

Registration number: IP032455

Tamar Energy Community Limited

Annual Report and Unaudited Financial Statements

for the Year Ended 5 April 2017

Houndiscombe Consultants Limited
T/A Condy Mathias Chartered Accountants
3 Atlas House
West Devon Business Park
Tavistock
Devon
PL19 9DP

Tamar Energy Community Limited

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Tamar Energy Community Limited

Company Information

Chairman	Ms K Royston
Directors	Ms K Royston Prof P de Wilde Mr G Reed
Company secretary	Mr G Reed
Registered office	2 Rock View Devon Consols Tavistock Devon PL19 8PB
Bankers	Co-operative Bank PO BOX 250 Skelmerdale Lancashire WN8 6WT
Accountants	Houndiscombe Consultants Limited T/A Condy Mathias Chartered Accountants 3 Atlas House West Devon Business Park Tavistock Devon PL19 9DP

Tamar Energy Community Limited

Directors' Report for the Year Ended 5 April 2017

The directors present their report and the financial statements for the year ended 5 April 2017.

Directors of the company

The directors who held office during the year were as follows:

Ms C Moody - Director (resigned 23 January 2018)

Ms K Royston - Chairman

Mr P Baker (resigned 3 March 2018)

Mrs S R de Bere (resigned 13 July 2016)

Prof P de Wilde

Dr R Ayres (resigned 13 July 2016)

Mr C Palmer (resigned 4 September 2017)

Mr G Reed - Company secretary and director

Principal activity

The principal activity of the company is provision of independent energy advice and support and local energy generation, supporting a transition to a more locally supplied and lower carbon energy economy.

Tamar Energy Community Limited

Directors' Report for the Year Ended 5 April 2017

Review of activities

The year to 5th April 2017 was very rewarding, as we completed our first community solar installations, achieved our Energy Advice Service targets for Autumn/Winter 2016/17, and started operation in our community space called Local Matters.

We moved into Local Matters, and started operations, in August 2016, with volunteers investing time and energy in preparation. The space has been well received and our energy related props, including a light box demonstrating LED energy and cost efficiency, have proved useful tools.

It has been helpful having a base to operate from, and enabling people to drop-in. We are opening two hours per day, six days a week, staffed by volunteers.

Changes in the FIT regime and other government changes to energy reduction e.g. Green Deal are making it more difficult than planned to generate income to contribute to the costs of operation. Costs are being covered largely through grant income.

In October 2016 we decided to hold a smaller annual energy fair in Local Matters to help promote the space, and to accommodate the workload from other project areas. The event was enjoyed by the exhibitors and visitors alike and generated a small surplus.

We delivered our obligation to the Big Energy Saving Network (BESN), working with stakeholders across the area to provide energy advice to the more vulnerable in our community. Over the autumn/winter 16/17 period we talked to over 150 people, 120 of these on a 1:1 basis and signed 50 people up to the Priority Services Register.

With the support of the Rural Community Energy Fund (RCEF), and the professional services from Communities for Renewables (CfR) and Plymouth Energy Community (PEC) that this secured, we were able to successfully install five TEC owned Community Solar sites. These were Mount Kelly Senior, Mount Kelly Prep and Abbey Garden Machinery in Tavistock (150 kWp), Plymstock School (100 kWp) and Carbeile Junior School in Torpoint (40 kWp). This is a total of 290 kWp. Completing the legal agreements, technical preparations and physical installations was challenging but rewarding.

The £281,830 capital investment was funded through a Community Seed Loan from local investors (£118,100 raised in 18 days) and project finance from Sungift Energy, subsequently re-financed through a loan from The Low Carbon Society (£187,702).

We continue to work with Tesco Stores towards installing a solar PV system on the roof of their store in Callington. Funding has been secured from The Low Carbon Society and will be drawn down when required.

We are immensely proud of our work through the year. In particular upscaling our Energy Advice Service to our more vulnerable residents, and in installing, by the deadline of 29th September 2016, the 290 kWp of solar PV on our five host sites.

This could not have been achieved without the dedication of our volunteers, and the support from Communities for Renewables and Plymouth Energy Community, our installers Sungift Energy and ZLC Energy and our Clerk of Works from Project Design Consultancy, Ray Clarke. Special thanks to Adrian Beddow from Bright Solicitors who undertook all the legal work pro bono. The project would have been difficult to achieve without his investment in our organisation.

We would also like to underline the importance of the Rural Community Energy Fund, to organisations such as ours, in providing grant assistance to secure professional services for the feasibility of community scale projects.

Tamar Energy Community Limited

Directors' Report for the Year Ended 5 April 2017

TEC are members of Coops UK and Regen and chair the South West Community Energy Partnership (www.swdcep.org). The ongoing support and learning provided by Regen and our colleagues from community energy across Devon and further afield continue to be invaluable.

We look forward to progressing TEC further in the coming year.

Ms K A Royston, Chairperson

Small companies provision statement

This report has been prepared in accordance with the special provisions relating to companies subject to the small companies regime within Part 15 of the Companies Act 2006.

