

# Financial Statements

Harlaw Hydro Limited  
For the year ended 31 March 2024

Prepared by Framework Advisory

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# Company Information

## Harlaw Hydro Limited For the year ended 31 March 2024

### Board of Management

Martin Petty (Chair)

Gordon Grassick (Finance)

Alister Skinner

Andrew Clark

Ian Hynd

Michael Molleson

Simon Dormer

Richard Blackburn

Jill Gillard (Balerno Village Trust appointment)

Lynn Molleson (Balerno Village Trust appointment)

### Company Number

2759RS (SP002759)

### Website

[www.harlawhydro.org.uk](http://www.harlawhydro.org.uk)

### Registered Office

Balerno Parish Church, 2 Main Street, BALERNO, Midlothian, GBR, EH14 7EH

### Accountants

Gordon Mavor ACMA, **Frmwork Ltd**

31 Kirkgate, EDINBURGH, EH14 6AR

# Directors' Report

## Harlaw Hydro Limited

### For the year ended 31 March 2024

The directors present their report and the financial statements of the company for the period ended 31 March 2024

#### Review of business

Harlaw Hydro Limited is an Industrial Provident Society (IPS), setup for the benefit of the Community.

#### Objects

The Objects of the Society are to carry on any business for the benefit of the Community, including:

- (a) Support the activities of Balerno Village Trust (registered number SC 369378) in its charitable activities, by donating a proportion of its annual revenue to Balerno Village Trust.
- (b) To develop and operate a renewable energy project, or projects.

Further information about Harlaw Hydro Ltd and the generation of electricity is available at:  
[www.harlawhydro.org.uk](http://www.harlawhydro.org.uk)

#### Application of Profits

Any profits of the Society shall be applied as follows in such proportions and in such manner as may be decided by the Society at the annual general meeting:

- (a) To a general reserve for the continuation and development of the Society;
- (b) To paying interest on issued share capital at such rate or rates as determined by the Board from time to time, but not exceeding 5% per annum or 2% above the Co-operative Bank's base rate, whichever is the greater;
- (c) To making payments to the Balerno Village Trust (SC 369378) for use in accordance with its charitable objectives.

#### Directors' responsibilities

The company is entitled to exemption from audit under section 477 (2) of the Companies Act 2006 for the period ended 31 March 2024. No notice has been deposited under section 476 (2) in relation to its financial statements for the financial year. The directors acknowledge their responsibility for:

1. ensuring the company keeps accounting records which comply with section 386 of the Companies Act 2006; and,
2. preparing financial statements which give a true and fair view of the state of affairs of the company as at 31 March 2024 and of its loss for the financial year in accordance with the requirements of section 393 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, as far as applicable to the company.

#### Directors declaration

In accordance with the engagement letter, I approve the financial information which comprises the Profit and Loss account, the Balance Sheet and the related notes. I acknowledge my responsibility for the financial information, including the appropriateness of the applicable financial reporting framework as set out in the notes, and for providing Frmwork Ltd with all information and explanations necessary for their compilation.

Signed:

Date:

Martin Petty, Director

# Accountants' Report

## Harlaw Hydro Limited

### For the year ended 31 March 2024

I have examined the abbreviated accounts together with the full financial statements of Harlaw Hydro Limited for the period ended 31 March 2024. The scope of my work for the purpose of this report was limited to confirming that the company is entitled to deliver abbreviated accounts and that the abbreviated accounts have been properly prepared from the full financial statements.

In my opinion the company is entitled, under section 444 of the Companies Act 2006, to deliver abbreviated accounts of the company in respect of the period ended 31 March 2024. I am not required to express an audit opinion on the truth and fairness of these abbreviated accounts.

As reporting accountant I reported to the members of the company in May 2024 on the accounts prepared under section 393 of the Companies Act 2006 for the period ended 31 March 2024. My opinion was as follows:

#### **Accountants' Report to the members of Harlaw Hydro Limited**

I report on the accounts for the period ended 31 March 2024 as set out on the following pages.

#### **Respective responsibilities of directors and reporting accountant**

As described in the directors' report the company's directors are responsible for the preparation of the accounts and they consider that the company is exempt from an audit. It is my responsibility to carry out procedures designed to enable me to report on my opinion.

#### **Basis of opinion**

My work was conducted in accordance with Statements of Standards for Reporting Accountants, and so my procedures consisted of comparing the accounts with the Accounting Records kept by the company and making such limited enquiries of the officers of the company as I considered necessary for the purposes of this report. These procedures provide only the assurance expressed in my opinion.

#### **Opinion**

In my opinion:-

1. the accounts are in agreement with the accounting records kept by the company under section 386 of the Companies Act 2006.
2. having regard only to, and on the basis of, the information contained in those accounting records:
  1. the accounts have been drawn up in a manner consistent with the accounting requirements specified in section 477(1) of the Act: and
  2. the company satisfies the conditions for exemption from an audit of the accounts for the year specified in section 477(2) of the Act and did not at any time within the year, fall within the categories of companies not entitled to the exemption specified in section 478.

