

Company Registration No. 05087784 (England and Wales)

S.J.B. RECYCLING LIMITED
FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2019
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S.J.B. RECYCLING LIMITED

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S.J.B. RECYCLING LIMITED

BALANCE SHEET

AS AT 31 MARCH 2019

	Notes	2019 £	£	2018 £	£
Fixed assets					
Tangible assets	3	551,928		879,474	
Investments	4	423,000		423,000	
			974,928		1,302,474
Current assets					
Debtors	5	609,098		597,024	
Cash at bank and in hand		1,003,558		899,468	
		1,612,656		1,496,492	
Creditors: amounts falling due within one year	6	(784,876)		(904,003)	
Net current assets			827,780		592,489
Total assets less current liabilities			1,802,708		1,894,963
Creditors: amounts falling due after more than one year	7		(44,049)		(100,943)
Provisions for liabilities	8		(71,483)		(118,142)
Net assets			1,687,176		1,675,878
Capital and reserves					
Called up share capital	9	1,000		1,000	
Profit and loss reserves		1,686,176		1,674,878	
Total equity			1,687,176		1,675,878

The directors of the company have elected not to include a copy of the profit and loss account within the financial statements.

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

The financial statements were approved by the board of directors and authorised for issue on 23 December 2019 and are signed on its behalf by:


A Boyle
Director

Company Registration No. 05087784

S.J.B. RECYCLING LIMITED

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

Company information

S.J.B. Recycling Limited is a private company limited by shares incorporated in England and Wales. The registered office is Mount View, Standard Way, Northallerton, North Yorkshire, DL6 2YD.

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") and the requirements of the Companies Act 2006 as applicable to companies subject to the small companies regime. The disclosure requirements of section 1A of FRS 102 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.

The company has taken advantage of the exemption under section 400 of the Companies Act 2006 not to prepare consolidated accounts. The financial statements present information about the company as an individual entity and not about its group.

S.J.B. Recycling Limited is a majority owned subsidiary of North Yorkshire County Council and the results of S.J.B. Recycling Limited are included in the consolidated financial statements of the parent undertaking which can be obtained from Finance and Central Services, County Hall, Northallerton, DL7 8AD.

1.2 Going concern

The company is reliant on a relatively small number of contracts which are subject to competitive tender over the next 12 months. At the time of approving the financial statements, the directors have a reasonable expectation that the company will be successful in securing renewal of these key contracts and that the company has adequate resources to continue in operational existence for the foreseeable future. Thus the directors continue to adopt the going concern basis of accounting in preparing the financial statements.

1.3 Turnover

Turnover is measured at the fair value of the consideration received or receivable and represents amounts receivable for services provided in the normal course of business, net of discounts and VAT.

Revenue from the sale of compost is recognised when the significant risks and rewards of ownership of the goods have passed to the buyer which the directors deem to be on despatch of the goods.

Revenue for receiving waste is recognised at the point the waste is received for processing.

1.4 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.

S.J.B. RECYCLING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

Depreciation is recognised so as to write off the cost or valuation of assets less their residual values over their useful lives on the following bases:

Land and buildings Leasehold	Straight line over 5 years
Plant and machinery	Straight line over 6 years with a residual value of 10%
Fixtures, fittings & equipment	15% straight line
Computer equipment	33% straight line
Motor vehicles	25% straight line

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.

1.5 Fixed asset investments

Interests in subsidiaries are initially measured at cost and subsequently measured at cost less any accumulated impairment losses. The investments are assessed for impairment at each reporting date and any impairment losses or reversals of impairment losses are recognised immediately in profit or loss. Impairment is assessed with reference to the underlying net assets and profitability.

A subsidiary is an entity controlled by the company. Control is the power to govern the financial and operating policies of the entity so as to obtain benefits from its activities.

1.6 Impairment of fixed assets

At each reporting period end date, the company reviews the carrying amounts of its tangible assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any).

Recoverable amount is the higher of fair value less costs to sell and value in use.

1.7 Taxation

The tax expense represents the sum of the tax currently payable and deferred tax.

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.

S.J.B. RECYCLING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

1 Accounting policies

(Continued)

Deferred tax

Deferred tax liabilities are generally recognised for all timing differences and deferred tax assets are recognised to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits. Such assets and liabilities are not recognised if the timing difference arises from goodwill or from the initial recognition of other assets and liabilities in a transaction that affects neither the tax profit nor the accounting profit.

The carrying amount of deferred tax assets is reviewed at each reporting end date and reduced to the extent that it is no longer probable that sufficient taxable profits will be available to allow all or part of the asset to be recovered. Deferred tax is calculated at the tax rates that are expected to apply in the period when the liability is settled or the asset is realised. Deferred tax is charged or credited in the profit and loss account, except when it relates to items charged or credited directly to equity, in which case the deferred tax is also dealt with in equity. Deferred tax assets and liabilities are offset when the company has a legally enforceable right to offset current tax assets and liabilities and the deferred tax assets and liabilities relate to taxes levied by the same tax authority.

