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# Avalon Community Energy Limited

Company No. IP031969

Directors' Report and Unaudited Accounts

31 December 2024

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# Avalon Community Energy Limited

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# Company Information

## Directors

S. Bedford
C. Borkett
J. Cousins
L. Harrison
A. Lambert
C. Naden
K. Webster

## Secretary

K. Webster

## Registered Office

92 St Thomas Street
Wells
Somerset
BA5 2UZ

## Accountants

External Accounts Limited
Central House
20 Central Avenue
St Andrews Business Park
Norwich
NR7 0HR

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# Directors Report

The Directors present their report and the accounts for the year ended 31 December 2024.

## Principal activities

The principal activity of the company during the year under review was the generation of electricity.

## Future developments

In 2024, Avalon Community Energy (ACE) continued its involvement in the Glastonbury Clean Energy Project, one of the elven initiatives supported by the £23.6 million Towns Fund investment allocated to Glastonbury through the government's Levelling Up agenda. The programme, overseen by Somerset Council, aims to revitalise this town through long-term, sustainable development. During the year, ACE received a total of £754,200 in restricted grant funding from Somerset Council, specifically allocated for the Clean Energy Project. This funding supports the development and delivery of renewable energy infrastructure to benefit the local community. Expenditure on the project during the year totalled £273,852, which is detailed in Note 2 of the accounts. Project activity has included planning, design development, professional consultancy work and early-stage implementation. Further phases are scheduled to continue through to 2026, as ACE works alongside local partners to deliver a transformative energy solution for Glastonbury.

## Directors

The Directors who served at any time during the year were as follows:

| | |
|---|---|
| S. Bedford | |
| C. Borkett | |
| J. Cousins | |
| L. Harrison | |
| A. Lambert | |
| W. Lee | (Resigned 19 April 2024) |
| T. Long | (Appointed 23 April 2024 and Resigned 19 August 2024) |
| J. Merryfield | (Resigned 13 May 2024) |
| C. Naden | |
| K. Webster | |

The above report has been prepared in accordance with the provisions applicable to companies subject to the small companies regime as set out in the Co-operative and Community Benefit Societies Act 2014.

Signed on behalf of the board on 02/06/2025

| | | |
|---|---|---|
| K. Webster | C. Naden | S. Bedford |
| Company Secretary | Director | Director |
| DocuSigned by: Keith Webster C7C1B24FF66D495... | Signed by: Cara Naden 70E38566EFCD474... | Signed by: Sonya Bedford 17407BE5C2084BC... |

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## Chartered Accountant's Report to the Board of Directors of Avalon Community Energy Limited on the preparation of the unaudited statutory accounts for the year ended 31 December 2024

In order to assist you to fulfil your duties under the Co-operative and Community Benefit Societies Act 2014, we have prepared for your approval the accounts of Avalon Community Energy Limited for the year ended 31 December 2024 which comprise the Profit and Loss Account, the Balance Sheet, the Statement of Changes in Equity and the Notes to the Accounts 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 (ICAEW), we are subject to its ethical and other professional requirements which are detailed at www.icaew.com/en/members/regulations-standards-and-guidance.

This report is made solely to the Board of Directors of Avalon Community Energy Limited, as a body, in accordance with the terms of our engagement letter dated 28 February 2023. Our work has been undertaken solely to prepare for your approval the accounts of Avalon Community Energy Limited and state those matters that we have agreed to state to the Board of Directors of Avalon Community Energy Limited, as a body, in this report in accordance with AAF 07/16 AAF as detailed at www.icaew.com/compilation. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than Avalon Community Energy Limited and its Board of Directors as a body for our work or for this report.

It is your duty to ensure that Avalon Community 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 loss of Avalon Community Energy Limited. You consider that Avalon Community 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 Avalon Community 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.

