

**COMMUNITY ENERGY CUMBRIA LIMITED**

**UNAUDITED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED**  
**31ST MARCH 2019**

**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 D Horn (resigned 12<sup>th</sup> September 2018)  
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 2019 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 28<sup>th</sup> June 2019

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31ST MARCH 2019**

	<u>Notes</u>	2019 £	2018 £
<b>TURNOVER</b>		36,247	37,578
<b>Less Cost of Sales</b>		(20,904)	(24,909)
<b>GROSS PROFIT</b>		----- 15,343	----- 12,669
Administration Expenses		(3,805)	(3,750)
Community Benefit Payments	2	(2,500)	-
Interest Paid to Members		(7,079)	(-)
<b>PROFIT ON ORDINARY ACTIVITIES BEFORE INTEREST AND TAXATION</b>	3	----- 1,959	----- 8,919
Taxation on Profit on Ordinary Activities	5	(-)	(-)
<b>PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION</b>		----- 1,959	----- 8,919
<b>PROFIT FOR THE YEAR</b>		----- 1,959	----- 8,919
<b>RETAINED LOSS BROUGHT FORWARD</b>		(21,370)	(30,289)
<b>RETAINED LOSS CARRIED FORWARD</b>		<u>£(19,411)</u>	<u>£(21,370)</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**  
**BALANCE SHEET AS AT 31ST MARCH 2019**

	<u>Notes</u>	<u>2019</u>		<u>2018</u>	
		£	£	£	£
<b>FIXED ASSETS</b>					
Tangible Assets	6		211,847		224,478
<b>CURRENT ASSETS</b>					
Cash at Bank and In Hand		56,169		38,817	
Debtors	7	16,719		20,704	
		-----		-----	
			72,888		59,521
<b>CREDITORS:</b> Amounts falling due within one year	8	5,691		6,914	
		-----		-----	
<b>NET CURRENT ASSETS</b>			67,197		52,607
			-----		-----
			<u>£279,044</u>		<u>£277,085</u>
<b>CAPITAL AND RESERVES</b>					
Called up Share Capital	9		298,455		298,455
Profit and Loss Account			(19,411)		(21,370)
			-----		-----
Shareholders' Funds	10		<u>£279,044</u>		<u>£277,085</u>

These financial statements were approved by the board on ..... and signed on their behalf by:

..... Secretary

..... Board Member

..... Board Member

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 2019**

**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 – 20 years straight line

Solar Plant and Equipment – 20 years straight line

**2. COMMUNITY BENEFIT PAYMENTS**

	<b><u>2019</u></b>	<b><u>2018</u></b>
	£	£
Payments in the year	2,500	-

During the year the company agreed to make a community benefit payment to Cumbria Action for Sustainability to facilitate the delivery of future green energy projects.

**3. OPERATING PROFIT**

	<b><u>2019</u></b>	<b><u>2018</u></b>
	£	£
Operating profit is stated after charging		
Depreciation – Hydro Plant and Equipment	10,575	10,575
- Solar Plant and Equipment	1,876	1,885
	-----	-----
	<b><u>£12,451</u></b>	<b><u>£12,460</u></b>

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2019**

**4. EMPLOYEES**

	<u>2019</u>	<u>2018</u>
There are no employees of the company	-	-

**5. TAXATION**

	<u>2019</u>	<u>2018</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>2019</u>	<u>2018</u>
	£	£
Profit on ordinary activities	<u>£1,959</u>	<u>£8,919</u>
Profit on ordinary activities multiplied by 19%	372	1,695
Effects of:		
Capital Allowances	(1,036)	(2,013)
Depreciation	2,366	2,367
Losses bfwd utilised	(1,702)	(2,049)
	-----	-----
Current charge for the year	<u>£Nil</u>	<u>£Nil</u>



