

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

REPORT

AND

FINANCIAL STATEMENTS

**CONSOLIDATED
DRAFT FOR AGM**

FOR THE YEAR

ENDED

31 MARCH 2018

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

CONTENTS

Directors

Cye Bannon
Douglas McIlldoon
Andrew McMurray
Karen Arbuckle
Pat McCarney
Andy Frew

Secretary

Tiziana O'Hara

Society number

IP000413

Registered office

Unit 40c
North City Business Centre
2 Duncairn Gardens
Belfast
BT15 2GG

Bankers

Unity Trust Bank Plc
Nine Brindleyplace
Birmingham
B1 2HB

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

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NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

DIRECTORS' REPORT

FOR THE YEAR ENDED 31 MARCH 2018

The directors present their report and financial statements for the year ended 31 March 2018.

Principal activities

The principal activity of the society is the production of community-owned energy.

Directors

The following directors have held office during the period:

Cye Bannon
Douglas McIlldoon
Andrew McMurray
Anne Ford (resigned 26/10/16)
Karen Arbuckle (re-elected 26/10/2017)
Andy Frew (elected 26/10/2016)
Pat McCarney

Directors' responsibilities

The directors are responsible for preparing the Directors Report and the financial statements in accordance with applicable law and regulations.

Company law requires the directors to 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 company law 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 company and of the profit or loss of the company for that period. In preparing these financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the company 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 Industrial and Provident Societies Act (Northern Ireland) 1969. They are also responsible for safeguarding the assets of the society and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

By order of the board

.....

Director

Date.....

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

PROFIT & LOSS ACCOUNT

FOR THE YEAR ENDED 31 MARCH 2018

		2018	2017
	Notes	£	£
Turnover		29,437	25,987
Administrative expenses		(13,512)	(12,500)
Operating profit	2	15,925	13,487
Other interest receivable and similar income	4	0	0
Interest payable	5	8,174	6,018
Tax on profit on ordinary activities		<u>0</u>	<u>-</u>
Net Profit for the year		<u>7751</u>	<u>7,469</u>

There are no recognized gains and losses other than those passing through the profit and loss account.

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

BALANCE SHEET AS AT 31 MARCH 2018

		2018	2017
	Notes	£	£
Fixed assets			
Tangible assets	6	175,637	186,165
Current assets			
Debtors	9	29,363	36,060
Cash at bank and in hand		<u>33,475</u>	<u>12,173</u>
		62,838	48,233
Creditors : amounts falling due within one year	10	(10,041)	(12,889)
Net current assets		<u>52,797</u>	<u>35,334</u>
Total assets less current liabilities		<u>228,434</u>	<u>221,509</u>
Reserves	8		
Called up share capital	7	202,703	202,953
Capital grant		<u>10,390</u>	<u>10,967</u>
Profit and loss account		<u>15,341</u>	<u>7,589</u>
		<u>228,434</u>	<u>221,509</u>

These financial statements have been prepared in accordance with the Co-operative and Community Benefit Societies Act (Northern Ireland) 2016 and with the Financial Reporting Standard 102 (effective January 2015).

In accordance with section 38A(1) of the Act, and the consent of the members given in accordance with regulation 112 of the Society's rules, we confirm there is no requirement for these statements to be audited.

Approved by the Directors and authorized for issue on

.....
Director

.....
Director

Society Registration No. IP000413

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

1 Accounting policies

1.1 Accounting convention

The financial statements are prepared under the historical cost convention.

1.2 Going Concern

The society is a going concern in the opinion of the directors.

1.3 Compliance with accounting standards

The financial statements are prepared in accordance with Financial Reporting Standard 102 (The financial reporting standard applicable in the UK and Republic of Ireland), which have been applied consistently (except as otherwise stated).

1.4 Turnover

Turnover represents amounts receivable for services provided.

1.5 Tangible fixed assets and depreciation

Tangible fixed assets are stated at cost less depreciation. Depreciation is provided at rates calculated to write off the cost over its expected useful economic life as follows:

Solar PV Plant & equipment - Over 20 years using the 'units of production' method, assuming 0.7% performance degradation per annum.

2	Operating profit	2018	2017
		£	£
	Operating profit is stated after charging:		
	Depreciation of tangible assets (NICE1)	7,450	7,525
	Depreciation of tangible assets (NICE2)	<u>3,078</u>	<u>1,697</u>
		10,528	9,222

3 Investments

The society held no financial investments during the period ended 31st March 2018 other than cash and bank balances which earned no interest.

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

4 Interest receivable

	2018	2017
	£	£
Bank Interest	0	0

5 Interest payable

	2018	2017
	£	£
Members share interest	8,174	6,018

6 Tangible fixed assets (non current assets)

	2018	2017
Plant & Equipment	£	£
Historic cost at start	<u>199,513</u>	141,477
Additions in period	<u>0</u>	<u>58,036</u>
Subtotal	<u>199,513</u>	<u>199,513</u>
Accumulated depreciation at start	<u>(13,348)</u>	<u>(4,126)</u>
Depreciation charge for period	<u>(10,528)</u>	<u>(9,222)</u>
Net book value	<u>175,637</u>	<u>186,165</u>

The above assets relate to the purchase & installation costs of the society's photovoltaic electricity generating equipment.

