

Bro Dyfi Community Renewables Limited
Treasurers Report for 2014 AGM

Financial performance in 2013 continued to be very good, with an increase in gross profit compared to 2012. Below are the headline results for 2013, with 2012 to allow a comparison.

INCOME	2013	2012
Sale of Electricity	£79,462	£74,174
Interest	£109	£63
Grant Income	£4,844	£4,844
TOTAL	£84,415	£79,081
EXPENDITURE		
Insurance	£3,683	£3,883
Loan Interest FW	£528	£2,019
Loan Interest to Shareholders	£7453	£10,691
Accountancy and Admin Fees (1)	£4286	£1,673
Rent and Rates	£2916	£2,752
Service and Repairs	£9500	£15,323
Utilities	£3163	£4,389
Misc	£712	£1,110
Depreciation	£20,711	£20,711
TOTAL	£52,952.00	£62,551
 TOTAL SURPLUS	 £31,463	 £16,530

Note 1 This includes £2440 commission to Non Fossil Purchasing Agency Ltd who act as our agents for the auction of energy output.

The surplus of £31,463 is excellent. Generation has been very similar to 2012, but we have secured a much better price for the energy we produce through the e-auction, largely due to an increase in the wholesale price of electricity as a result of a great deal of uncertainty over generation capacity in the UK. Operation and maintenance costs have been lower in 2013, the higher figure in 2012 being mainly attributable to “snagging” of various issues following commissioning.

Recommendation for Utilisation of Surplus

According to the BDCR Constitution, any surplus can be used for:

- Retention within the Company as a general reserve

- Distribution by way of interest to Members, to a maximum rate of 10%
- Donation to charities to be determined by the Members

The Management Committee are recommending, and placing a motion to Members for their determination at the AGM that:

- £10,737.50 be distributed to Members, representing a 5% rate of interest for the year
- A donation of £2150 be made to Ecodyfi, representing a 5% rate of return on the £43,000 grant funding secured by them.
- The balance of £18,576 be retained as general reserve

It should be noted that as the distribution would be made in 2014, this will reduce any retained profit in 2014, and the retained profit of £31,463 generated in 2013 will remain unchanged.

The Management Committee believe that this is a prudent distribution, retaining a significant percentage within the Company, whilst offering a good rate of interest to Members.

Members' Funds

Members' funds in BDCR were £213,000 at the start of the project for the second turbine. At the end of 2012, Member's funds amounted to £229,850, which included an additional £1,750 shares issued in 2012 in payment for work carried out earlier in the project. Due to the profit realised in 2013, the current Member's funds amount to £261,279

Members will be pleased (and probably relieved !) to know that the Finance Wales loan has now been completely paid off. This means that not only do we now own the turbine outright, but also that around an extra £11,000 of annual income will accrue to BDCR in the future.

Rod Edwards
19th May 2014