

**Halton Lune Hydro Limited**

**Report of the Directors and**

**Unaudited Financial Statements for the Year Ended 31 December 2019**

RfM Fylde Limited  
Summerdale  
Head Dyke Lane  
Pilling  
Preston  
Lancashire  
PR3 6SJ

# **Halton Lune Hydro Limited**

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**Halton Lune Hydro Limited**  
**Company Information**  
**for the Year Ended 31 December 2019**

**Directors:** Mr J Blowes  
Mr A Denham  
Mr K Frea  
Mr B Jefferson  
Mr N Mannion  
Dr M A Solera Garcia

**Secretary:** Mr B Jefferson

**Registered office:** Rectory Cottages  
Foundry Lane  
Halton  
Lancaster  
LA2 6LT

**Registered number:** 32233R (England and Wales)

**Accountants:** RfM Fylde Limited  
Summerdale  
Head Dyke Lane  
Pilling  
Preston  
Lancashire  
PR3 6SJ

## **Halton Lune Hydro Limited**

### **Report of the Directors for the Year Ended 31 December 2019**

The directors present their report with the financial statements of the company for the year ended 31 December 2019.

#### **Principal activity**

The principal activity of the society is the development and management of renewal energy sources.

#### **Directors**

The directors shown below have held office during the whole of the period from 1 January 2019 to the date of this report.

Mr J Blowes

Mr A Denham

Mr K Frea

Mr B Jefferson

Other changes in directors holding office are as follows:

Mr N Mannion - appointed 15 March 2019

Dr M A Solera Garcia - appointed 15 March 2019

#### **Donations**

During the year donations of £4,862 were made to the Halton Lune Trust.

#### **On behalf of the board:**

Mr J Blowes (Chairman)

31 March 2020

**Chartered Accountants' Report to the Board of Directors  
on the Unaudited Financial Statements of  
Halton Lune Hydro Limited**

We report on the accounts for the period ended 31 December 2019 set out on pages 4 to 11.

**Respective responsibilities of the directors and the independent reporting accountant**

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

**Basis of opinion**

Our procedures consisted of comparing the accounts with the books of account kept by the society and making such limited enquiries of the officers of the society as we considered necessary for the purpose of this report. These procedures provide the only assurance expressed in our opinion.

**Opinion**

In our opinion:

- the revenue account and balance sheet for the period ended 31 December 2019 are in agreement with the books of account kept by the society under section 75 of the Co-operative and Community Benefit Societies Act 2014;
- having regard only to, and on the basis of the information contained in the books of account, the revenue account and balance sheet for the period ended 31 December 2019 comply with requirements of the Co-operative and Community Benefit Societies Act 2014; and
- the society met the financial criteria enabling it to disapply the requirement to have an audit of the accounts for the period specified in section 84 of the Co-operative and Community Benefit Societies Act 2014.

RfM Fylde Limited  
Summerdale  
Head Dyke Lane  
Pilling  
Preston  
Lancashire  
PR3 6SJ

31 March 2020

# Halton Lune Hydro Limited

## Profit and Loss Account (Revenue account) for the Year Ended 31 December 2019

	Notes	2019 £	2018 £
<b>Turnover</b>		203,823	173,500
Administrative expenses		<u>81,185</u>	<u>101,598</u>
		122,638	71,902
Other operating income		<u>-</u>	<u>3,000</u>
<b>Operating profit</b>	3	122,638	74,902
Interest receivable and similar income		<u>1,291</u>	<u>672</u>
		123,929	75,574
Interest payable and similar expenses		<u>51,874</u>	<u>47,487</u>
<b>Profit before taxation</b>		72,055	28,087
Tax on profit	4	<u>17,067</u>	<u>8,672</u>
<b>Profit for the financial year</b>		<u><u>54,988</u></u>	<u><u>19,415</u></u>

The notes form part of these financial statements

**Halton Lune Hydro Limited (Registered number: 32233R)**

**Balance Sheet  
31 December 2019**

	Notes	2019 £	2018 £
<b>Fixed assets</b>			
Tangible assets	5	1,216,670	1,242,801
<b>Current assets</b>			
Debtors	6	34,955	32,392
Cash at bank		<u>167,223</u>	<u>151,812</u>
		202,178	184,204
<b>Creditors</b>			
Amounts falling due within one year	7	<u>(193)</u>	<u>5,774</u>
<b>Net current assets</b>		<u>202,371</u>	<u>178,430</u>
<b>Total assets less current liabilities</b>		1,419,041	1,421,231
<b>Provisions for liabilities</b>	8	<u>52,789</u>	<u>35,967</u>
<b>Net assets</b>		<u><u>1,366,252</u></u>	<u><u>1,385,264</u></u>
<b>Capital and reserves</b>			
Called up share capital	9	1,227,985	1,301,985
Retained earnings	10	<u>138,267</u>	<u>83,279</u>
<b>Shareholders' funds</b>		<u><u>1,366,252</u></u>	<u><u>1,385,264</u></u>

