

Registered number  
31107R

Brighton Energy Limited  
Report and Unaudited Accounts  
31 March 2015

**Brighton Energy Limited**  
**Report and accounts**  
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**Brighton Energy Limited**  
**Company Information**

**Directors**

Mr W Cottrell  
Mr D Tow  
Mr J Smith

**Secretary**

Mr D Tow

**Accountants**

Craker Business Solutions LTD  
7A Ventnor Villas  
Hove  
East Sussex  
BN3 3DD

**Bankers**

The Co-operative Bank Plc.  
1 Baloon Street  
Manchester  
M60 4EP

**Registered office**

Flat 7  
47 Montpelier Road  
Brighton  
East Sussex  
BN1 3BA

**Registered number**

31107R

## **Brighton Energy Limited**

**Registered number:** 31107R

### **Chairman's Report**

This report covers Brighton Energy Limited 's second full year of trading since we began installing our solar PV systems at Shoreham Port, St George's Church, City Coast Church and Hove Enterprise Centre.

As well as overseeing generation from these existing systems we also raised £78,922 in the year to 31 March 2015 to fund new PV systems at Shed 3a, Shoreham Port.

#### **Business Overview**

Brighton Energy Limited's principal activity during the year continued to be the development and operation of renewable resources in the South. Brighton Energy Limited does this for the benefit of the community - by offering the chance to part-own these renewables the community gets the chance to become involved in renewable energy and support further renewables schemes.

#### **Energy Production 2014-15**

Over the period our systems produced slightly more electricity than we forecast, generating 472341kWh of electricity over the year. We could have achieved more, however Shed 10 was hit by lightning in August 2014, reducing output at a particularly sunny time.

#### **Summary of financial position**

Over the year we made an operating profit before tax of £22,748.

#### **Electricity sales and other income**

Some of the electricity produced by our systems is consumed onsite and the rest is sold to Good Energy and OVO Energy, who also pay our Feed-in-tariffs. In this financial year total electricity sales and Feed in Tariff income amounted to £61,255. Feed in Tariff income came to £54,275, while electricity sales totalled £6,980.

#### **Costs**

The cost of sales was £3,968. Admin costs were £37,640 of which £24,766 was allocated to depreciation.

#### **Tax Liabilities**

This year we have chosen not to take advantage of Annual Investment Allowance related to installation of our PV systems. We also chose to change the election previously taken for Annual Investment Allowance in the year to 31 March 2014. This has resulted in a decrease in deferred tax in the accounts, and we anticipate that Brighton Energy Limited's tax liabilities will be minimal over the next few years.

#### **Balance Sheet**

Our balance sheet shows that Brighton Energy Limited has £659,311 of tangible fixed assets, primarily consisting of our PV systems. We also have some £700,520 of shareholder's funds consisting of £678,001 of share capital and net retained profits after share issuance costs of £22,519.

**Interest**

No interest on shares were paid during the period.

**Future Developments**

We continue to look at opportunities for new renewable energy systems and are in discussion with many prospective sites. We are also in discussion about setting up a separate company which concentrates specifically on development, allowing Brighton Energy Limited, to be the investment vehicle.

**Events since the balance sheet date**

Since the end of our financial year we have continued to talk to many new prospective sites. In June 2015 we launched our latest share offer to fund these new systems.

**The board**

Under the Brighton Energy Limited's rules, each year one third of the directors stand down, or the nearest to one third. We are in the process of adding several new directors to our existing board.

**Will Cottrell**

[Will Cottrell \(Jul 16, 2015\)](#)

Will Cottrell

Chair of Brighton Energy Limited

**Brighton Energy Limited**  
**Registered number: 31107R**  
**Directors' Report**

The directors present their report and accounts for the year ended 31 March 2015.

**Principal activities**

Brighton Energy Limited's principal activity during the year continued to be the development of renewable resources in the South. Brighton Energy Limited does this for the benefit of the community - by offering the chance to part-own these renewables people get the chance to become involved in renewable energy and support further renewables schemes.

