

Financial Statements

Harlaw Hydro Limited
For the year ended 31 March 2023

Prepared by Framework

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Company Information

Harlaw Hydro Limited

For the year ended 31 March 2023

Board of Management

Martin Petty (Chair)

Gordon Grassick (Finance)

Alister Skinner

Andrew Clark

Ian Hynd

Michael Molleson

Simon Dormer

Jill Gillard (Balerno Village Trust appointment)

Lynn Molleson (Balerno Village Trust appointment)

Richard McLeod (Balerno Village Trust appointment)

Company Number

2759RS (SP002759)

Website

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 2023

The directors present their report and the financial statements of the company for the period ended 31 March 2023.

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

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 2023. 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 2023 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 2023

I have examined the abbreviated accounts together with the full financial statements of Harlaw Hydro Limited for the period ended 31 March 2023. 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 2023. 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 2023 on the accounts prepared under section 393 of the Companies Act 2006 for the period ended 31 March 2023. 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 2023 as set out on the following pages.

Respective responsibilities of directors and reporting accountant

As described in the director's 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 2023 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 2023

	NOTES	2023	2022
Turnover			
Electricity Generation	2	113,715	74,668
Gross Profit		113,715	74,668
Other Income			
Other Income		4,876	1,089
Expenses			
Administration Expenses		115,930	82,312
Net Profit (Loss)		2,661	(6,556)
Taxation and Adjustments			
Corporation Tax		508	197
Profit (loss) After Taxation		2,153	(6,753)

Turnover and profit all relates to continuing activities.

There are no recognised gains and losses in 2023 other than the profit for the period.

Balance Sheet

Harlaw Hydro Limited As at 31 March 2023

	NOTES	31 MAR 2023	2022
Fixed Assets			
Tangible Assets	3	211,969	223,719
Investments	4	92,000	84,000
Current Assets			
Cash at bank and in hand	5	182,844	165,037
Debtors	6	31,280	28,208
Total Current Assets		214,124	193,244
Creditors: amounts falling due within one year			
Current Creditors	7	86,112	46,236
Net current assets		128,012	147,009
Creditors: amounts falling due after more than one year			
Long-Term Creditors	8	56,500	43,000
Net Assets		375,480	411,728
Retained Earnings			
Share Capital	9	334,600	373,000
Profit & Loss Account	10	40,880	38,728
Shareholders Funds		375,480	411,728

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 2023. 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 2023 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 2023

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.

2023 2022

3. Tangible Assets

Grid Connection

Cost

Opening Balance	24,961	24,961
Total Cost	24,961	24,961

Depreciation

Opening Balance	(8,736)	(7,488)
Depreciation-Grid Connection.	(1,248)	(1,248)
Total Depreciation	(9,984)	(8,736)

Total Grid Connection 14,977 16,225

Plant and machinery

Cost

Opening Balance	318,948	318,948
Plant & Machinery	5,478	-
Total Cost	324,426	318,948

Depreciation

Opening Balance	(111,454)	(95,506)
Depreciation-Plant & Machinery.	(15,981)	(15,947)
Total Depreciation	(127,434)	(111,454)

Total Plant and machinery 196,992 207,494

Total Tangible Assets 211,969 223,719

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%

	2023	2022
4. Investments		
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
Co Cars (EV/Bike Charging)	6,000	6,000
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	-
Total Investments	92,000	84,000

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

	2023	2022
5. Cash at Bank		
Bank Current - Co-operative	83,212	65,860
Bank Savings - Co-operative	36,286	36,181
Bank Savings - Nationwide	63,346	62,996
Total Cash at Bank	182,844	165,037

	2023	2022
6. Debtors		
Accrual - Sales FIT	1,840	2,057
Accrual - Sales Export	4,546	1,596
Debtors - other	255	26
Sales Ledger	24,639	24,528
Total Debtors	31,280	28,208

	2023	2022
7. Creditors: Amounts Falling Due Within One Year		
Accrual - Donation Balerno Village Trust	60,000	30,000
Accrual - Share interest	13,384	15,338

Accrual - Corporation Tax	508	197
Accruals - Expenditure	465	465
VAT	5,932	228
Purchase Ledger	5,823	8
Total Creditors: Amounts Falling Due Within One Year	86,112	46,236
	2023	2022

8. Creditors: Amounts Falling Due After One Year

Provision - Repairs	52,000	40,000
Provision - Property	4,500	3,000
Total Creditors: Amounts Falling Due After One Year	56,500	43,000

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 £50,000.

	2023	2022
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9. Share Capital

Share Capital	334,600	373,000
Total Share Capital	334,600	373,000

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

	2023	2022
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10. Profit and Loss Account

Retained Earnings	38,728	45,481
Current Year Earnings	2,153	(6,753)
Total Profit and Loss Account	40,880	38,728

Detailed Profit and Loss

Harlaw Hydro Limited

For the year ended 31 March 2023

	NOTES	2023	2022
Electricity Generation			
FIT Generation - SSE		64,930	57,825
FIT Export Generation - SSE		-	3,256
Export Generation - Limejump		3,393	13,578
REGO's - Limejump		119	8
REGOs - Renewable Exchange		61	-
REGO's - OVO		342	-
Export Generation - OVO		44,869	-
Total Electricity Generation		113,715	74,668
Gross Profit		113,715	74,668
Other Income			
Interest - Investment		1,993	933
Interest - Bank		683	105
Other Income		2,200	50
Total Other Income		4,876	1,089
Administration Expenses			
Accountancy Fees		300	300
Depreciation		17,229	17,195
Donations		60,000	30,000
Electricity		754	910
General Administration		756	155
Insurance		6,336	6,512
Provisions		13,500	7,500
Repairs and Maintenance		2,997	3,656
Shareholder Interest		12,966	15,240
Subscriptions		110	100
Telephone & Data		982	744
Total Administration Expenses		115,930	82,312
Net Profit (Loss)		2,661	(6,556)
Taxation and Adjustments			
Corporation Tax		508	197
Profit (loss) After Taxation		2,153	(6,753)