

Company Registration No. 32071R (England and Wales)

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED
ANNUAL REPORT AND UNAUDITED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

COMPANY INFORMATION

| | | |
|--------------------------|--|-------------------------------|
| Directors | M Smyth A Simpson R Watson A Rolfe L Moreno E Kavanagh | (Appointed 17 September 2019) |
| Secretary | A Heslop | |
| Company number | 32071R | |
| Registered office | Unit 26 - Trinity Enterprise Centre Furness Business Park Ironworks Road Barrow-in-Furness LA14 2PN | |
| Accountants | Melville & Co Unit 17-18, Trinity Enterprise Centre Furness Business Park Ironworks Road Barrow-in-Furness LA14 2PN | |

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

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THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2020

The directors present their annual report and financial statements for the year ended 31 March 2020.

Principal activities

The principal activity of the company is the installation of renewable energy systems and the sale of renewable electricity from the sites.

Directors

The directors who held office during the year and up to the date of signature of the financial statements were as follows:

M Smyth

R Edge

(Resigned 17 September 2019)

A Simpson

R Watson

A Rolfe

L Moreno

E Kavanagh

(Appointed 17 September 2019)

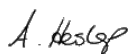
In accordance with the Co-operative's Rules of Association, A Simpson and R Watson retire by rotation and, being eligible, offers themselves for re-election. R Edge has indicated that he will retire at the forthcoming AGM.

Members' share interest

The directors will make recommendations on the amount of Members' Share Interest (see note 2) and this will be determined at the Annual General Meeting.

This report has been prepared in accordance with the provisions applicable to companies entitled to the small companies exemption.

By order of the board



.....
A Heslop

Secretary

Date: 01/09/2020

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

ACCOUNTANTS' REPORT TO THE MEMBERS ON THE UNAUDITED ACCOUNTS OF THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

We report on the accounts for the year ended 31 March 2020 set out on pages 3 to 11

RESPECTIVE RESPONSIBILITIES OF DIRECTORS AND REPORTING ACCOUNTANT

The Co-operative's directors are responsible for the preparation of the accounts, and they consider that the Co-operative 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 work was conducted in accordance with the Statement of Standards for Reporting Accountants and so our procedures consisted of comparing the accounts with the accounting records kept by the Co-operative and making such limited enquiries of the officers of the Co-operative 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 profit and loss account and balance sheet for the year ended 31 March 2020 are in agreement with the books of account kept by the Co-operative and that, on the basis of the information contained in the books of account, they comply with the requirements of the Co-operative and Community Benefit Societies Act 2014.

In our opinion the Co-operative has satisfied the conditions for exemption from an audit of the accounts for the year ended 31 March 2020 as set out in the Co-operative and Community Benefit Societies Act 2014 and did not at any time within the year fall within any of the categories of society not entitled to such exemption.

Melville & Co

Melville & Co

Chartered Accountants

01/09/2020
.....

Unit 17-18, Trinity Enterprise Centre
Furness Business Park
Ironworks Road
Barrow-in-Furness
LA14 2PN

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

PROFIT AND LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2020

| | Notes | 2020 £ | 2019 £ |
|--|----------|-----------------------|----------------------|
| Turnover | | 304,450 | 237,121 |
| Cost of sales | | (145,321) | (116,957) |
| Gross profit | | <u>159,129</u> | <u>120,164</u> |
| Administrative expenses | | (41,829) | (28,394) |
| Other operating income | | 18,551 | 1,599 |
| Operating profit | | <u>135,851</u> | <u>93,369</u> |
| Interest receivable and similar income | | 967 | - |
| Interest payable and similar expenses | | (800) | (5,035) |
| Profit before taxation | | <u>136,018</u> | <u>88,334</u> |
| Tax on profit | 3 | - | - |
| Profit for the financial year | | <u><u>136,018</u></u> | <u><u>88,334</u></u> |