**Directors**

The following persons served as directors during the year:

Mr W Cottrell  
Mr D Tow  
Mr J Smith  
Mr R Gilbert (resigned 22 October 2014)

Under the Brighton Energy Limited's rules, each year one third of the directors stand down, or the nearest to one third. We are in the process of adding several new directors to our existing board. Total remuneration in the form of Salary to Directors for the year was nil. For 2014 year end total remuneration in the form of Salary was £19,060 of which £12,350 was capitalised as part of assets constructed in the year. The remaining £6,710 was expensed in the profit and loss in 2014. See Note 18 for detail of payments made to other organisations in which the Directors have a controlling interest.

**Political and charitable donations**

Brighton Energy Limited made no political or charitable donations in the year.

**Small company provisions**

This report and these accounts are prepared complying with the requirements of the Co-operative and Community Benefit Societies Act 2014 with respect to accounting records and the preparation of accounts.

This report was approved by the board on 16 July 2015 and signed on its behalf.

W I Cottrell  
Will Cottrell (Jul 16, 2015)

Mr W Cottrell  
Director

## Brighton Energy Limited

### Chartered Accountants' report to the board of directors on the preparation of the unaudited statutory accounts of Brighton Energy Limited for the year ended 31 March 2015

In order to assist you to fulfil your duties under the Community Benefit Societies Act 2014, we have prepared for your approval the accounts of Brighton Energy Limited for the year ended 31 March 2015 which comprise of the Profit and Loss Account, the Balance Sheet and the related notes 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, we are subject to its ethical and other professional requirements which are detailed at [icaew.com/membershandbook](http://icaew.com/membershandbook).

This report is made solely to the Board of Directors of Brighton Energy Limited, as a body, in accordance with the terms of our engagement letter dated 18 September 2012. Our work has been undertaken solely to prepare for your approval the accounts of Brighton Energy Limited and state those matters that we have agreed to state to the Board of Directors of Brighton Energy Limited, as a body, in this report in accordance with AAF 2/10 as detailed at [icaew.com/compilation](http://icaew.com/compilation). To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Brighton Energy Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Brighton Energy 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 profit of Brighton Energy Limited. You consider that Brighton Energy 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 Brighton Energy 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.

## Craker Business Solutions LTD

[Craker Business Solutions LTD \(Jul 16, 2015\)](#)

Craker Business Solutions LTD  
Chartered Accountants  
7A Ventnor Villas  
Hove  
East Sussex  
BN3 3DD

16 July 2015

**Brighton Energy Limited**  
**Profit and Loss Account**  
**for the year ended 31 March 2015**

	Notes	2015 £	2014 £
<b>Turnover</b>	2	64,301	34,991
Cost of sales		(3,968)	(1,863)
<b>Gross profit</b>		<u>60,333</u>	<u>33,128</u>
Administrative expenses		(37,640)	(26,043)
Other operating income		350	-
<b>Operating profit</b>	3	<u>23,043</u>	<u>7,085</u>
Interest receivable		148	104
Interest payable	4	(443)	(1,584)
<b>Profit on ordinary activities before taxation</b>		<u>22,748</u>	<u>5,605</u>
Tax on profit on ordinary activities	5	44,458	(49,210)
<b>Profit/(loss) for the financial year</b>		<u>67,206</u>	<u>(43,605)</u>

**Continuing operations**

None of the company's activities were acquired or discontinued during the above two financial years.

**Statement of total recognised gains and losses**

The company has no recognised gains or losses other than the profit and loss for the above two financial years.

The notes on pages 9 to 16 form an integral part of these accounts.