The notes form part of these financial statements

**Balance Sheet - continued  
31 December 2019**

The directors acknowledge their responsibilities for:

- (i) ensuring that the society keeps proper accounting records which comply with section 75 of the Co-operative and Community Benefit Societies Act 2014,
- (ii) establishing and maintaining a satisfactory system of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with section 75(3) of the Act, and
- (iii) preparing financial statements which give a true and fair view of the state of affairs of the society as at the end of the financial year and of its profit for the financial year in accordance with the requirements of section 80, and which otherwise comply with the requirements of the Act relating to financial statements, so far as applicable to the society.

The financial statements have been prepared in accordance with the Co-operative and Community Benefit Society Act 2014 and with the provisions of Section 1A “Small Entities” of Financial Reporting Standard 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland”.

The financial statements were approved by the Board of Directors on 31 March 2020 and were signed on its behalf by:

Mr J Blowes (Chairman)

Mr N Mannion (Director)

Mr B Jefferson (Secretary)



# Halton Lune Hydro Limited

## Statement of Changes in Equity for the Year Ended 31 December 2019

	Called up share capital £	Retained earnings £	Total equity £
<b>Balance at 1 January 2018</b>	1,392,535	63,864	1,456,399
<b>Changes in equity</b>			
Issue of share capital	(90,550)	-	(90,550)
Total comprehensive income	<u>-</u>	<u>19,415</u>	<u>19,415</u>
<b>Balance at 31 December 2018</b>	<u>1,301,985</u>	<u>83,279</u>	<u>1,385,264</u>
<b>Changes in equity</b>			
Issue of share capital	(74,000)	-	(74,000)
Total comprehensive income	<u>-</u>	<u>54,988</u>	<u>54,988</u>
<b>Balance at 31 December 2019</b>	<u><u>1,227,985</u></u>	<u><u>138,267</u></u>	<u><u>1,366,252</u></u>

The notes form part of these financial statements

## **Halton Lune Hydro Limited**

### **Notes to the Financial Statements for the Year Ended 31 December 2019**

#### **1. Statutory information**

Halton Lune Hydro Limited is a private company, limited by shares, registered under the Co-operative and Community Benefit Societies Act 2014 in England and Wales. The company's registered number and registered office address can be found on the Company Information page.

The company is a Public Benefit Entity.

#### **2. Accounting policies**

##### **Basis of preparing the financial statements**

These financial statements have been prepared in accordance with the provisions of Section 1A "Small Entities" of Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland". The financial statements have been prepared under the historical cost convention.

##### **Turnover**

Turnover is measured at the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes.

##### **Tangible fixed assets**

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

Hydro-electric Power-station	- 2% on cost
Plant and machinery	- 5% on cost
Tools and equipment	- 15% on reducing balance

##### **Taxation**

Taxation for the year comprises current and deferred tax. Tax is recognised in the Profit and Loss Account (Revenue account), except to the extent that it relates to items recognised in other comprehensive income or directly in equity.

Current or deferred taxation assets and liabilities are not discounted.

Current tax is recognised at the amount of tax payable using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

##### **Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

Timing differences arise from the inclusion of income and expenses in tax assessments in periods different from those in which they are recognised in financial statements. Deferred tax is measured using tax rates and laws that have been enacted or substantively enacted by the year end and that are expected to apply to the reversal of the timing difference.

Unrelieved tax losses and other deferred tax assets are recognised only to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits.

##### **Hire purchase and leasing commitments**

Rentals paid under operating leases are charged to profit or loss on a straight line basis over the period of the lease.

# Halton Lune Hydro Limited

## Notes to the Financial Statements - continued for the Year Ended 31 December 2019

### 3. Operating profit

The operating profit is stated after charging:

	2019 £	2018 £
Depreciation - owned assets	<u>45,668</u>	<u>44,908</u>

### 4. Taxation

#### Analysis of the tax charge

The tax charge on the profit for the year was as follows:

	2019 £	2018 £
Current tax:		
UK corporation tax	245	128
Adjustment in respect of prior period	<u>-</u>	<u>(42)</u>
Total current tax	245	86
Deferred tax	<u>16,822</u>	<u>8,586</u>
Tax on profit	<u>17,067</u>	<u>8,672</u>

UK corporation tax has been charged at 19% (2018 - 19%).

