

Company Registration No. 0030373R (England and Wales)

TOTNES RENEWABLE ENERGY SOCIETY LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2022

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

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TOTNES RENEWABLE ENERGY SOCIETY LIMITED

COMPANY INFORMATION

Directors	Mr Ian Bright Mr Alastair Gets Dr Sally Murrall-Smith Mr Raymond Seager Ms Hannah Evans	(Appointed 27 July 2021) (Appointed 31 March 2022)
Secretary	Ms Hannah Evans	
Company number	0030373R	
Registered office	107 High Street Totnes Devon TQ9 5SN	
Accountants	Darnells Chartered Accountants 30 Fore Street Totnes Devon TQ9 5RP	

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2022

The directors present their annual report and financial statements for the year ended 31 March 2022.

Principal activities

The Society is registered with the Financial Conduct Authority under the Co-operative and Community Benefit Societies Act 2014. The liability of its members is limited under that Act.

The stated objects of the Society are to:

- Develop the profitable supply of energy from renewable energy resources for the benefit of the community centred in Totnes and the surrounding area.
- Ensure the democratic control of the renewable energy resources by the local community through the establishment of a large membership of the Society.
- Ensure that the maximum value from development of these resources shall be retained within the local economy.
- Provide an opportunity for public-spirited people and organisations to contribute financially to the community, with the expectation of a social dividend, rather than personal financial reward.

To this purpose the Society has a portfolio of solar PV assets.

The Society continued work on the development of a number of new projects in the year with particular focus on two projects: the design and implementation of a community microgrid with solar PV array at the Clay Park eco-housing estate and the installation of a solar array on the Pavillions Leisure Centre. The Society was awarded a government grant from BEIS via the Rural Community Energy Fund to develop the microgrid at Clay Park.

The portfolio of energy producing assets remained unchanged over the period.

The Society continued to provide free electricity to South Devon Rural Housing Association tenants through the Shine (Fuel Poverty) Project worth between £13,000 and £27,000 a year.

The Society's Renewable Energy Experiential Learning programme continued to be delivered within primary schools.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

Mr Ian Bright

Mr Alastair Gets

Mr Richard Dominic Turner

(Resigned 30 June 2021)

Ms Stephanie Burns

(Resigned 29 June 2022)

Dr Sally Murrall-Smith

Mr Raymond Seager

(Appointed 27 July 2021)

Ms Hannah Evans

(Appointed 31 March 2022)

Small companies exemption

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

By order of the board

Hannah Evans
Hannah Evans (Nov 3, 2022 09:22 GMT)

Ms Hannah Evans
Secretary

19 October 2022

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

ACCOUNTANTS' REPORT TO THE BOARD OF DIRECTORS ON THE PREPARATION OF THE UNAUDITED STATUTORY FINANCIAL STATEMENTS OF TOTNES RENEWABLE ENERGY SOCIETY LIMITED FOR THE YEAR ENDED 31 MARCH 2022

In accordance with the engagement letter and in order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, we have compiled the financial statements of Totnes Renewable Energy Society Limited for the year ended 31 March 2022, set out on pages 5 to 12 from the Society's accounting records and information and explanations you have given to us.

As a member firm of the Institute of Chartered Accountants in England and Wales (ICAEW), we are subject to its ethical and other professional requirements which are detailed at icaew.com/membershandbook.

The financial statements have been compiled on the accounting basis set out in Note 1 to the financial statements. The financial statements have been prepared so as to comply with the provisions of UK Generally Accepted Accounting Principles insofar as they are applicable to the Society.

This report is made solely to the Board of Directors of Totnes Renewable Energy Society Limited, as a body, in accordance with the terms of our engagement letter. Our work has been undertaken solely to prepare for your approval the financial statements of Totnes Renewable Energy Society Limited and state those matters that we have agreed to state to the Board of Directors of Totnes Renewable Energy Society Limited, as a body, in this report in accordance with ICAEW Technical Release 07/16 AAF. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Totnes Renewable Energy Society Limited and its Board of Directors as a body, for our work or for this report.

It is your duty to ensure that Totnes Renewable Energy Society Limited has kept adequate accounting records and to prepare statutory financial statements that give a true and fair view of the assets, liabilities, financial position and loss of Totnes Renewable Energy Society Limited. You consider that Totnes Renewable Energy Society Limited is exempt from the statutory audit requirement for the year.

We have not been instructed to carry out an audit of the financial statements.

In our opinion under Section 85 of the Co-operative and Community Benefit Societies Act 2014:

- (i) The revenue account or accounts and the balance sheet are in agreement with the books of account kept by the Society under Section 75 of the Act.
- (ii) On the basis of the information contained in the books of account, the revenue account and balance sheet comply with the requirements of this Act.
- (iii) The financial criteria allowing the production of an Accountants' Report instead of a full audit conferred by Section 84 of the Act have been met.