1.8 Provisions

Provisions are recognised when the company has a legal or constructive present obligation as a result of a past event, it is probable that the company will be required to settle that obligation and a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting end date, taking into account the risks and uncertainties surrounding the obligation. Where the effect of the time value of money is material, the amount expected to be required to settle the obligation is recognised at present value. When a provision is measured at present value, the unwinding of the discount is recognised as a finance cost in profit or loss in the period in which it arises.

1.9 Leases

Rentals payable under operating leases, including any lease incentives received, are charged to income on a straight line basis over the term of the relevant lease.

2 Employees

The average monthly number of persons (including directors) employed by the company during the year was 13 (2018 - 18).

S.J.B. RECYCLING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

3 Tangible fixed assets

	Land and buildings	Plant and machinery etc	Total
	£	£	£
Cost			
At 1 April 2018	19,930	2,263,651	2,283,581
Additions	-	20,241	20,241
Disposals	-	(372,144)	(372,144)
At 31 March 2019	19,930	1,911,748	1,931,678
Depreciation and impairment			
At 1 April 2018	2,013	1,402,094	1,404,107
Depreciation charged in the year	3,992	251,212	255,204
Eliminated in respect of disposals	-	(279,561)	(279,561)
At 31 March 2019	6,005	1,373,745	1,379,750
Carrying amount			
At 31 March 2019	13,925	538,003	551,928
At 31 March 2018	17,917	861,557	879,474

4 Fixed asset investments

	2019 £	2018 £
Investments	423,000	423,000

Movements in fixed asset investments

	Shares in group undertakings £
Cost or valuation	
At 1 April 2018 & 31 March 2019	423,000
Carrying amount	
At 31 March 2019	423,000
At 31 March 2018	423,000

S.J.B. RECYCLING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

5 Debtors		
	2019	2018
	£	£
Amounts falling due within one year:		
Trade debtors	238,004	260,055
Amounts owed by group undertakings	237,500	317,903
Other debtors	106,832	9,426
	<u>582,336</u>	<u>587,384</u>
	2019	2018
	£	£
Amounts falling due after more than one year:		
Deferred tax asset	<u>26,762</u>	<u>9,640</u>
Total debtors	<u>609,098</u>	<u>597,024</u>
6 Creditors: amounts falling due within one year		
	2019	2018
	£	£
Obligations under finance leases	56,894	54,885
Trade creditors	93,876	180,697
Amounts due to group undertakings	376,973	425,972
Other taxation and social security	43,643	43,044
Accruals and deferred income	213,490	199,405
	<u>784,876</u>	<u>904,003</u>
7 Creditors: amounts falling due after more than one year		
	2019	2018
	£	£
Obligations under finance leases	<u>44,049</u>	<u>100,943</u>
Finance leases totalling £100,943 (2018: £155,828) are secured against the assets they relate to.		
8 Provisions for liabilities		
	2019	2018
	£	£
Disposal costs	60,895	118,142
Onerous contracts	10,588	-
	<u>71,483</u>	<u>118,142</u>

S.J.B. RECYCLING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2019

8 Provisions for liabilities

(Continued)

Movements on provisions:

	Disposal costs £	Onerous contracts £	Total £
At 1 April 2018	118,142	-	118,142
Additional provisions in the year	60,895	10,588	71,483
Reversal of provision	(118,142)	-	(118,142)
At 31 March 2019	<u>60,895</u>	<u>10,588</u>	<u>71,483</u>

The company has an obligation under the arrangements for occupying its sites to dispose of all green waste received. At the financial year-end an estimate is made of the expected net costs of disposing of all processed and unprocessed green waste across the sites. The principal uncertainty in calculating the provision is the quantity of waste, given the inherent difficulty due to the nature of the material. The resulting payments are expected to be incurred within 12 months of the year end.

Provision has been made for the unavoidable costs of meeting obligations under customer contracts. There is uncertainty over the timing and amount of any resulting payments, however the resulting payments are expected to be incurred within 12 months of the year end.

9 Called up share capital

	2019 £	2018 £
Ordinary share capital		
Issued and fully paid		
1,000 Ordinary shares of £1 each	<u>1,000</u>	<u>1,000</u>

10 Audit report information

As the income statement has been omitted from the filing copy of the financial statements, the following information in relation to the audit report on the statutory financial statements is provided in accordance with s444(5B) of the Companies Act 2006:

The auditor's report was unqualified.

The senior statutory auditor was Kenneth Graham.
The auditor was Kenneth Easby Limited.

11 Events after the reporting date

In November 2019 one of the sites used by the company was impacted by flooding. The costs of clean-up and disposal of the resulting waste is currently estimated to be £160,000.

S.J.B. RECYCLING LIMITED

NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)

FOR THE YEAR ENDED 31 MARCH 2019

12 Parent company

The ultimate parent undertaking and controlling party is North Yorkshire County Council. A copy of the consolidated accounts for North Yorkshire County Council can be obtained from, Finance and Central Services, County Hall, Northallerton, DL7 8AL.