounts, including the revenue account and balance sheet, are in agreement with the accounting records kept by the society under S75 of the Co-operative and Community Benefit Societies Act 2014;
- (b) Having regard only to, and on the basis of, the information contained in those accounting records the revenue account and balance sheet comply with the requirements of the Co-operative and Community Benefit Societies Act 2014; and
- (c) For the preceding year of account, the financial criteria for the exercise of the power conferred by Section 84 were met in relation to the year.

**ROBINSON UDALE LTD**

Chartered Accountants and Registered Auditors,  
The Old Bank  
41 King Street  
Penrith  
Cumbria  
CA11 7AY



Date 13<sup>th</sup> August 2018

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2018**

	<u>Notes</u>	2018 £	2017 £
<b>TURNOVER</b>		37,578	15,380
<b>Less Cost Of Sales</b>		(24,909)	(19,508)
<b>GROSS LOSS</b>		----- 12,669	----- (4,128)
Administration Expenses		(3,750)	(7,136)
Other Interest Received and Similar Income	2	-	56
Interest Paid to Members		----- (-)	----- (-)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST AND TAXATION</b>	3	8,919	(11,208)
Taxation on Profit on Ordinary Activities	5	----- (-)	----- (-)
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		8,919	(11,208)
<b>PROFIT/LOSS FOR THE YEAR/PERIOD</b>		----- 8,919	----- (11,208)
<b>RETAINED LOSS BROUGHT FORWARD</b>		(30,289)	(19,081)
<b>RETAINED LOSS CARRIED FORWARD</b>		----- <u>£(21,370)</u>	----- <u>£(30,289)</u>

There are no other gains or losses other than those disclosed above for the year.  
None of the company's operations were discontinued during the year.

The notes on pages 6 to 10 form part of these accounts





**COMMUNITY ENERGY (CUMBRIA) LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2018**

**1. ACCOUNTING POLICIES**

**Basis of Accounting**

These financial statements have been prepared in compliance with the provisions of FRS 102 Section 1A, "The Financial reporting Standard applicable in the UK and the Republic of Ireland"

**Turnover**

Turnover is derived from the sale of renewable energy.

**Depreciation**

Depreciation is calculated so as to write off the cost of an asset, less its estimated residual value, over the economic life of the asset as follows:-

Hydro Plant and Equipment – 20years straight line

Solar Plant and Equipment – 20 years straight line

**2. INTEREST RECEIVABLE AND SIMILAR INCOME**

	<u>2018</u>	<u>2017</u>
	£	
Bank Interest	-	56
	-----	-----
	<u>£-</u>	<u>£56</u>

**3. OPERATING PROFIT**

	<u>2018</u>	<u>2017</u>
	£	£
Operating profit is stated after charging		
Depreciation – Hydro Plant and Equipment	10,575	10,380
- Solar Plant and Equipment	1,885	1,885
	-----	-----
	<u>£12,460</u>	<u>£12,265</u>

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2018**

**4. EMPLOYEES**

	<u>2018</u>	<u>2017</u>
There are no employees of the company	-	-

**5. TAXATION**

	<u>2018</u>	<u>2017</u>
	£	£
<b>Current tax:</b>		
UK corporation tax on profits of the year	-	-
	-----	-----
Tax on profit on ordinary activities	<u>£Nil</u>	<u>£Nil</u>

The tax assessed for the period is different from the small companies' rate of corporation tax in the UK (19%). The differences are explained below:-

	<u>2018</u>	<u>2017</u>
	£	£
Profit on ordinary activities	<u>£8,919</u>	<u>£(11,208)</u>
Profit on ordinary activities multiplied by 19%	1,695	(2,242)
Effects of:		
Capital Allowances	(2,013)	(41,631)
Depreciation	2,367	2,453
Unrelieved loss carried forward		41,420
Losses bfwd utilised	(2,049)	
	-----	-----
Current charge for the Year/Period	<u>£Nil</u>	<u>£Nil</u>



**COMMUNITY ENERGY CUMBRIA LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2018**

**6. TANGIBLE FIXED ASSETS**

	Hydro Plant & Equipment	Solar Plant & Equipment	Total
	£	£	£
<b>COST</b>			
At 1st April 2017	207,594	37,702	245,296
Additions in the year	3,907	-	3,907
Less Disposals	(-)	(-)	(-)
	-----	-----	-----
At 31st March 2018	211,501	37,702	249,203
	-----	-----	-----
<b>DEPRECIATION</b>			
At 1st April 2017	10,380	1,885	12,265
Charge for the Year	10,575	1,885	12,460
On Disposals	(-)	(-)	(-)
	-----	-----	-----
At 31st March 2018	20,955	3,770	24,725
	-----	-----	-----
<b>NET BOOK VALUE</b>			
At 31st March 2018	<u>£190,546</u>	<u>£33,932</u>	<u>£224,478</u>
At 31st March 2017	<u>£197,214</u>	<u>£35,817</u>	<u>£233,031</u>

