

Cordia (Care) LLP

Members' report and financial statements

Registered number S0302145

For the year ended 31 March 2015

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Members' report

The members present their report and audited financial statements for the year ended 31 March 2015.

Principal Activity

The principal activity of Cordia (Care) LLP is the provision of care services.

Designated Members

Cordia (Care) LLP had two members during the period, Glasgow City Council and GCC LLP Investments Ltd, both of whom were designated members.

Members' Capital

Current policy is not to make repayment of members' capital. No additional members' contributions to capital were made and no cash drawings were made against members' capital in the year ended 31 March 2015.

Business Review

Business Structure

Cordia (Care) LLP purchases care services from its sister organisation Cordia (Services) LLP. These services are sold on to one of the members of the LLP, Glasgow City Council. The overall business structure remained consistent in 2014/15.

Financial Results for the Period

Cordia (Care) LLP purchases care services from its sister organisation Cordia (Services) LLP at full cost which are sold at full cost to one of the members, Glasgow City Council.

In the year ended 31 March 2015, Cordia (Care) LLP generated a profit available for discretionary division among members of £5,000.

No division was made among members for the period. Net current assets and net assets were £64,000. Cordia (Care) LLP's financial statements have been prepared on a going concern basis.

Administrative Expenses

Due to there being no operational resource requirements in Cordia (Care) LLP, administrative expenses and support are negligible and have been managed at a minimum level.

Risk Management

Cordia (Care) LLP recognises the importance of the management of corporate risk. The business relationship with Cordia (Services) LLP means that the business risks facing the LLP are tied in to those facing Cordia (Services) LLP, and are therefore monitored and managed through Cordia (Services) LLP.

A risk register is maintained and is regularly reviewed by an audit committee which is chaired by an elected member of the Cordia (Services) LLP Board. The audit committee meets three times annually and reports findings to the Cordia (Services) LLP Board. An internal audit function also carries out regular audits of business functions and these are reported both to the audit committee and the Board.

The business is subject to further enhanced governance procedures and it reports to Glasgow City Council's professional standards and scrutiny committee twice yearly.

Members' report *(continued)*

Transactions with Members

No remuneration of Members occurred during the period. The members' share in the profit or loss for the period is accounted for as an allocation of profits, with unallocated profits and losses included within 'other reserves'. Cordia (Care) LLP transacts with one of its members, Glasgow City Council, through its provision of care services.

Disclosure of information to auditor

The Members who held office at the date of approval of this Members' report confirm that, so far as they are aware, there is no relevant audit information of which the Partnership's auditor is unaware; and each Member has taken all the steps that they ought to have taken as a Member to make themselves aware of any relevant audit information and to establish that the Partnership's auditor is aware of that information.

Auditor

Pursuant to Section 487 of the Companies Act 2006, the auditor will be deemed to be reappointed and KPMG LLP will therefore continue in office.

The financial statements were authorised for issue on 27 August 2015.

Approved by the members and signed on 27 August 2015 by

David Melvin
For and on behalf of
GCC LLP Investments Limited
Designated member

Statement of members' responsibilities in respect of the Members' Report and the financial statements

The members are responsible for preparing the Members' Report and the LLP financial statements in accordance with applicable law and regulations.

The Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 require the members to prepare LLP financial statements for each financial year. Under that law the members have elected to prepare the LLP financial statements in accordance with UK Accounting Standards and applicable law (UK Generally Accepted Accounting Practice).

Under Regulation 8 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008 the members 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 LLP and of the profit or loss of the LLP for that period. In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the LLP will continue in business.

Under Regulation 6 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008, the members are responsible for keeping adequate accounting records that are sufficient to show and explain the LLP's transactions and disclose with reasonable accuracy at any time the financial position of the LLP and enable them to ensure that its financial statements comply with those regulations. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the LLP and to prevent and detect fraud and other irregularities.

The members are responsible for the maintenance and integrity of the corporate and financial information included on the LLP's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent auditor's report to the members of Cordia (Care) LLP

We have audited the financial statements of Cordia (Care) LLP for the year ended 31 March 2015 set out on pages 5 to 10. The financial reporting framework that has been applied in their preparation is applicable law and UK Accounting Standards (UK Generally Accepted Accounting Practice).

This report is made solely to the members of the limited liability partnership (LLP), as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006, as required by Regulation 39 of the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008. Our audit work has been undertaken so that we might state to the LLP's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the LLP and the LLP's members, as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of members and auditor

As explained more fully in the Members' Responsibilities Statement set out on page 3, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit, and express an opinion on, the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statements is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view, of the state of affairs of the LLP as at 31 March 2015 and of its profit for the year then ended;
- have been properly prepared in accordance with UK Generally Accepted Accounting Practice, and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships by the Limited Liability Partnerships (Accounts and Audit) (Application of Companies Act 2006) Regulations 2008.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Companies Act 2006 as applied to limited liability partnerships requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Philip Charles (Senior Statutory Auditor)

for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants
191 West George Street
Glasgow
G2 2LJ

2015

Profit and Loss Account
for the year ended 31 March 2015

	<i>Note</i>	Year ended 31 March 2015 £000	Year ended 31 March 2014 £000
Turnover	2	58,483	60,323
Cost of sales		(58,486)	(60,325)
		<hr/>	<hr/>
Gross loss		(3)	(2)
Administrative expenses		(4)	(1)
		<hr/>	<hr/>
Operating loss	3	(7)	(3)
Interest receivable and similar income	4	12	13
		<hr/>	<hr/>
Profit on ordinary activities before and after taxation being profit for the financial year before members' remuneration and profit shares		5	10
Members' remuneration charged as an expense	5	-	-
		<hr/>	<hr/>
Profit for the financial year available for discretionary division among members		5	10
		<hr/> <hr/>	<hr/> <hr/>

All of the LLP's operations are classed as continuing.