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

BALANCE SHEET

AS AT 31 MARCH 2020

| | Notes | 2020 £ | £ | 2019 £ | £ |
|--|-------|-----------|-------------------------|-----------|-------------------------|
| Fixed assets | | | | | |
| Tangible assets | 4 | 2,722,865 | | 1,963,293 | |
| Investments | 6 | | 1 | | 1 |
| | | | <u>2,722,866</u> | | <u>1,963,294</u> |
| Current assets | | | | | |
| Stocks - work in progress | | 2,847 | | 3,040 | |
| Debtors | 7 | 122,963 | | 93,453 | |
| Cash at bank and in hand | | 395,437 | | 295,166 | |
| | | | <u>521,247</u> | | <u>391,659</u> |
| Creditors: amounts falling due within one year | 8 | (194,570) | | (135,680) | |
| Net current assets | | | <u>326,677</u> | | <u>255,979</u> |
| Total assets less current liabilities | | | <u>3,049,543</u> | | <u>2,219,273</u> |
| Creditors: amounts falling due after more than one year | 9 | | (9,386) | | (16,871) |
| Net assets | | | <u><u>3,040,157</u></u> | | <u><u>2,202,402</u></u> |
| Capital and reserves | | | | | |
| Called up share capital | 10 | 2,933,285 | | 2,136,392 | |
| Other reserves | | (61,841) | | (31,678) | |
| Profit and loss reserves | | 168,713 | | 97,688 | |
| Total equity | | | <u><u>3,040,157</u></u> | | <u><u>2,202,402</u></u> |

For the financial year ended 31 March 2020 the company was entitled to exemption from audit. No member of the Co-operative has deposited a notice requiring an audit of these financial statements.

The directors acknowledge their responsibilities for ensuring that the company keeps proper accounting records and for preparing financial statements which give a true and fair view of the state of affairs of the Co-operative as at the end of the financial year and of its profit or loss for the financial year and which otherwise comply with the requirements of the Co-operative and Community Benefit Societies Act 2014 relating to accounts, so far as applicable to the Co-operative.

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

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED


BALANCE SHEET (CONTINUED)

AS AT 31 MARCH 2020

The financial statements were approved by the board of directors and authorised for issue on01/09/2020.....
and are signed on its behalf by:


.....
Mike Smyth (Sep 1, 2020 13:43 GMT+1)

M Smyth
Director


.....

E Kavanagh
Director

Company Registration No. 32071R

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31 MARCH 2020

| | Notes | Share capital £ | Share offer costs £ | Profit and loss reserves £ | Total £ |
|--|-----------|--------------------|------------------------|-------------------------------|------------|
| Balance at 1 April 2018 | | 1,298,432 | - | 74,276 | 1,372,708 |
| Year ended 31 March 2019: | | | | | |
| Profit and total comprehensive income for the year | | - | - | 88,334 | 88,334 |
| Issue of share capital | 10 | 837,960 | - | - | 837,960 |
| Members share interest | 5 | - | - | (64,922) | (64,922) |
| Transfers into reserve (capitalised costs) | | - | (33,345) | - | (33,345) |
| Transfer out of reserves (release of costs) | | - | 1,667 | - | 1,667 |
| Balance at 31 March 2019 | | 2,136,392 | (31,678) | 97,688 | 2,202,402 |
| Year ended 31 March 2020: | | | | | |
| Profit and total comprehensive income for the year | | - | - | 136,018 | 136,018 |
| Issue of share capital | 10 | 796,893 | - | - | 796,893 |
| Members share interest | 5 | - | - | (64,993) | (64,993) |
| Transfers into reserve (capitalised costs) | | - | (31,830) | - | (31,830) |
| Transfer out of reserves (release of costs) | | - | 1,667 | - | 1,667 |
| Balance at 31 March 2020 | | 2,933,285 | (61,841) | 168,713 | 3,040,157 |

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies

Company information

The Schools' Energy Co-operative Limited is a members share co-operative registered under the Co-operative and Community Benefit Societies Act 2014. The registered office is Unit 26 - Trinity Enterprise Centre, Furness Business Park, Ironworks Road, Barrow-in-Furness, LA14 2PN.

1.1 Accounting convention

These financial statements have been prepared in accordance with FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" ("FRS 102"). The disclosure requirements of section 1A of FRS 102 applicable to smaller companies have been applied other than where additional disclosure is required to show a true and fair view.

The financial statements are prepared in sterling, which is the functional currency of the company. Monetary amounts in these financial statements are rounded to the nearest £.

The financial statements have been prepared under the historical cost convention. The principal accounting policies adopted are set out below.

1.2 Turnover

Turnover represents amounts receivable net of VAT and trade discounts for the electricity generated by solar panels from the Feed in Tariff and from selling excess electricity generated.

1.3 Tangible fixed assets

Tangible fixed assets are initially measured at cost and subsequently measured at cost or valuation, net of depreciation and any impairment losses.

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost less estimated residual value of each asset over its expected useful life. No depreciation is charged in the year of commissioning for each site.