External Accounts Limited
Chartered Accountants
Central House
20 Central Avenue
St Andrews Business Park
Norwich
NR7 0HR
02 June 2025

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# Avalon Community Energy Limited

## Profit and Loss Account

for the year ended 31 December 2024

| | 2024 | 2023 |
|---|---|---|
| | £ | £ |
| Turnover | 120,740 | 56,067 |
| Cost of Sales | (102,044) | (35,200) |
| Gross profit | 18,696 | 20,867 |
| Administrative expenses | (21,457) | (19,193) |
| Other operating income | 10 | 250 |
| Operating (loss)/profit | (2,751) | 1,924 |
| Interest payable and similar charges | (3,949) | (6,410) |
| Loss on ordinary activities before taxation | (6,700) | (4,486) |
| Taxation | - | - |
| Loss for the financial year after taxation | (6,700) | (4,486) |

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Avalon Community Energy Limited

Balance Sheet

at 31 December 2024

| Company No. IP031969 | Notes | 2024 | 2023 |
|---|---|---|---|
| | | £ | £ |
| Fixed assets | | | |
| Tangible assets | 4 | 323,119 | 108,946 |
| | | 323,119 | 108,946 |
| Current assets | | | |
| Debtors | 5 | 46,478 | 2,808 |
| Cash at bank and in hand | | 713,978 | 317,011 |
| | | 760,456 | 319,819 |
| Creditors: Amount falling due within one year | 6 | (948,698) | (287,188) |
| Net current (liabilities)/assets | | (188,242) | 32,631 |
| Total assets less current liabilities | | 134,877 | 141,577 |
| Net assets | | 134,877 | 141,577 |
| Capital and reserves | | | |
| Called up share capital | | 141,141 | 141,141 |
| Profit and loss account | 8 | (6,264) | 436 |
| Total equity | | 134,877 | 141,577 |

These accounts have been prepared in accordance with the special provisions applicable to companies subject to the small companies regime of the Co-operative and Community Benefit Societies Act 2014.

For the year ended 31 December 2024 the company was entitled to exemption from audit under section 84(1) of the Co-operative and Community Benefit Societies Act 2014 relating to small companies.

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

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 the accounts.

Approved by the board on 02/06/2025 and signed on its behalf by:

K. Webster
Director
DocuSigned by:
Keith Webster
C7C1B24FF66D495...

C. Naden
Director
Signed by:
Cara Naden
70E38566EFCD474...

S. Bedford
Director
Signed by:
Sonya Bedford
17407BE5C2084BC...

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# Avalon Community Energy Limited

## Statement of Changes in Equity

for the year ended 31 December 2024

| | Share Capital £ | Retained earnings £ | Total equity £ |
|---|---|---|---|
| At 1 January 2023 | 145,591 | 4,922 | 150,513 |
| Shares issued during the period | 50 | | 50 |
| Shares redeemed during the period | (4,500) | | (4,500) |
| Loss for the period | | (4,486) | (4,486) |
| At 31 December 2023 and 1 January 2024 | 141,141 | 436 | 141,577 |
| Loss for the period | | (6,700) | (6,700) |
| At 31 December 2024 | 141,141 | (6,264) | 134,877 |

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## 1 General information

Avalon Community Energy Limited is a private company limited by shares and incorporated in England and Wales.
Its registered number is: IP031969
Its registered office is:
92 St Thomas Street
Wells
Somerset
BA5 2UZ

The accounts have been prepared in accordance with FRS 102 Section 1A - The Financial Reporting Standard applicable in the UK and Republic of Ireland and the Co-operative and Community Benefit Societies Act 2014.

## 2 Accounting policies

### Turnover

Turnover is measured at the fair value of the consideration received or receivable. Turnover is reduced for estimated customer returns, rebates and other similar allowances.

Revenue from the sale of goods is recognised when all the following conditions are satisfied:

- the Company has transferred to the buyer the significant risks and rewards of ownership of the goods;
- the Company retains neither continuing managerial involvement to the degree usually associated with ownership nor effective control over the goods sold;
- the amount of revenue can be measured reliably;
- it is probable that the economic benefits associated with the transaction will flow to the Company; and
- the costs incurred or to be incurred in respect of the transaction can be measured reliably.

Specifically, revenue from the sale of goods is recognised when goods are delivered and legal title is passed.

### Tangible fixed assets and depreciation

Tangible fixed assets held for the company's own use are stated at cost less accumulated depreciation and accumulated impairment losses.