Approved by the Board on and signed on its behalf by:

.....
Ms K Royston
Chairman

.....
Prof P de Wilde
Director

.....
Mr G Reed
Company secretary and director

**Chartered Accountants' Report to the Board of Directors on the Preparation of the
Unaudited Statutory Accounts of
Tamar Energy Community Limited
for the Year Ended 5 April 2017**

In order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, we have prepared for your approval the accounts of Tamar Energy Community Limited for the year ended 5 April 2017 as set out on pages 6 to 12 from the company's accounting records and from information and explanations you have given us.

As a practising 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 <http://www.icaew.com/en/members/regulations-standards-and-guidance/>.

This report is made solely to the Board of Directors of Tamar Energy Community 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 accounts of Tamar Energy Community Limited and state those matters that we have agreed to state to the Board of Directors of Tamar Energy Community 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 Tamar Energy Community Limited and its Board of Directors as a body for our work or for this report.

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

We have not been instructed to carry out an audit or a review of the accounts of Tamar Energy Community Limited. For this reason, we have not verified the accuracy or completeness of the accounting records or information and explanations you have given to us and we do not, therefore, express any opinion on the statutory accounts.

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Houndiscombe Consultants Limited
T/A Condy Mathias Chartered Accountants
3 Atlas House
West Devon Business Park
Tavistock
Devon
PL19 9DP

Date:.....

Tamar Energy Community Limited

Statement of Income and Retained Earnings for the Year Ended 5 April 2017

	Note	2017 £	2016 £
Income		26,451	27,256
Expenses		<u>(27,202)</u>	<u>(28,463)</u>
Operating loss		<u>(751)</u>	<u>(1,207)</u>
Interest payable and similar charges		<u>(10,374)</u>	<u>-</u>
		<u>(10,374)</u>	<u>-</u>
Loss before tax	3	<u>(11,125)</u>	<u>(1,207)</u>
Loss for the financial year		(11,125)	(1,207)
Retained earnings brought forward		<u>(1,207)</u>	<u>-</u>
Retained earnings carried forward		<u><u>(12,332)</u></u>	<u><u>(1,207)</u></u>

The notes on pages 9 to 12 form an integral part of these financial statements.

Tamar Energy Community Limited

(Registration number: IP032455)

Balance Sheet as at 5 April 2017

	Note	2017 £	2016 £
Fixed assets			
Tangible assets	4	274,784	-
Current assets			
Debtors	5	76,022	3,102
Cash at bank and in hand		<u>33,242</u>	<u>20,465</u>
		109,264	23,567
Creditors: Amounts falling due within one year	6	<u>(31,423)</u>	<u>(24,722)</u>
Net current assets/(liabilities)		<u>77,841</u>	<u>(1,155)</u>
Total assets less current liabilities		352,625	(1,155)
Creditors: Amounts falling due after more than one year	6	<u>(364,888)</u>	<u>-</u>
Net liabilities		<u>(12,263)</u>	<u>(1,155)</u>
Capital and reserves			
Called up share capital		69	52
Profit and loss account		<u>(12,332)</u>	<u>(1,207)</u>
Total equity		<u>(12,263)</u>	<u>(1,155)</u>

The notes on pages 9 to 12 form an integral part of these financial statements.

Tamar Energy Community Limited

(Registration number: IP032455)

Balance Sheet as at 5 April 2017

For the financial year ending 5 April 2017 the company was entitled to exemption from audit under section 84 of the Co-operative and Community Benefit Societies Act 2014.

Directors' responsibilities:

- The members have not required the company to obtain an audit of its accounts for the year in question; and
- The directors acknowledge their responsibilities for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

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

Approved and authorised by the Board on and signed on its behalf by:

.....
Ms K Royston
Chairman

.....
Prof P de Wilde
Director

.....
Mr G Reed
Company secretary and director

The notes on pages 9 to 12 form an integral part of these financial statements.

Tamar Energy Community Limited

Notes to the Financial Statements for the Year Ended 5 April 2017

1 General information

The company is a society limited by shares registered with the Financial Conduct Authority under the Co-operative and Community Benefit Societies Act 2014, incorporated in England and Wales.

The address of its registered office is:

2 Rock View
Devon Consols
Tavistock
Devon
PL19 8PB

2 Accounting policies

Summary of significant accounting policies and key accounting estimates

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

Statement of compliance

These financial statements have been prepared in accordance with Financial Reporting Standard 102 Section 1A - 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006.

Basis of preparation

These financial statements have been prepared using the historical cost convention except that as disclosed in the accounting policies certain items are shown at fair value.

Going concern

The company is dependent upon the continuing financial support of the directors. The directors have indicated their willingness to continue to support the company and to ensure the company can meet its liabilities as they fall due and accordingly the financial statements have been prepared on a going concern basis.

Tamar Energy Community Limited

Notes to the Financial Statements for the Year Ended 5 April 2017

Revenue recognition

Turnover comprises the fair value of the consideration received or receivable for the sale of goods and provision of services in the ordinary course of the company's activities. Turnover is shown net of sales/value added tax, returns, rebates and discounts.

The company recognises revenue when:

The amount of revenue can be reliably measured;

it is probable that future economic benefits will flow to the entity;

and specific criteria have been met for each of the company's activities.

