

**DORSET COMMUNITY ENERGY LIMITED
ANNUAL REPORT AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019**

**DORSET COMMUNITY ENERGY LIMITED
ANNUAL REPORT AND UNAUDITED ACCOUNTS
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**DORSET COMMUNITY ENERGY LIMITED
COMPANY INFORMATION
FOR THE YEAR ENDED 31 MARCH 2019**

Directors

Dr Derek Moss
Mr Timothy Crabtree
Mr Henry Lovegrove
Ms Emily Bullock
Mr Peter West
Mr Tom Burnett

Secretary

Mr Peter West

Company Number

32155R (England and Wales)

Registered Office

The Old House at Home
Salisbury Street
Dorchester
Dorset
DT1 1JU
ENGLAND

Accountants

Darkin Miller Limited
24e Deverel Road
Dorchester
Dorset
DT2 9UD

DORSET COMMUNITY ENERGY LIMITED

DIRECTORS' REPORT

The directors present their report and accounts for the year ended 31 March 2019.

Principal activity

The principal activity is the installation of solar panels on the roofs of participating schools and village halls in the Dorset area. The schools and village halls will receive free or low cost electricity from the solar panels predicted to be worth in excess of £600,000 over a period of 20 years.

Directors

The following directors held office during the whole of the period:

Dr Derek Moss
Mr Timothy Crabtree
Mr Henry Lovegrove
Ms Emily Bullock
Mr Peter West Mr Tom Burnett

Statement of directors' responsibilities

The directors acknowledge their responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and regulations.

The Co-operative and Community Benefit Societies Act 2014 requires the directors prepare financial statements for each financial year. Under that law the directors have elected to prepare the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law). Under the Co-operative and Community Benefit Societies Act 2014 the directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the society and the group and of the profit or loss of the group for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the society will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the society's transactions and disclose with reasonable accuracy at any time the financial position of the society and enable them 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 the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

This report has been prepared in accordance with FRS 102 Section 1A Small Entities exemption and provisions for small societies in accordance with the Co-operative and Community Benefit Societies Act 2014

Signed on behalf of the board of directors:

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Mr Henry Lovegrove
Finance Director

Mr Timothy Crabtree
Director and Chair

Mr Pete West
Director and Secretary

Approved by the board on: 13 June 2019

REPORTING ACCOUNTANTS' REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF DORSET COMMUNITY ENERGY LIMITED FOR THE YEAR ENDED 31 MARCH 2019

We report on the accounts of Dorset Community Energy Limited for the year ended 31 March 2019 as set out on pages 6 - 10 from the society's accounting records and from information and explanations you have given us.

This report is made solely to the members of Dorset Community Energy Limited, as a body, in accordance with Section 85 of the Co-operative and Community Benefit Societies Act 2014. Our work has been undertaken so that we might state to the members of the society those matters we are required to state to them in our 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 members of Dorset Community Energy Limited and its Board of Directors as a body for our work or for this report.

Respective responsibilities of directors and reporting accountants

The society's board of directors are responsible for keeping adequate accounting records and to prepare statutory accounts that give a true and fair view of the assets, liabilities, financial position and loss of Dorset Community Energy Limited. The directors 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 year ended 31 March 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 year ended 31 March 2019 comply with the 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 year specified through the exercise of the power conferred by section 84 of the Co-operative and Community Benefit Societies Act 2014.

Darkin Miller Limited
Chartered Accountants

7 June 2019

DORSET COMMUNITY ENERGY LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2019

	2019	2018
	£	£
Turnover	106,295	57,820
Administrative expenses	(80,680)	(43,217)
Operating profit	4 25,615	14,603
Interest payable and similar charges	(26,768)	(27,209)
Loss on ordinary activities before taxation	(1,153)	(12,606)
Tax on loss on ordinary activities	-	(40)
Loss for the financial year	(1,153)	(12,646)

DORSET COMMUNITY ENERGY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2019

	Notes	2019 £	2018 £
Fixed assets			
Tangible assets	5	399,684	423,271
Current assets			
Inventories	6	1,375	-
Debtors	7	18,698	13,773
Cash at bank and in hand		61,563	47,307
		<u>81,636</u>	<u>61,080</u>
Creditors: amounts falling due within one year	8	(32,529)	(34,407)
		<u>49,107</u>	<u>26,673</u>
Net current assets		<u>448,791</u>	<u>449,944</u>
Net assets		<u>448,791</u>	<u>449,944</u>
Capital and reserves			
Called up share capital	9	489,064	489,064
Profit and loss account		(40,273)	(39,120)
		<u>448,791</u>	<u>449,944</u>
Shareholders' funds		<u>448,791</u>	<u>449,944</u>

For the year ending 31 March 2019 the society is satisfied that it met the financial criteria enabling it to disapply the requirement to have an audit under section 84 of the Co-operative and Community Benefit Societies Act 2014. The members have not required the society to obtain an audit of its financial statements for the year in question in accordance with rule 26.2

The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with Section 1A of FRS 102, 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'

Approved by the Board on 13 June 2019.