The Society have approved the financial information for the period ended 31 March 2024 and have acknowledged responsibility for it, for the appropriateness of the financial reporting framework adopted and for providing all information and explanations necessary for its compilation.

We have not verified the accuracy or completeness of the accounting records or information and explanations The Society have given to us and we do not, therefore, express any opinion on the financial accounts.

Signed:

Date:

Gordon Mavor ACMA, Reporting Accountant

**Frmwork Ltd**

# Profit and Loss Account

## Harlaw Hydro Limited For the year ended 31 March 2024

	NOTES	2024	2023
<b>Turnover</b>			
Electricity Generation	2	182,224	113,715
<b>Gross Profit</b>			
		182,224	113,715
<b>Other Income</b>			
Other Income		7,055	4,876
<b>Expenses</b>			
Administration Expenses		185,784	115,930
<b>Net Profit (Loss)</b>			
		3,494	2,661
<b>Taxation and Adjustments</b>			
Corporation Tax		950	508
<b>Profit (loss) After Taxation</b>			
		2,544	2,153

Turnover and profit all relates to continuing activities.

There are no recognised gains and losses in 2024 other than the profit for the period.

# Balance Sheet

## Harlaw Hydro Limited

As at 31 March 2024

	NOTES	31 MAR 2024	2023
<b>Fixed Assets</b>			
Tangible Assets	3	194,499	211,969
Investments	4	86,000	92,000
<b>Current Assets</b>			
Cash at bank and in hand	5	234,476	182,844
Debtors	6	44,726	31,280
<b>Total Current Assets</b>		<b>279,203</b>	<b>214,124</b>
<b>Creditors: amounts falling due within one year</b>			
Current Creditors	7	133,377	86,112
<b>Net current assets</b>		<b>145,825</b>	<b>128,012</b>
<b>Creditors: amounts falling due after more than one year</b>			
Long-Term Creditors	8	77,000	56,500
<b>Net Assets</b>		<b>349,325</b>	<b>375,480</b>
<b>Retained Earnings</b>			
Share Capital	9	305,900	334,600
Profit & Loss Account	10	43,425	40,880
<b>Shareholders Funds</b>		<b>349,325</b>	<b>375,480</b>

Advantage has been taken of the exemptions conferred by the Companies Act 2006 section 382 for small companies on the basis that the company is entitled to those exemptions as a small company.

The company is entitled to exemption from audit under section 477(2) of the Companies Act 2006 for the year ended 31 March 2024. No notice has been deposited under section 476(2) in relation to its financial statements for the financial year.

The directors acknowledge their responsibility for:

1. ensuring the company keeps accounting records which comply with section 386 of the Companies Act 2006 and preparing financial statements which give a true and fair view of the state of the affairs of the company as at 31 March 2024 and of its loss for the financial year in accordance
2. with the requirements of section 393 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, as far as applicable to the company.

Signed:

Date:

**Gordon Grassick**, Director

# Notes to the Financial Statements

## Harlaw Hydro Limited

For the year ended 31 March 2024

### 1. Accounting Policies

#### Accounting Convention

The accounts have been prepared under the historical cost convention in accordance with applicable accounting standards.

### 2. Turnover

Turnover represents the value of income, excluding value added tax, and is derived entirely from activities carried out within the United Kingdom.

	2024	2023
<b>3. Tangible Assets</b>		
<b>Grid Connection</b>		
<b>Cost</b>		
Opening Balance	24,961	24,961
<b>Total Cost</b>	<b>24,961</b>	<b>24,961</b>
<b>Depreciation</b>		
Opening Balance	(9,984)	(8,736)
Depreciation-Grid Connection.	(1,248)	(1,248)
<b>Total Depreciation</b>	<b>(11,232)</b>	<b>(9,984)</b>
<b>Total Grid Connection</b>	<b>13,729</b>	<b>14,977</b>
<b>Plant and machinery</b>		
<b>Cost</b>		
Opening Balance	324,426	318,948
Plant & Machinery	-	5,478
<b>Total Cost</b>	<b>324,426</b>	<b>324,426</b>
<b>Depreciation</b>		
Opening Balance	(127,434)	(111,454)
Depreciation-Plant & Machinery.	(16,221)	(15,981)
<b>Total Depreciation</b>	<b>(143,655)</b>	<b>(127,434)</b>
<b>Total Plant and machinery</b>	<b>180,771</b>	<b>196,992</b>
<b>Total Tangible Assets</b>	<b>194,499</b>	<b>211,969</b>

### Tangible fixed assets

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

Account	Method	Rate
Grid Connection	Straight Line	5%
Plant & Machinery	Straight Line	5%