There is no difference between the profit on ordinary activities before taxation and the retained profit for the period stated above and their historical cost equivalents.

There are no other gains and losses for the year other than those reported in the profit and loss account.

Balance Sheet
at 31 March 2015

	<i>Note</i>	2015	2014
		£000	£000
Current assets			
Debtors	6	498	455
Cash at bank and in hand		1,038	2,050
		<hr/>	<hr/>
Creditors: amounts falling due within one year	7	1,536	2,505
		(1,472)	(2,446)
		<hr/>	<hr/>
Net current assets		64	59
		<hr/>	<hr/>
Net assets attributable to members		64	59
		<hr/>	<hr/>
Members' other interests			
Members' capital		1	1
Other reserves		63	58
		<hr/>	<hr/>
		64	59
		<hr/>	<hr/>

These financial statements were approved by the members on 27 August 2015 and were signed on their behalf by:

David Melvin
For and on behalf of
GCC LLP Investments Limited
Designated member

Company registered number: S0302145

Reconciliation of Movements in Members' Funds
for the year ended 31 March 2015

	Members' capital	Other reserves	Total other reserves	Total members' interest
	£000	£000	£000	£000
Balance at 1 April 2014	1	58	58	59
Profit for the year available for discretionary division among members	-	5	5	5
Balance as at 31 March 2015	1	63	63	64

Notes

(forming part of the financial statements)

1 Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Limited Liability Partnership's financial statements.

Basis of preparation

The financial statements have been prepared in accordance with applicable accounting standards under the historical cost accounting rules and in accordance with the Statement of Recommended Practice 'accounting by limited liability partnerships' ("LLP SORP").

The LLP's financial statements are fully consolidated in the group financial statements prepared and published by Glasgow City Council. This entitles the LLP to use the exemption from the preparation of a cash flow statement as stated in Financial Reporting Standard 1 (Revised 1996): *Cash Flow Statements*.

As the LLP is a wholly owned subsidiary of Glasgow City Council, the LLP has taken advantage of the exemption contained in Financial Reporting Standard 8: *Related Party Disclosures* and has therefore not disclosed transactions or balances with entities which form part of the group as related parties.

Group reconstructions, including the transfer of services to and from Glasgow City Council, are accounted for as mergers or demergers in line with the requirements of Financial Reporting Standard 6: *Acquisitions and Mergers*. Assets and liabilities are transferred at their stated value and are not subject to revaluation or fair valuation calculations.

Going concern

The LLP's business activities, together with the factors likely to affect its future development, performance and position, are set out in the members' report on page 1. The members have a reasonable expectation that the LLP has adequate resources to continue in operational existence for the foreseeable future thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Members' remuneration and allocation of profits

Members are not remunerated by the LLP. A member's share in the profit or loss for the accounting period is accounted for as an allocation of profits. Unallocated profits and losses are included within 'other reserves'.

Members' capital

The capital requirements of the LLP are determined from time to time by the members. No interest is paid on capital.

Value added tax

The LLP is registered for VAT purposes. Irrecoverable VAT is charged to the relevant expenditure category or included in the capitalised purchase cost of fixed assets. Where output tax is charged or input VAT is recoverable, the amounts are stated net of VAT.

Taxation

Taxation on all partnership profits is solely the personal liability of individual members. Consequently neither taxation nor related deferred taxation arising in the LLP are accounted for in these financial statements.

Income recognition

Income is recognised in the accounting period to which it relates. Income from contracts and other services rendered is included to the extent of the completion of the contract or service concerned. Income received in advance is included in the balance sheet within creditors: amounts falling due within one year.

Notes (continued)

2 Turnover

Turnover represents the invoiced value of goods and services supplied under the principal activities of the LLP.

3 Operating profit

	2015	2014
	£000	£000
<i>Operating profit is stated after charging:</i>		
Auditor's remuneration:		
Audit of these financial statements	1	1
Taxation compliance services	3	3
	1	3

4 Other interest receivable and similar income

	2015	2014
	£000	£000
Other interest receivable	12	13
	12	13

5 Particulars of members

The number of members of the Limited Liability Partnership for the year was two. No remuneration was paid to either member.

6 Debtors

	2015	2014
	£000	£000
Trade debtors	85	119
Amounts owed by group undertakings	1	169
Prepayments and accrued income	412	167
	498	455

7 Creditors: amounts falling due within one year

	2015	2014
	£000	£000
Amounts owed to group undertakings	-	695
Value added tax	649	1,747
Other creditors	236	3
Accruals and deferred income	587	1
	1,472	2,446

Notes *(continued)*

8 Post balance sheet events

There were no post balance sheet events requiring adjustment or disclosure within the financial statements.

9 Ultimate parent organisation

The LLP's ultimate parent undertaking is Glasgow City Council, one of its designated members, as this is the largest group into which the results of the LLP are consolidated. The consolidated group financial statements of Glasgow City Council may be obtained from its registered office at the City Chambers, Glasgow, G2 1DU.