**COMMUNITY ENERGY CUMBRIA LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2019**

**6. TANGIBLE FIXED ASSETS**

	<b>Hydro Plant &amp; Equipment</b>	<b>Solar Plant &amp; Equipment</b>	<b>Total</b>
<b>COST</b>	<b>£</b>	<b>£</b>	<b>£</b>
At 1st April 2018	211,501	37,702	249,203
Additions in the year	-	-	-
Less Disposals	(-)	(180)	(180)
	-----	-----	-----
At 31st March 2019	211,501	37,522	249,023
	-----	-----	-----
<b>DEPRECIATION</b>			
At 1st April 2018	20,955	3,770	24,725
Charge for the Year	10,575	1,876	12,451
On Disposals	(-)	(-)	(-)
	-----	-----	-----
At 31st March 2019	31,530	5,646	37,176
	-----	-----	-----
<b>NET BOOK VALUE</b>			
At 31st March 2019	<u>£179,971</u>	<u>£31,876</u>	<u>£211,847</u>
At 31st March 2018	<u>£190,546</u>	<u>£33,932</u>	<u>£224,478</u>

**7. DEBTORS**

	<b><u>2019</u></b>	<b><u>2018</u></b>
	<b>£</b>	<b>£</b>
Accrued Income	13,362	12,327
Trade Debtors	-	5,537
VAT	345	372
Prepayments	3,012	2,468
	-----	-----
	<u>£16,719</u>	<u>£20,704</u>

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

	<b><u>2019</u></b>	<b><u>2018</u></b>
	<b>£</b>	<b>£</b>
Trade Creditors	3,873	4,529
Accruals	1,818	2,385
	-----	-----
	<u>£5,691</u>	<u>£6,914</u>

**COMMUNITY ENERGY CUMBRIA LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED**  
**31ST MARCH 2019**

**9. SHARE CAPITAL**

	<u>2019</u>	<u>2018</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>2019</u>	<u>2018</u>
	£	£
Shareholders' Funds At 31st March 2017	277,085	268,166
Retained Profit/Loss for the year	1,959	8,919
	-----	-----
Shareholders' Funds At 31st March 2018	<u>£279,044</u>	<u>£277,085</u>
Members at the beginning of the year	97	97
	-----	-----
Members at the end of the year	<u>97</u>	<u>97</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	2,674	2,674
Due in 1 to 5 Years	10,696	10,696
Due after more than 5 years	112,308	114,982
	-----	-----
	<u>£125,678</u>	<u>£128,352</u>

The property lease payments are based on an index linked 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 2019**

**12. BOARD MEMBERS**

During the year £2,500 (2018 : £2,500) 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 £37.35 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 2019**

	2019	2018
	£	£
<b>TURNOVER</b>		
Hydro Income – Good Energy	29,694	31,229
Solar PV Income – LDNPA	2,509	2,655
Solar PV Income – N Power	4,044	3,694
	-----	-----
	36,247	37,578
<b>LESS COST OF SALES</b>		
Rent	2,674	2,581
Hydro Repairs and Maintenance	2,667	8,424
Hydro Running Costs	270	225
Insurance	2,842	1,219
Depreciation of Hydro Plant and Equipment	10,575	10,575
Depreciation of Solar Plant and Equipment	1,876	1,885
	-----	-----
	20,904	24,909
<b>GROSS PROFIT</b>	-----	-----
	15,343	12,669
<b>LESS ADMINISTRATION EXPENSES</b>		
Website Costs	75	75
Regulatory Fees	273	265
Administration Fees	2,500	2,500
Event Costs	55	237
Accountancy Fees	830	600
Bank Charges	72	73
	-----	-----
	3,805	3,750
<b>OPERATING PROFIT/LOSS</b>	-----	-----
	11,538	8,919
<b>LESS COMMUNITY BENEFIT PAYMENTS</b>	2,500	-
	-----	-----
	2,500	-
<b>INTEREST PAID TO MEMBERS</b>	9,038	8,919
	(7,079)	(-)
<b>NET PROFIT/LOSS FOR THE YEAR BEFORE TAX</b>	-----	-----
	<u>£1,959</u>	<u>£8,919</u>