

Company Registration No. 32155R (England and Wales)

**DORSET COMMUNITY ENERGY LIMITED
ANNUAL REPORT AND UNAUDITED ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2020**

**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 2020

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 2020.

Principal activity

The principal activity is the installation of solar panels on the roofs of participating public buildings in the Dorset area. The public buildings will receive free or low cost renewable energy from the solar panels predicted to be worth in excess of £1million 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

.....
Mr Henry Lovegrove

Finance Director

.....
Mr Timothy Crabtree

Director and Chair

.....
Mr Pete West

Director and Secretary

Approved by the board on: 6 August 2020

REPORTING ACCOUNTANTS' REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF DORSET COMMUNITY ENERGY LIMITED FOR THE YEAR ENDED 31 MARCH 2020

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 2020 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 2020 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

24e Deverel Road
Dorchester
Dorset
DT2 9UD

23 July 2020

DORSET COMMUNITY ENERGY LIMITED
INCOME STATEMENT
FOR THE YEAR ENDED 31 MARCH 2020

	2020	2019
	£	£
Turnover		
Sales	74,329	66,320
Grant income	6,843	39,975
Total income	81,172	106,295
Administrative expenses	(52,867)	(80,680)
Operating profit	4 28,305	25,615
Members' interest payable and similar charges	(26,049)	(26,768)
Profit/(loss) on ordinary activities before taxation	2,256	(1,153)
Tax on profit/(loss) on ordinary activities	-	-
Profit/(loss) for the financial year	2,256	(1,153)

DORSET COMMUNITY ENERGY LIMITED
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

	Notes	2020 £	2019 £
Fixed assets			
Tangible assets	5	536,531	399,684
Current assets			
Inventories	6	40,590	1,375
Debtors	7	56,489	18,698
Cash at bank and in hand		370,230	61,563
		<u>467,309</u>	<u>81,636</u>
Creditors: amounts falling due within one year	8	(58,763)	(32,529)
Net current assets		<u>408,546</u>	<u>49,107</u>
Total assets less current liabilities		<u>945,077</u>	<u>448,791</u>
Creditors: amounts falling due after more than one year	9	(77,901)	-
Net assets		<u>867,176</u>	<u>448,791</u>
Capital and reserves			
Called up share capital	10	905,193	489,064
Profit and loss account		(38,017)	(40,273)
Shareholders' funds		<u>867,176</u>	<u>448,791</u>

For the year ending 31 March 2020 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'

The financial statements were approved by the Board of Directors and authorised for issue on 6 August 2020 and were signed on its behalf by

.....
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 2020

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

	2020	2019
	£	£
Profit before tax is stated after charging:		
Depreciation of tangible fixed assets	24,471	23,587

DORSET COMMUNITY ENERGY LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2020

5 Tangible fixed assets

	Plant & machinery
	£
Cost or valuation	At cost
At 1 April 2019	471,748
Additions	161,318
At 31 March 2020	633,066
Depreciation	
At 1 April 2019	72,064
Charge for the year	24,471
At 31 March 2020	96,535
Net book value	
At 31 March 2020	536,531
At 31 March 2019	399,684

6 Inventories

	2020	2019
	£	£
Work in progress	40,590	1,375
	40,590	1,375

7 Debtors

	2020	2019
	£	£
Trade debtors	24,015	18,698
Accrued income and prepayments	17,269	-
Other debtors	15,205	-
	56,489	18,698

8 Creditors: amounts falling due within one year

	2020	2019
	£	£
Trade creditors	58,763	32,458
Taxes and social security	-	71
	58,763	32,529

9 Creditors: amounts falling due after more than one year

	2020	2019
	£	£
Other creditors	77,901	-

DORSET COMMUNITY ENERGY LIMITED
NOTES TO THE ACCOUNTS
FOR THE YEAR ENDED 31 MARCH 2020

10 Share capital	2020	2019
	£	£
Allotted, called up and fully paid: 905,193 Ordinary shares of £1 each	905,193	489,064
	<u>905,193</u>	<u>489,064</u>
Shares issued during the period: 444,850 Ordinary shares of £1 each	444,850	
	<u>444,850</u>	

11 Transactions with related parties

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

E Bullock £944 (previous year £710);

T Burnett £7,352, with a further £34,548 as part of Wessex Energy Services (following a competitive process) in relation to the delivery of PV3 schemes, total £41,900 (previous year £40,525 covering main consultant work for the delivery of the Low Carbon Dorset grant work (following a competitive process));

T Crabtree £nil (previous year £nil)

H Lovegrove £5,134 (previous year £4,204);

P West £7,152 (previous year £6,311).

12 Average number of employees

During the year the average number of employees was 0 (2019: 0).

**DORSET COMMUNITY ENERGY LIMITED
DETAILED PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED 31 MARCH 2020**

	2020	2019
	£	£
Turnover		
Sales	71,332	66,320
Grant income	9,840	39,975
Sales and grant income	81,172	106,295
Administrative expenses		
Staff training and welfare	384	-
Travel and subsistence	94	478
Rent	349	326
Rates	1,414	1,379
Internet	570	1,554
Stationery and printing	35	102
Information and publications	258	974
Subscriptions	425	648
Bank charges	422	63
Insurance	3,174	3,102
Software	685	463
Repairs and maintenance	3,305	4,066
Depreciation	24,471	23,587
Sundry expenses	519	356
Consultancy fees	8,318	38,776
Management fees	-	4,035
Other legal and professional	8,444	771
	52,867	80,680
Operating profit	28,305	25,615
Interest payable		
Members' interest	26,049	26,768
Profit/(loss) on ordinary activities before taxation	2,256	(1,153)