Darnells Chartered Accountants
30 Fore Street
Totnes
Devon
TQ9 5RP

20 October 2022

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

	Notes	2022 £	2021 £
Turnover		66,822	73,651
Cost of sales		(18,535)	(27,303)
Gross profit		48,287	46,348
Administrative expenses		(44,152)	(46,717)
Operating profit/(loss)		4,135	(369)
Interest receivable and similar income		533	199
Interest payable and similar expenses		(6,973)	(12,040)
Loss before taxation		(2,305)	(12,210)
Tax on loss	2	-	-
Loss for the financial year		(2,305)	(12,210)

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

BALANCE SHEET

AS AT 31 MARCH 2022

	Notes	2022 £	£	2021 £	£
Fixed assets					
Tangible assets	3		337,139		362,939
Investments	4		17,105		17,105
			<u>354,244</u>		<u>380,044</u>
Current assets					
Debtors	5	13,483		8,243	
Cash at bank and in hand		47,972		43,508	
		<u>61,455</u>		<u>51,751</u>	
Creditors: amounts falling due within one year	6	(11,237)		(15,251)	
Net current assets			<u>50,218</u>		<u>36,500</u>
Total assets less current liabilities			404,462		416,544
Creditors: amounts falling due after more than one year	7		(121,489)		(130,409)
Net assets			<u>282,973</u>		<u>286,135</u>
Capital and reserves					
Called up share capital	8		452,181		453,038
Capital redemption reserve			22,091		21,051
Profit and loss reserves			(191,299)		(187,954)
Total equity			<u>282,973</u>		<u>286,135</u>

For the financial year ended 31 March 2022 the company was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

The Directors of the Society acknowledge their responsibilities for:

(i) Ensuring that the Society keeps proper accounting records that comply with the Co-Operative and Community Benefit Societies Act 2014 (the Act), Section 76;

(ii) establishing and maintaining a satisfactory system of control of its books of accounts, its cash holdings and all its receipts and remittances in order to comply with Sections 75 and 76 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 members have not required the company to obtain an audit of its financial statements for the year in question in accordance with section 476.

These financial statements have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

TOTNES RENEWABLE ENERGY SOCIETY LIMITED


BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2022

The financial statements were approved by the board of directors and authorised for issue on 19 October 2022 and are signed on its behalf by:


SMurrall-S
SMurrall-S (Oct 31, 2022 11:52 GMT)

Dr Sally Murrall-Smith
Director


raymond seager
raymond seager (Nov 1, 2022 09:50 GMT)

Mr Raymond Seager
Director


Hannah Evans
Hannah Evans (Nov 3, 2022 09:22 GMT)

Ms Hannah Evans
Secretary

Company Registration No. 0030373R

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2022

	Notes	Share capital £	Capital redemption reserve £	Profit and loss reserves £	Total £
Balance at 1 April 2020		464,618	9,471	(164,164)	309,925
Year ended 31 March 2021:					
Loss and total comprehensive income for the year		-	-	(12,210)	(12,210)
Redemption of shares	8	(11,580)	11,580	(11,580)	(11,580)
Balance at 31 March 2021		453,038	21,051	(187,954)	286,135
Year ended 31 March 2022:					
Loss and total comprehensive income for the year		-	-	(2,305)	(2,305)
Issue of share capital	8	183	-	-	183
Redemption of shares	8	(1,040)	1,040	(1,040)	(1,040)
Balance at 31 March 2022		452,181	22,091	(191,299)	282,973

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

Company information

Totnes Renewable Energy Society Limited is a Society registered in England and Wales under the Co-Operative and Community Benefits Societies Act. The registered office is 107 High Street, Totnes, Devon, TQ9 5SN.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover represents monies received (excluding value added tax) from feed in tariffs and other services.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Plant and machinery	5% straight line basis
Fixtures, fittings & equipment	15% reducing balance basis

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Fixed asset investments

Fixed asset investments are stated at cost less provision for diminution in value.

Fair value measurement of financial instruments

The Society only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other accounts receivable and payable, loans from banks and other third parties, loans to related parties and investments in non-puttable ordinary shares. Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in profit or loss.

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

1 Accounting policies

(Continued)

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

For financial assets measured at cost less impairment, the impairment loss is measured as the difference between an asset's carrying amount and the best estimate, which is an approximation, of the amount that the company would receive for the asset if it were to be sold at the reporting date.

Financial assets and liabilities are offset and the net amount reported in the statement of financial position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2 Taxation

On the basis of the losses brought forward no provision has been made for taxation.

3 Tangible fixed assets

	Plant and machinery etc £
Cost	
At 1 April 2021 and 31 March 2022	511,453
	<hr/>
Depreciation and impairment	
At 1 April 2021	148,514
Depreciation charged in the year	25,800
	<hr/>
At 31 March 2022	174,314
	<hr/>
Carrying amount	
At 31 March 2022	337,139
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At 31 March 2021	362,939
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4 Fixed asset investments

	2022 £	2021 £
Other investments other than loans	17,105	17,105
	<hr/> <hr/>	<hr/> <hr/>

Fixed asset investments are held in South Brent Community Energy Society and Dart Renewables Ltd.