	2024	2023
<b>4. Investments</b>		
Auchrobert Community Energy (Wind Farm)	6,000	6,000
Awesome Energy (Hydro Scheme)	5,000	5,000
Brighton & Hove Energy Services Co-Operative (Renewable Projects)	5,000	5,000
Grannell Community Energy (Wind Turbines)	5,000	5,000
Reading Hydro Community Benefit Society (Hydro Scheme)	5,000	5,000
Brighton & Hove Community Land Trust (Student Housing)	4,000	4,000
Bristol Energy (Hydro Scheme)	5,000	5,000
Common Ground against Homelessness (Homeless Accomodation)	5,000	5,000
Highland Community Energy (Hydro Scheme)	6,000	6,000
Low Carbon Hub (Renewable Projects)	8,000	8,000
Latch (Affordable Homes)	6,000	6,000
Bridport Community Housing (Affordable Homes)	6,000	6,000
Energise Barnsley (Renewable Projects)	6,000	6,000
EZ Change (EV Charging)	6,000	6,000
Energy Garden 2 (Solar - Community engagement)	8,000	8,000
Co Cars (EV/Bike Charging)	-	6,000
<b>Total Investments</b>	<b>86,000</b>	<b>92,000</b>

These Investments have been spread over Community projects to maximise use of free cash and to minimise Investment risk.

	2024	2023
<b>5. Cash at Bank</b>		
Co-op Savings Instant	51,000	-
Co-op Current	10,824	83,212
Co-op Savings 95 Day	36,949	36,286
Nationwide Savings	135,703	63,346
<b>Total Cash at Bank</b>	<b>234,476</b>	<b>182,844</b>

	2024	2023
<b>6. Debtors</b>		
Accrual - Sales FIT	36,009	1,840
Accrual - Sales Export	-	4,546
Debtors - other	609	255
Sales Ledger	8,108	24,639
<b>Total Debtors</b>	<b>44,726</b>	<b>31,280</b>

#### **7. Creditors: Amounts Falling Due Within One Year**

	2024	2023
Accrual - Donation Balerno Village Trust	110,000	60,000

Accrual - Share interest	15,295	13,384
Accrual - Corporation Tax	950	508
Accruals - Expenditure	450	465
VAT	4,896	5,932
Purchase Ledger	1,786	5,823
<b>Total Creditors: Amounts Falling Due Within One Year</b>	<b>133,377</b>	<b>86,112</b>
	<b>2024</b>	<b>2023</b>

#### 8. Creditors: Amounts Falling Due After One Year

Provision - Repairs	70,000	52,000
Provision - Property	7,000	4,500
<b>Total Creditors: Amounts Falling Due After One Year</b>	<b>77,000</b>	<b>56,500</b>

Provisions have been created for the potential cost of repairs to the grid connection and to the plant & machinery, over their useful life. The Board estimates that the short term potential cost of this is £70,000.

	<b>2024</b>	<b>2023</b>
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#### 9. Share Capital

Share Capital	305,900	334,600
<b>Total Share Capital</b>	<b>305,900</b>	<b>334,600</b>

The majority of the reduction in Share Capital reflects share redemptions, either in full or in part.

	<b>2024</b>	<b>2023</b>
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#### 10. Profit and Loss Account

Retained Earnings	40,880	38,728
Current Year Earnings	2,544	2,153
<b>Total Profit and Loss Account</b>	<b>43,425</b>	<b>40,880</b>

# Detailed Profit and Loss

## Harlaw Hydro Limited For the year ended 31 March 2024

	NOTES	2024	2023
<b>Electricity Generation</b>			
FIT Generation - SSE/OVO		93,962	64,930
Export Generation - Limejump		-	3,393
REGO's - Limejump		29	119
REGOs - Renewable Exchange		-	61
REGO's - OVO		480	342
Export Generation - OVO		15,053	44,869
Export Generation - Octopus		72,095	-
REGO's - Octopus		605	-
<b>Total Electricity Generation</b>		<b>182,224</b>	<b>113,715</b>
<b>Gross Profit</b>		<b>182,224</b>	<b>113,715</b>
<b>Other Income</b>			
Share Capital Gifted		2,000	2,200
Interest - Investment		2,648	1,993
Interest - Bank		2,352	683
Other Income		55	-
<b>Total Other Income</b>		<b>7,055</b>	<b>4,876</b>
<b>Administration Expenses</b>			
Accountancy Fees		300	300
Depreciation		17,469	17,229
Donations		110,000	60,000
Electricity		714	754
General Administration		6,279	756
Insurance		7,356	6,336
Provisions		20,500	13,500
Repairs and Maintenance		6,741	2,997
Shareholder Interest		15,375	12,966
Subscriptions		115	110
Telephone & Data		936	982
<b>Total Administration Expenses</b>		<b>185,784</b>	<b>115,930</b>
<b>Net Profit (Loss)</b>		<b>3,494</b>	<b>2,661</b>
<b>Taxation and Adjustments</b>			
Corporation Tax		950	508
<b>Profit (loss) After Taxation</b>		<b>2,544</b>	<b>2,153</b>