### 5. Tangible fixed assets

	Hydro-electric Power-station £	Plant and machinery £	Tools and equipment £	Totals £
<b>Cost</b>				
At 1 January 2019	888,531	513,903	13,273	1,415,707
Additions	<u>-</u>	<u>19,537</u>	<u>-</u>	<u>19,537</u>
At 31 December 2019	<u>888,531</u>	<u>533,440</u>	<u>13,273</u>	<u>1,435,244</u>
<b>Depreciation</b>				
At 1 January 2019	71,076	96,728	5,102	172,906
Charge for year	<u>17,770</u>	<u>26,672</u>	<u>1,226</u>	<u>45,668</u>
At 31 December 2019	<u>88,846</u>	<u>123,400</u>	<u>6,328</u>	<u>218,574</u>
<b>Net book value</b>				
At 31 December 2019	<u>799,685</u>	<u>410,040</u>	<u>6,945</u>	<u>1,216,670</u>
At 31 December 2018	<u>817,455</u>	<u>417,175</u>	<u>8,171</u>	<u>1,242,801</u>

# **Halton Lune Hydro Limited**

## **Notes to the Financial Statements - continued for the Year Ended 31 December 2019**

### **6. Debtors: amounts falling due within one year**

	2019	2018
	£	£
Trade debtors	31,654	29,083
Other debtors	600	600
Prepayments	<u>2,701</u>	<u>2,709</u>
	<u><u>34,955</u></u>	<u><u>32,392</u></u>

### **7. Creditors: amounts falling due within one year**

	2019	2018
	£	£
Trade creditors	970	5,033
Corporation tax	203	128
Social security and other taxes	(2,249)	(247)
Other creditors	78	80
Accrued expenses	<u>805</u>	<u>780</u>
	<u><u>(193)</u></u>	<u><u>5,774</u></u>

### **8. Provisions for liabilities**

	2019	2018
	£	£
Deferred tax		
Accelerated capital allowances	78,047	79,376
Tax losses carried forward	<u>(25,258)</u>	<u>(43,409)</u>
	<u><u>52,789</u></u>	<u><u>35,967</u></u>

	Deferred tax £
Balance at 1 January 2019	35,967
Provided during year	<u>16,822</u>
Balance at 31 December 2019	<u><u>52,789</u></u>

### **9. Called up share capital**

Allotted, issued and fully paid:			2019	2018
Number:	Class:	Nominal value:	£	£
1,227,985	Ordinary	1	<u><u>1,227,985</u></u>	<u><u>1,301,985</u></u>

# **Halton Lune Hydro Limited**

## **Notes to the Financial Statements - continued** **for the Year Ended 31 December 2019**

### **9. Called up share capital - continued**

During the year the society had the following number of members:

	2019	2018
Members at beginning of year	343	365
Members ceased during year	(47)	(22)
Members admitted during year	<u>0</u>	<u>0</u>
Members at end of year	<u><u>296</u></u>	<u><u>343</u></u>

### **10. Reserves**

	Retained earnings £
At 1 January 2019	83,279
Profit for the year	<u>54,988</u>
At 31 December 2019	<u><u>138,267</u></u>

# Halton Lune Hydro Limited

## Detailed Profit and Loss Account for the Year Ended 31 December 2019

	2019		2018	
	£	£	£	£
<b>Turnover</b>				
Energy income	41,682		37,045	
Feed in Tariffs	159,131		134,964	
Work done	<u>3,010</u>		<u>1,491</u>	
		203,823		173,500
<b>Other income</b>				
Donation	-		3,000	
Deposit account interest	<u>1,291</u>		<u>672</u>	
		<u>1,291</u>		<u>3,672</u>
		205,114		177,172
<b>Expenditure</b>				
Rent	2,500		2,500	
Rates	7,541		3,723	
Insurance	1,915		1,714	
Telephone	635		320	
Travelling and room hire	-		54	
Repairs and maintenance	11,986		35,161	
Operation and maintenance fees	5,001		5,552	
Sundry expenses	252		675	
Accountancy	800		780	
Donations	4,862		6,200	
Depreciation of tangible fixed assets				
Freehold property	17,771		17,771	
Plant and machinery	26,672		25,695	
Fixtures and fittings	<u>1,226</u>		<u>1,442</u>	
		<u>81,161</u>		<u>101,587</u>
		123,953		75,585
<b>Finance costs</b>				
Bank charges	24		11	
Members dividends	<u>51,874</u>		<u>47,487</u>	
		<u>51,898</u>		<u>47,498</u>
<b>Net profit</b>		<u><u>72,055</u></u>		<u><u>28,087</u></u>

This page does not form part of the statutory financial statements