Plant and machinery 5% on cost solar panels, 10% on cost LED lighting

The gain or loss arising on the disposal of an asset is determined as the difference between the sale proceeds and the carrying value of the asset, and is credited or charged to profit or loss.

1.4 Cash and cash equivalents

Cash and cash equivalents are basic financial assets and include cash in hand, deposits held at call with banks, other short-term liquid investments with original maturities of three months or less, and bank overdrafts. Bank overdrafts are shown within borrowings in current liabilities.

1.5 Taxation

The tax expense represents the tax currently payable. Deferred tax has not been provided.

Current tax

The tax currently payable is based on taxable profit for the year. Taxable profit differs from net profit as reported in the profit and loss account because it excludes items of income or expense that are taxable or deductible in other years and it further excludes items that are never taxable or deductible. The company's liability for current tax is calculated using tax rates that have been enacted or substantively enacted by the reporting end date.

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

1 Accounting policies (Continued)

1.6 Share offer costs

Share offer costs are recognised within reserves as a deduction against Members' Funds. The share offer was carried out to raise the funds to cover the installation of panels at more sites and will be released to profit and loss account on the same basis as the underlying assets are depreciated.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was:

| | 2020 Number | 2019 Number |
|-------|----------------|----------------|
| Total | - | - |

3 Taxation

No tax arises for the year due to the offset of enhanced capital allowances on new capital expenditure in the year. There remains £2,065,530 tax losses available for relief against profits of future years.

4 Tangible fixed assets

| | Plant and machinery etc £ |
|------------------------------------|------------------------------------|
| Cost | |
| At 1 April 2019 | 2,146,494 |
| Additions | 867,925 |
| At 31 March 2020 | 3,014,419 |
| Depreciation and impairment | |
| At 1 April 2019 | 183,201 |
| Depreciation charged in the year | 108,353 |
| At 31 March 2020 | 291,554 |
| Carrying amount | |
| At 31 March 2020 | 2,722,865 |
| At 31 March 2019 | 1,963,293 |

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

5 Members share interest

| | 2020 £ | 2019 £ |
|-----------------------------|-----------|-----------|
| Members share interest paid | 64,993 | 64,922 |

The members share interest shown as paid in the year was that approved in the year based on the year ended 31 March 2019. For the year ended 31 March 2020, the directors anticipate the amount of members share interest to be paid is £107,617.

6 Fixed asset investments

| | 2020 £ | 2019 £ |
|-------------|-----------|-----------|
| Investments | 1 | 1 |

Movements in fixed asset investments

| | Investments other than loans £ |
|---|---|
| Cost or valuation At 1 April 2019 & 31 March 2020 | 1 |
| Carrying amount At 31 March 2020 | 1 |
| At 31 March 2019 | 1 |

7 Debtors

| | 2020 £ | 2019 £ |
|---|----------------|---------------|
| Amounts falling due within one year: | | |
| Trade debtors | 50,446 | 40,203 |
| Other debtors | 72,517 | 53,250 |
| | <u>122,963</u> | <u>93,453</u> |

THE SCHOOLS' ENERGY CO-OPERATIVE LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2020

8 Creditors: amounts falling due within one year

| | 2020 £ | 2019 £ |
|-----------------|----------------|----------------|
| Trade creditors | 118,607 | 71,400 |
| Other creditors | 75,963 | 64,280 |
| | <u>194,570</u> | <u>135,680</u> |

Other creditors include £36,000 (2019 - £43,301) for grant income deferred.

9 Creditors: amounts falling due after more than one year

| | 2020 £ | 2019 £ |
|-----------------|--------------|---------------|
| Other creditors | 9,386 | 16,871 |
| | <u>9,386</u> | <u>16,871</u> |

10 Called up share capital

| | 2020 £ | 2019 £ |
|---|------------------|------------------|
| Ordinary share capital Issued and fully paid | | |
| 2,136,392 Members shares of £1 each | 2,933,285 | 2,136,392 |
| | <u>2,933,285</u> | <u>2,136,392</u> |

During the year an additional £796,893 members shares were issued in order to fund the installation of solar panels at further sites

11 Related party transactions

The management services of the Co-operative are carried out by Energy4All Limited, a company which specialises in assisting in the setting up, development and management of renewable energy co-operatives. The Schools' Energy Co-operative Limited holds one share in this company. Energy4All Limited charged a management fee of £36,677 (2019 - £23,326).