At each balance sheet date, the company reviews the carrying amount of its tangible fixed assets to determine whether there is any indication that any items have suffered an impairment loss. If any such indication exists, the recoverable amount of an asset is estimated in order to determine the extent of the impairment loss.
Depreciation is provided at the following annual rates in order to write off the cost or valuation less the estimated residual value of each asset over its estimated useful life:

| | |
|---|---|
| Plant and machinery | 5-10% Straight line |

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Trade and other debtors

Trade and other debtors are initially recognised at fair value and thereafter stated at amortised cost using the effective interest method, less impairment losses for bad and doubtful debts.

Trade and other creditors

Short term creditors are measured at the transaction price. Other financial liabilities, including bank loans, are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method.

Restricted grants

The company received grants from Somerset Council of £754,200, which was restricted to costs incurred on the Glastonbury Clean Energy Project as described on page 3. During the year the company spent £273,852 on this project and £92,801 of this is represented in Other direct costs, the remaining £181,051 has been capitalised. The grant received in relation to capitalised costs will be released to profit and loss over the life of the assets.

## 3 Employees

| | 2024<br>Number | 2023<br>Number |
|---|---|---|
| The average monthly number of employees (including directors) during the year was: | 8 | 8 |

## 4 Tangible fixed assets

| | Plant and machinery<br>£ | Total<br>£ |
|---|---|---|
| Cost or revaluation | | |
| At 1 January 2024 | 170,803 | 170,803 |
| Additions | 227,472 | 227,472 |
| At 31 December 2024 | 398,275 | 398,275 |
| Depreciation | | |
| At 1 January 2024 | 61,857 | 61,857 |
| Charge for the year | 13,299 | 13,299 |
| At 31 December 2024 | 75,156 | 75,156 |
| Net book values | | |
| At 31 December 2024 | 323,119 | 323,119 |
| At 31 December 2023 | 108,946 | 108,946 |

## 5 Debtors

| | 2024<br>£ | 2023<br>£ |
|---|---|---|
| Trade debtors | 9,484 | 235 |
| VAT recoverable | 31,163 | 475 |
| Prepayments and accrued income | 5,831 | 2,098 |
| | 46,478 | 2,808 |

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6 Creditors:

amounts falling due within one year

| | 2024 | 2023 |
|---|---|---|
| | £ | £ |
| Trade creditors | 13,759 | 7,424 |
| Other creditors | 1,003 | 1,003 |
| Accruals and deferred income | 933,936 | 278,761 |
| | 948,698 | 287,188 |

7 Share capital

| | 2024 | 2023 |
|---|---|---|
| | £ | £ |
| Ordinary shares of £1.00 each | 139,961 | 139,961 |
| Members shares of £1.00 each | 1,180 | 1,180 |
| | 141,141 | 141,141 |

8 Reserves

Profit and loss account - includes all current and prior period retained profits and losses.

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# Avalon Community Energy Limited

## Detailed Profit and Loss Account

for the year ended 31 December 2024

| | 2024 | 2023 |
|---|---|---|
| | £ | £ |
| Turnover | | |
| Feed in tariffs | 18,922 | 14,369 |
| Sale of electricity | 9,152 | 9,368 |
| Grants received | 273,852 | 32,333 |
| | 301,926 | 56,070 |
| Cost of sales | | |
| Purchases | 1,696 | - |
| | 1,696 | - |
| Other direct costs | | |
| Commission payable | - | 587 |
| Other direct costs | 100,348 | 34,613 |
| | 100,348 | 35,200 |
| Cost of sales | 102,044 | 35,200 |
| Gross profit | 18,696 | 20,867 |
| General administrative costs, including depreciation and amortisation | | |
| Depreciation of plant and machinery | 13,299 | 9,165 |
| Bank charges | 29 | 23 |
| General insurances | 2,111 | - |
| Software, IT support and related costs | 536 | 318 |
| Sundry expenses | 462 | 286 |
| | 16,437 | 9,792 |
| Legal and professional costs | | |
| Accountancy and bookkeeping | 3,214 | 4,989 |
| Management charges | 1,634 | 4,421 |
| Other legal and professional costs | 172 | (9) |
| | 5,020 | 9,401 |
| Administrative expenses | 21,457 | 19,193 |
| Other operating income | 10 | 250 |
| Operating (loss)/profit | (2,751) | 1,924 |
| Interest payable and similar charges | | |
| Other interest payable | 3,949 | 6,410 |
| | 3,949 | 6,410 |
| Loss on ordinary activities before taxation | (6,700) | (4,486) |