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

7 Share Capital

Ordinary Shares of £1 nominal value each	2018	2018	2017	2017
	£	Number of shares	£	Number of shares
Allotted, called up and fully paid	202,953	202,953	150,453	150,453
Shares Issued in period	0	0	52,500	52,500
Shares Withdrawn in period	(250)	(250)	0	0
Shares allotted, called up and fully paid at the year end	202,703	202,703	202,953	202,953

8 Reconciliation of movement in Reserves

	2018	2017
	£	£
Profit for the financial period	15,341	7,589
Capital Grant	10,390	10,967
Proceeds from issue of shares	0	52,500
Called up share capital	<u>202,703</u>	<u>150,453</u>
Closing reserves	<u>228,434</u>	<u>221,509</u>

9 Debtors

	2018	2017
	£	£
Trade Debtors	7,356	75
Prepayments	582	1,090
Value Added Tax	185	11,635
Accrued income	20,881	23,260
Other debtors	<u>359</u>	<u>0</u>
Total	<u>29,363</u>	<u>36,060</u>

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

10 Creditors: amounts falling due within one year

	2018	2017
	£	£
Internal creditor	359	0
Value Added Tax	0	
Accruals, excluding share interest	1,492	6,806
Other creditors – Share interest	<u>8,190</u>	<u>6,086</u>
Total	<u>10,041</u>	<u>12,889</u>

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2018

11 Related party transactions

	2018	2017
The following amounts were paid or payable to officers of the society or related parties in the accounting period (excluding VAT):	£	£
To Co-operative Alternatives, a co-operative society where Karen Arbuckle and Tiziana O'Hara are directors, for the following services: <ul style="list-style-type: none">• Company secretarial services including officiating at board meetings and book-keeping assistance.	1,250	800
To Karen Arbuckle, refunding disbursements for: <ul style="list-style-type: none">• Expenses incurred (£64 and £388)	0	452

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

DETAILED PROFIT & LOSS FOR THE PERIOD ENDED 31 MARCH 2018

(This page does not form part of the statutory accounts)

NICE1

INCOME 2018	2018	2017
	£	£
NI Renewable Obligation Credits	16641	17533
Electricity grid export income	427	1645
Other electricity related income	<u>4873</u>	<u>4618</u>
<i>Total trading Income</i>	<u>21941</u>	<u>23796</u>
Bank interest received	0	0
<i>Total income for the period</i>	<u>21941</u>	<u>23796</u>

COSTS 2018	2018	2017
	£	£
Administration expenses – Recurring		
Depreciation	7450	7525
Bank charges	74	87
Web site	43	0
Board meeting secretarial costs	560	560
Insurance	711	959
Meter monitoring	418	376
Postage and stationery	0	0
Conference attendance	-78	65
Book keeping	315	0
Membership subscriptions	<u>-24</u>	<u>105</u>
	<u>9469</u>	<u>9677</u>
Administration expenses - Non recurring		
Property title searches	0	0
OFGEM agent fees	0	0
Share offer and share issue related administration	0	0
Launch promotional event costs	<u>0</u>	<u>0</u>
Interest Expense		
NICE1 Interest on members' shares at 4% (2017 4%)	<u>6084</u>	<u>6018</u>
<i>Total costs for the period</i>	<u>15553</u>	<u>15695</u>

NORTHERN IRELAND COMMUNITY ENERGY (NICE) LIMITED

DETAILED PROFIT & LOSS FOR THE PERIOD ENDED 31 MARCH 2018

(This page does not form part of the statutory accounts)

NICE2

INCOME 2018	2018	2017
	£	£
Capital grant 1/20 th	577	577
NI Renewable Obligation Credits	5759	1082
Electricity grid export income	0	0
Other electricity related income	1160	532
<i>Total trading Income</i>	<u>7496</u>	<u>2191</u>
Bank interest received	0	0
<i>Total income for the period</i>	<u>7496</u>	<u>2191</u>

COSTS 2018	2018	2017
	£	£
Administration expenses – Recurring		
Depreciation	3078	1697
Bank charges	72	84
Web site	43	0
Board meeting secretarial costs	240	240
Insurance	266	50
Meter monitoring	209	150
Postage and stationery	0	0
Conference attendance	0	0
Book keeping	135	0
Volunteer expenses	0	0
	<u>4,043</u>	<u>2221</u>
Administration expenses - Non recurring		
Property title searches	0	302
OFGEM agent fees	0	0
Share offer and share issue related administration	0	0
Action Renewables	0	300
		<u>602</u>
Interest Expense		
NICE2 Interest on members' shares at 4%	2090	0
<i>Total costs for the period</i>	<u>6133</u>	<u>2823</u>