**Brighton Energy Limited**  
**Balance Sheet**  
**as at 31 March 2015**

	Notes	2015 £	2014 £
<b>Fixed assets</b>			
Tangible assets	6	659,311	463,645
<b>Current assets</b>			
Debtors	7	40,626	36,392
Cash at bank and in hand		<u>33,950</u>	<u>165,607</u>
		74,576	201,999
<b>Creditors: amounts falling due within one year</b>	8	(13,339)	(440,517)
<b>Net current assets/(liabilities)</b>		<u>61,237</u>	<u>(238,518)</u>
<b>Total assets less current liabilities</b>		<u>720,548</u>	<u>225,127</u>
<b>Creditors: amounts falling due after more than one year</b>	9	-	(23,379)
<b>Provisions for liabilities</b>	11	(20,028)	(64,585)
<b>Net assets</b>		<u>700,520</u>	<u>137,163</u>
<b>Capital and reserves</b>			
Called up share capital	12	678,001	181,700
Share issue costs	13	(7,666)	(7,516)
Profit and loss account	14	30,185	(37,021)
<b>Shareholders' funds</b>		<u>700,520</u>	<u>137,163</u>

**Brighton Energy Limited**  
**Balance Sheet**  
**as at 31 March 2015**

The directors are satisfied that the company is entitled to exemption from the requirement to obtain an audit in accordance with the Co-operative and Community Benefit Societies Act 2014 section 84 (1).

The members have not required the company to obtain an audit in accordance with the Co-operative and Community Benefit Societies Act 2014 section 84 (2).

The directors acknowledge their responsibilities for complying with the requirements of the Co-operative and Community Benefit Societies Act 2014 with respect to accounting records and the preparation of accounts.

**DAMANTOW**

DAMIAN TOW (Jul 16, 2015)

Mr D Tow  
Secretary



John Smith (Jul 16, 2015)

Mr J Smith  
Director

**W I I Cottrell**

Will Cottrell (Jul 16, 2015)

Mr W Cottrell  
Director

Approved by the board on 16 July 2015

The notes on pages 9 to 16 form an integral part of these accounts.

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

**1 Accounting policies**

***Basis of preparation***

The accounts have been prepared under the historical cost convention and in accordance with applicable United Kingdom Accounting Standards.

***Turnover***

Turnover represents the value, net of value added tax and discounts, of goods provided to customers and work carried out in respect of services provided to customers. Specifically turnover comprises revenue from electricity generation and related renewable credits (e.g. Feed in Tariff payments). Turnover is recognised on an accrual basis, with revenue recognised when power is generated.

***Depreciation***

Depreciation is provided on all tangible fixed assets, other than freehold land and assets under construction, at rates calculated to write off the cost, less estimated residual value, of each asset evenly over its expected useful life, as follows:

Long Life Plant and machinery	25 years reducing balance
Plant and machinery	33.3% straight line

***Deferred taxation***

Full provision is made for deferred taxation resulting from timing differences between the recognition of gains and losses in the accounts and their recognition for tax purposes. Deferred taxation is calculated on an un-discounted basis at the tax rates which are expected to apply in the periods when the timing differences will reverse.

***Foreign currencies***

Transactions in foreign currencies are recorded at the rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date. All differences are taken to the profit and loss account.

***Leasing and hire purchase commitments***

Assets held under finance leases and hire purchase contracts, which are those where substantially all the risks and rewards of ownership of the asset have passed to the company, are capitalised in the balance sheet and depreciated over their useful lives. The corresponding lease or hire purchase obligation is treated in the balance sheet as a liability.

The interest element of the rental obligations is charged to the profit and loss account over the period of the lease and represents a constant proportion of the balance of capital repayments outstanding.

Rentals paid under operating leases are charged to income on a straight line basis over the lease term.

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

**Cashflow statement**

Brighton Energy Limited has taken advantage of the small company exemption to not prepare a cashflow statement in line with FRS1 para 5.

**Share issue costs**

Costs incurred in respect of the issue of shares are taken straight to reserves in accordance with FRS4 'Capital Instruments'. They are held in a separate reserve.