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

5 Debtors	2022	2021
	£	£
Amounts falling due within one year:		
Trade debtors	6,344	-
Other debtors	7,139	8,243
	<u>13,483</u>	<u>8,243</u>
	<u><u>13,483</u></u>	<u><u>8,243</u></u>
6 Creditors: amounts falling due within one year	2022	2021
	£	£
Bank loans	8,540	8,160
Other creditors	2,697	7,091
	<u>11,237</u>	<u>15,251</u>
	<u><u>11,237</u></u>	<u><u>15,251</u></u>
7 Creditors: amounts falling due after more than one year	2022	2021
	£	£
Bank loans and overdrafts	121,489	130,409
	<u>121,489</u>	<u>130,409</u>
	<u><u>121,489</u></u>	<u><u>130,409</u></u>

The bank loan is secured by a charge over all the Society's assets and is repayable by instalments over a period of sixteen years commencing 12 April 2017, and has a rate of interest of 5% above the Bank of England base rate.

Included in creditors falling due after more than one year is an amount of £89,229 (2021 £97,769) in respect of liabilities which fall due for payment after more than five years from the balance sheet date.

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2022

8 Called up share capital	2022	2021
	£	£
Ordinary share capital		
Issued and fully paid		
Ordinary shares of £1 each	480,968	481,825
Cost of issuing equity		
Publicity and prospectus costs	(28,787)	(28,787)
	<u>452,181</u>	<u>453,038</u>

183 Ordinary shares were issued at par in the period and 1,040 were redeemed at par.

The shares cannot be sold or traded. They may on 180 days notice at the discretion of the Directors and after three years of subscription be withdrawn. The full price paid for the shares is not withdrawable if the Society does not have sufficient funds available at the time. In some circumstances the Directors may write down the value of the shares and in these circumstances only the written down value will be received.

9 Operating lease commitments

At 31 March 2022, the Society was committed to making the following payments under non-cancellable operating leases as set out below:

	2022	2021
	£	£
In over five years	23,085	24,624
	<u>23,085</u>	<u>24,624</u>

10 Related party transactions

Although there is no payroll scheme in place for this Society, there are in total five (2021: five) directors.

During the year Mr Ian Bright and Mr Alastair Gets, both Directors, were paid £1,000 (2021: £800) and £690 (2021: £743) respectively for their services as Directors.

Additionally during the year various directors were paid a total of £1,087 for services in respect of consultancy work (2021: £1,413).

TOTNES RENEWABLE ENERGY SOCIETY LIMITED
MANAGEMENT INFORMATION
FOR THE YEAR ENDED 31 MARCH 2022

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

DETAILED TRADING AND PROFIT AND LOSS ACCOUNT FOR THE YEAR ENDED 31 MARCH 2022

		2022		2021
	£	£	£	£
Turnover				
Electricity sales		47,080		46,355
Grant income		16,863		26,283
Other income		2,879		1,013
		<u>66,822</u>		<u>73,651</u>
Cost of sales				
Meter and monitoring costs	1,472		1,895	
Consultancy fees	17,063		25,408	
		<u>(18,535)</u>		<u>(27,303)</u>
Gross profit	72.26%	48,287	62.93%	46,348
Administrative expenses		<u>(44,152)</u>		<u>(46,717)</u>
Operating profit/(loss)		4,135		(369)
Investment revenues				
Bank interest received	33		199	
Other dividends - receivable	500		-	
		<u>533</u>		<u>199</u>
Interest payable and similar expenses				
Bank interest on loans and overdrafts	6,973		7,222	
Other interest payable	-		4,818	
		<u>(6,973)</u>		<u>(12,040)</u>
Loss before taxation		<u>(2,305)</u>	16.58%	<u>(12,210)</u>

TOTNES RENEWABLE ENERGY SOCIETY LIMITED

SCHEDULE OF ADMINISTRATIVE EXPENSES FOR THE YEAR ENDED 31 MARCH 2022

	2022	2021
	£	£
Administrative expenses		
Administrative fees	1,495	2,115
Directors' fees	1,690	1,543
Rent	1,858	1,812
Cleaning	2,255	1,000
Repairs and maintenance	1,542	6,895
Insurance	3,804	3,659
Computer running costs	456	424
Travelling expenses	100	-
Professional subscriptions	350	375
Legal and professional fees	-	6
Accountancy	1,730	1,440
Charitable donations	-	200
Bank charges	819	870
Printing, postage and stationery	369	134
Education, conference costs and publicity	1,764	324
Telecommunications	120	120
Depreciation	25,800	25,800
	<u>44,152</u>	<u>46,717</u>