**7. DEBTORS**

	<u>2018</u>	<u>2017</u>
	£	£
Accrued Income	12,327	15,380
Other Debtors	-	4,927
Trade Debtors	5,537	-
VAT	372	10,307
Prepayments	2,468	75
	-----	-----
	<u>£20,704</u>	<u>£30,689</u>

**8. CREDITORS (AMOUNTS FALLING DUE WITHIN ONE YEAR)**

	<u>2018</u>	<u>2017</u>
	£	£
Trade Creditors	4,529	11,740
Accruals	2,385	4,440
	-----	-----
	<u>£6,914</u>	<u>£16,180</u>

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2018**

**9. SHARE CAPITAL**

	<u>2018</u>	<u>2017</u>
	£	£
<b>Authorised</b>		
298,455 ordinary £1 shares	<u>£298,455</u>	<u>£298,455</u>
<b>Allotted, issued and fully paid</b>		
298,455 ordinary £1 shares	<u>£298,455</u>	<u>£298,455</u>

**10. SHAREHOLDERS' FUNDS**

	<u>2018</u>	<u>2017</u>
	£	£
Shareholders' Funds At 31st March 2017	268,166	257,374
Issue Of Share Capital	-	22,000
Retained Profit/Loss for the year	8,918	(11,208)
	-----	-----
Shareholders' Funds At 31st March 2018	<u>£277,084</u>	<u>£268,166</u>
Members at the beginning of the year	87	84
Members admitted during the year	-	3
	-----	-----
Members at the end of the year	<u>87</u>	<u>87</u>

**11. FINANCIAL COMMITMENTS**

In respect of Land and Property leasing the company is committed to the following payments:-

	<b>Property</b>	<b>Property</b>
	£	£
Amounts Falling Due :-		
Due within 1 Year	2,500	2,500
Due in 1 to 5 Years	10,000	10,000
Due after more than 5 years	107,500	110,000
	-----	-----
	<u>£120,000</u>	<u>£122,500</u>

The property lease payments are based on a lease with The Canals and River Trust for the Hydro Turbine at Killington which commenced on 14<sup>th</sup> April 2016, at an annual rent of £2,500 for a 50 year lease.

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2018**

**12. BOARD MEMBERS**

During the year £2,500 (2017 : £8,127) was paid to Cumbria Action for Sustainability for the administration of the company and dealing with the management of the solar and hydro system etc, a company of which Mr P Davies and Ms C Turner work part time. Mr D Horn is the non remunerated Chairman of this company.

Mileage expenses paid to board members in the year totalled £122.85 to Mr P Davies and £55.80 to Ms C Turner.



**COMMUNITY ENERGY CUMBRIA LIMITED**  
**SUPPLEMENTARY INFORMATION NOT FORMING PART OF THE ACCOUNTS**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31ST MARCH 2018**

	2018		2017	
	£	£	£	£
<b>TURNOVER</b>				
Hydro Income – Good Energy		31,229		13,627
Solar PV Income – LDNPA		2,655		735
Solar PV Income – N Power		3,694		1,018
		-----		-----
		37,578		15,380
<b>LESS COST OF SALES</b>				
Rent	2,581		2,500	
Hydro Repairs and Maintenance	8,424		2,943	
Hydro Running Costs	225		154	
Legal Fees Regarding Lease	-		1,646	
Insurance	1,219		-	
Depreciation of Hydro Plant and Equipment	10,575		10,380	
Depreciation of Solar Plant and Equipment	1,885		1,885	
		-----		-----
		24,909		19,508
<b>GROSS PROFIT</b>		-----		-----
		12,669		(4,128)
<b>LESS ADMINISTRATION EXPENSES</b>				
Website Costs	75		75	
Regulatory Fees	265		60	
Administration Fees	2,500		5,920	
Event Costs	237		332	
Accountancy Fees	600		600	
Bank Charges	73		149	
		-----		-----
		3,750		7,136
<b>OPERATING PROFIT/LOSS</b>		-----		-----
		8,919		(11,264)
<b>OTHER INCOME</b>				
Bank Interest Received	-		56	
		-----		-----
		-		56
<b>INTEREST PAID TO MEMBERS</b>		-----		-----
		8,919		(11,208)
		(-)		(-)
<b>NET PROFIT/LOSS FOR THE YEAR BEFORE TAX</b>		-----		-----
		<u>£8,919</u>		<u>£(11,208)</u>