<b>2 Analysis of Turnover</b>	<b>2015</b>	<b>2014</b>
By activity:		
Grant Income	3,046	5,000
Donations	-	-
FIT and other credits	54,275	27,195
Electricity Sales	6,980	2,796
	<u>64,301</u>	<u>34,991</u>

Turnover attributable to geographical markets outside the UK	0.0%	0.0%
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<b>3 Operating profit</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
This is stated after charging:		
Depreciation of owned fixed assets	24,766	10,753
Directors' remuneration	-	6,710
	<u>-</u>	<u>6,710</u>

Total remuneration in the form of Salary to Directors for the year was nil. For 2014 year end total remuneration in the form of Salary was £19,060 of which £12,350 was capitalised as part of assets constructed in the year. The remaining £6,710 was expensed in the profit and loss in 2014. See Note 18 for detail of payments made to other organisations in which the Directors have a controlling interest.

<b>4 Interest payable</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Interest payable	<u>443</u>	<u>1,584</u>

<b>5 Taxation</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
UK corporation tax	99	-
Deferred tax	(44,557)	49,210
	<u>(44,458)</u>	<u>49,210</u>

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

**6 Tangible fixed assets**

	<b>Long Life Plant and Machinery £</b>	<b>Plant and Machinery £</b>	<b>Assets Under Constructio n £</b>	<b>Total £</b>
<b>Cost</b>				
At 1 April 2014	480,205	390	-	480,595
Additions	204,720	-	15,712	220,432
At 31 March 2015	<u>684,925</u>	<u>390</u>	<u>15,712</u>	<u>701,027</u>
<b>Depreciation</b>				
At 1 April 2014	16,896	54	-	16,950
Charge for the year	24,636	130	-	24,766
At 31 March 2015	<u>41,532</u>	<u>184</u>	<u>-</u>	<u>41,716</u>
<b>Net book value</b>				
At 31 March 2015	<u>643,393</u>	<u>206</u>	<u>15,712</u>	<u>659,311</u>
At 31 March 2014	<u>463,309</u>	<u>336</u>	<u>-</u>	<u>463,645</u>

Assets Under Construction represent directly attributable costs incurred in order to install solar photovoltaic systems. Assets Under Construction are not depreciated until the asset is brought into use at which point they are moved to Long Life Plant and Machinery and then depreciated.

**7 Debtors**

	<b>2015 £</b>	<b>2014 £</b>
Trade debtors	5,377	5,000
Other debtors	35,249	31,392
	<u>40,626</u>	<u>36,392</u>

Other debtors includes; Accrued Income £34,151 (2014: £12,002), Prepayments £1,098 (2014: £316), and VAT rebate due at year end of nil (2014: 19,074).

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

<b>8 Creditors: amounts falling due within one year</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Shares to be issued	-	417,379
Bank loans and overdrafts	-	11,050
Trade creditors	960	-
Corporation tax	99	-
Other taxes and social security costs	755	3,610
Other creditors	11,525	8,478
	<u>13,339</u>	<u>440,517</u>

Other Creditors includes; Accruals £5,706 (2014: £2,184), Sundry Creditors £2,300 (2014: £5,500), Income in Advance £3,326 (2014: nil) and, monies owed to Directors in respect of unpaid expense claims £193 (2014: £794).

<b>9 Creditors: amounts falling due after one year</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Bank loans	<u>-</u>	<u>23,379</u>

Bank Loans includes amounts payable after one year on a loan of £50,000 received in 2013 year end and repaid in full during the year to 31 March 2015.

<b>10 Loans</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
Creditors include:		
Secured bank loans	<u>-</u>	<u>34,429</u>

The Secured Bank Loans comprise a loan of £50,000 drawn down on 20 July 2012. The term of the loan is 5 years and interest is charged at 4% per annum. The loan is secured as senior debt, with the right to take over FIT income if repayments are not met. This loan was repaid in full on 11 August 2014.

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

**11 Provisions for liabilities**

Deferred taxation:	<b>2015</b>	<b>2014</b>
	£	£
Accelerated capital allowances	20,028	64,585
	<hr/>	<hr/>
	<b>2015</b>	<b>2014</b>
	£	£
At 1 April	64,585	15,375
Deferred tax charge in profit and loss account	(44,557)	49,210
	<hr/>	<hr/>
At 31 March	<u>20,028</u>	<u>64,585</u>

The deferred tax charge for the year arises because the capital allowances on solar panels are higher than the depreciation. During the year Brighton Energy Limited elected to not claim Annual Investment Allowance on installations completed in 2014 and 2015 year ends. This resulted in a decrease in deferred tax.