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Mr Henry Lovegrove
Finance Director

.....
Mr Timothy Crabtree
Director and Chair

.....
Mr Pete West
Director and Secretary

Company Registration No. 32155R

DORSET COMMUNITY ENERGY LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019

1 Statutory information

Dorset Community Energy Limited is a Community Benefit Society registered with the Financial Conduct Authority, registration number 32155R. The registered office is The Old House at Home, Salisbury Street, Dorchester, Dorset, DT1 1JU, ENGLAND.

2 Compliance with accounting standards

The accounts have been prepared in accordance with the provisions of FRS 102 Section 1A Small Entities. There were no material departures from that standard.

3 Accounting policies

The principal accounting policies adopted in the preparation of the financial statements are set out below and have remained unchanged from the previous year, and also have been consistently applied within the same accounts.

Basis of preparation

The accounts have been prepared under the historical cost convention.

Presentation currency

The accounts are presented in £ sterling.

Turnover

Turnover represents income from renewable energy Feed-in Tariffs, sale of renewable electricity, grants, and other funding receivable.

Tangible fixed assets and depreciation

Tangible assets are included at cost less depreciation and impairment. Depreciation has been provided at the following rates in order to write off the assets over their estimated useful lives:

Solar photovoltaic panels installed by Dorset Community Energy on roofs of 3rd party sites (school and village halls etc):
20 years straight line

Financial instruments

Where shares are issued, any component that creates a financial liability for the Society is presented as a liability in the Balance Sheet. The corresponding dividends relating to the liability component are charged as an interest expense in the profit and loss account.

Government grants

Government grants are recognised at the fair value of the asset received or receivable when there is reasonable assurance that the grant conditions will be met and the grants will be received.

A grant that specifies performance conditions is recognised in income when the performance conditions are met. Where a grant does not specify performance conditions it is recognised in income when the proceeds are received or receivable. A grant received before the recognition criteria are satisfied is recognised as a liability.

Inventories

The work in progress relates to pre-build work on the next phase of solar panel delivery. Once completed, this will be capitalised and depreciated under the normal rules applied to fixed assets.

4 Operating profit

2019	2018
£	£

Profit before tax is stated after charging:

Depreciation of tangible fixed assets	23,587	23,587
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DORSET COMMUNITY ENERGY LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019

5 Tangible fixed assets

**Plant &
machinery**
£

Cost or valuation

At 1 April 2018

At cost

471,748

At 31 March 2019

471,748

Depreciation

At 1 April 2018

48,477

Charge for the year

23,587

At 31 March 2019

72,064

Net book value

At 31 March 2019

399,684

At 31 March 2018

423,271

6 Inventories

2019 **2018**

Work in progress

£ £

1,375 -

1,375 -

7 Debtors

2019 **2018**

Trade debtors

£ £

18,698 13,773

8 Creditors: amounts falling due within one year

2019 **2018**

Trade creditors

£ £

32,458 31,649

Taxes and social security

71 2,754

Other creditors

- 4

32,529 34,407

DORSET COMMUNITY ENERGY LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2019

9 Share capital

Allotted, called up and fully paid:
489,064 Ordinary shares of £1 each

	2019	2018
	£	£
	489,064	489,064

10 Transactions with related parties

Consultancy fees were invoiced to the Society by the following directors:

E Bullock £709 (previous year £1,485);

T Burnett £29,776 covering main consultant work for the delivery of the WRAP grant work (following a competitive process), (previous year £250);

T Crabtree £1,750 (previous year £nil);

H Lovegrove £1,717 (previous year £1,520);

P West £3,335 (previous year £3,042).

11 Average number of employees

During the year the average number of employees was 0 (2018: 0).

**DORSET COMMUNITY ENERGY LIMITED
DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2019**

	2019	2018
	£	£
Turnover		
Sales	66,320	56,070
Grant income	39,975	1,750
	106,295	57,820
Administrative expenses		
Travel and subsistence	478	764
Rent	326	172
Rates	1,379	1,344
Internet	1,554	2,694
Stationery and printing	102	-
Information and publications	974	1,358
Subscriptions	648	870
Bank charges	63	-
Insurance	3,102	2,643
Equipment expensed	-	319
Software	463	1,457
Repairs and maintenance	4,066	2,162
Depreciation	23,587	23,587
Sundry expenses	356	330
Consultancy fees	38,776	-
Management fees	4,035	4,922
Other legal and professional	771	595
	80,680	43,217
Operating profit	25,615	14,603
Interest payable		
Bank loans and overdrafts	-	56
Other loans	26,768	27,153
	26,768	27,209
Loss on ordinary activities before taxation	(1,153)	(12,606)