Turnover included income from:

- TEC's Community Solar installations (£10,859) (principally Feed-in-Tariff (FIT) and Power Purchase Agreement (PPA) income from host sites
- Stand fees to local suppliers for our Energy Fair (£189)
- Local Matters space rental, donations and other energy related sales (£1,724)
- Donation from Transition Tavistock (£1,020)
- Grant income (£12,657) from a number of sources including:
 - Big Energy Savings Network
 - Rural Community Energy Fund
 - School for Social Entrepreneurs

Tangible assets

Tangible assets are stated in the statement of financial position at cost, less any subsequent accumulated depreciation and subsequent accumulated impairment losses.

The cost of tangible assets includes directly attributable incremental costs incurred in their acquisition and installation.

Depreciation

Depreciation is charged so as to write off the cost of assets, other than land and properties under construction over their estimated useful lives, as follows:

Asset class	Depreciation method and rate
Community Solar installations	20 years straight line

Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and call deposits, and other short-term highly liquid investments that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

Tamar Energy Community Limited

Notes to the Financial Statements for the Year Ended 5 April 2017

3 Loss before tax

Arrived at after charging/(crediting)

	2017	2016
	£	£
Depreciation expense	7,045	-

4 Tangible assets

	Other tangible assets	Total
	£	£
Cost or valuation		
Additions	281,830	281,830
At 5 April 2017	281,830	281,830
Depreciation		
Charge for the year	7,046	7,046
At 5 April 2017	7,046	7,046
Carrying amount		
At 5 April 2017	274,784	274,784

5 Debtors

	2017	2016
	£	£
Trade debtors	7,184	40
Other debtors	61,859	3,042
VAT Control account	779	20
Prepayments	2,374	-
Accrued income	3,826	-
	76,022	3,102

Tamar Energy Community Limited

Notes to the Financial Statements for the Year Ended 5 April 2017

6 Creditors

Creditors: amounts falling due within one year

	2017 £	2016 £
Due within one year		
Accruals and deferred income	15,543	22,178
Other creditors	15,880	2,544
	<u>31,423</u>	<u>24,722</u>

Creditors: amounts falling due after more than one year

	Note	2017 £	2016 £
Due after one year			
Low Carbon Society loan	7	246,788	-
Community Seed loan	7	118,100	-
		<u>364,888</u>	<u>-</u>

7 Loans and borrowings

	2017 £	2016 £
Non-current loans and borrowings		
Low Carbon Society loan	246,788	-
Community Seed loan	118,100	-
	<u>364,888</u>	<u>-</u>

8 Transition to FRS 102

This is the first year that the company has presented its results under FRS 102. The last financial statements under United Kingdom Generally Accepted Accounting Practice (UK GAAP) were for the year ended 5 April 2016. The date of transition to FRS 102 was 6 April 2015.

The changes in accounting policies have had no impact on the profit for the financial year ended 5 April 2016 nor the total equity as at 6 April 2015 and 5 April 2016 between UK GAAP as previously reported and FRS 102.

Tamar Energy Community Limited

Detailed Profit and Loss Account for the Year Ended 5 April 2017

	2017		2016	
	£	£	£	£
Income (analysed below)		26,451		27,256
Expenses (analysed below)	20,157		28,463	
Depreciation costs (analysed below)	<u>7,045</u>		<u>-</u>	
		<u>27,202</u>		<u>28,463</u>
Operating loss		(751)		(1,207)
Interest payable and similar expenses (analysed below)		<u>10,374</u>		<u>-</u>
Loss before tax		<u><u>(11,125)</u></u>		<u><u>(1,207)</u></u>

This page does not form part of the statutory financial statements.

Tamar Energy Community Limited

Detailed Profit and Loss Account for the Year Ended 5 April 2017

	2017 £	2016 £
Income		
Energy Fair income	189	738
Donations received	2,711	120
BESN grant	5,348	854
EON grant	-	1,500
Ready for Retrofit grant	-	3,952
Rural Communities Energy Fund grant	7,226	12,773
School for Social Entrepreneurs grant	116	1,717
Accelerator grant	-	5,601
Community Solar income	10,859	-
Interest received	2	1
	<u>26,451</u>	<u>27,256</u>
Expenses		
Printing, postage and stationery	18	199
Memberships and subscriptions	290	478
Administrator costs	2,509	383
BESN delivery costs	322	853
Community solar development costs	9,408	17,876
Local Matters community space	6,216	1,500
Other project development	-	2,015
Meeting costs	-	9
Community engagement costs	-	228
Insurance	396	776
I.T, media and data	50	974
Training and development	-	2,020
Energy Fair costs	160	747
Open Homes event costs	-	405
Accountancy fees	788	-
	<u>20,157</u>	<u>28,463</u>
Depreciation costs		
Depreciation	<u>7,045</u>	<u>-</u>
Interest payable and similar expenses		
Community Seed loan interest payable	3,195	-
Low Carbon Society loan interest payable	7,179	-
	<u>10,374</u>	<u>-</u>

This page does not form part of the statutory financial statements.