<b>12 Share capital</b>	<b>Nominal value</b>	<b>2015 Number</b>	<b>2015 £</b>	<b>2014 £</b>
Allotted, called up and fully paid:				
Ordinary shares	£1 each	678,001	<u>678,001</u>	<u>181,700</u>
	<b>Nominal value</b>	<b>Number</b>	<b>Amount £</b>	
Shares issued during the period:				
Ordinary shares	£1 each	496,301	<u>496,301</u>	

**13 Share issue costs**

	<b>2015</b>
	£
At 1 April 2014	(7,516)
Expenses of issue	(150)
	<hr/>
At 31 March 2015	<u>(7,666)</u>

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

<b>14 Profit and loss account</b>	<b>2015</b>
	<b>£</b>
At 1 April 2014	(37,021)
Profit for the year	67,206
	<hr/>
At 31 March 2015	<u>30,185</u>

<b>15 Reconciliation of movement in shareholders' funds</b>	<b>2015</b>	<b>2014</b>
	<b>£</b>	<b>£</b>
At 1 April	137,163	188,284
Profit/(Loss) for the financial year	67,206	(43,605)
Share issue	496,301	-
Share issue costs	(150)	(7,516)
	<hr/>	<hr/>
At 31 March	<u>700,520</u>	<u>137,163</u>

**16 Post balance sheet events**

On 1 July 2015 Brighton Energy LTD launched its latest share offering. The aim is to raise £1,000,000 to finance installation of 950kWp of new solar PV in Brighton and the surrounding area.

**17 Contingent liabilities**

There are no contingent liabilities at the year end.

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

18 Related party transactions	2015 £	2014 £
<b>Mr W Cottrell</b>		
Director		
Mr W Cottrell received gross salary of nil (2014: £15,685).		
Mr W Cottrell received £15,333 (2014: £150) as a subcontractor to Brighton Energy Limited for performing project development and administrative services. As a subcontractor he was owed £2,145 (2014: nil) at year end.		
At year end he was owed £152 (2014: £777) for business expenses he incurred personally.		
Mr W Cottrell holds 400 shares (2014: 400).		
Amount due from (to) the related party excluding shares held	(2,297)	(777)
<b>Mr D Tow</b>		
Director		
Mr D Tow received gross salary of nil (2014: £3,375).		
Mr D Tow also received £6,088 (2014: nil) as a subcontractor to Brighton Energy Limited for performing project development and administrative services. As a subcontractor he was owed £1,740 (2014: nil) at year end.		
At year end he was owed a further £41 (2014: £17) for business expenses he incurred personally.		
Mr D Tow holds 400 shares (2013: 400).		
Amount due from (to) the related party excluding shares held	(1,781)	(17)
<b>Mr R Gilbert</b>		
Director (resigned 22 October 2014)		
Mr R Gilbert received no monies in return for his services as a Director.		
No monies owed to or from Mr R Gilbert at year end (2014: nil).		
Mr R Gilbert is a Director of QED Estates from whom the company leases office space on standard commercial terms. Rent costs of £1,102 were paid to QED Estates during the year.		
Mr R Gilbert holds shares £2,750 (2014: £2,000).		
<b>Mr J Smith</b>		
Mr J Smith made a Loan of £4,000 to Brighton Energy Limited on 4 October 2011. The loan was repaid in the year to 31 March 2014.		
He received no monies in return for his role as Director.		
No monies owed to or from Mr J Smith at year end (2014: nil).		
Mr J Smith holds shares in Brighton Energy Limited of £8,250 (2014: £5,000).		

**Brighton Energy Limited**  
**Notes to the Accounts**  
**for the year ended 31 March 2015**

**19 Ultimate controlling party**

There is no ultimate controlling party. Although members may own a significant portion of the share capital, each shareholder has only one vote.