

CITY BUILDING (CONTRACTS) LLP

Members' Report and Financial Statements
Registered number: SO301080
Year ended 31 March 2016

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Members' report

The members present their report and audited financial statements for the year ended 31 March 2016.

Principal Activity

The principal activities of City Building (Contracts) LLP are Construction, Repair and Maintenance operations and Manufacturing.

Designated Members

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

Members' Capital

No distribution was made to the members for the year.

There was no movement on members' capital within the year. 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.

Business Review

At a time of considerable economic, political and social change, City Building continues to take a truly unique approach – combining industry-leading performance with a central social ethos which helps set new, higher standards for responsible business practice.

Financial Results for the Year

City Building (Contracts) LLP only trades with external clients' out-with Glasgow City Council.

Considering that certain elements of the market in which City Building operates continued to face adverse economic pressures, we are pleased to report that the company delivered strong results. Indeed, despite a fall in turnover to £64.2m (2015 £76.3m), which reflects the completion of some major contracts; we have continued to operate with a net profit of £43k, an increase of 2%. The Company continues to operate a call off arrangement with its sister company, City Building (Glasgow) LLP, under which the Company obtains services in order to deliver its contracts. This arrangement has resulted in the Company reporting a profit for the year of £50k (2015 - £50k)

The net assets of City Building (Contracts) at 31 March 2016 increased to £550k (2015 – £500k).

Administrative Expenses

These have increased to £571k (2015 – £9k) primarily due to the change in the management fee levied by City Building (Glasgow) LLP, with a charge of £574k in 2016 (2015 - £4.9k).

Our Credentials in the Marketplace

We continue to develop City Building's brand in our chosen markets. We have won, in competition, over £1.3 billion worth of new business, sustaining employment for our workforce. As well as delivering 70 new apprenticeships during this financial year, 86% of our apprentices are retained in jobs with us on completion of their qualifications.

Underlining the unique social ethos at the heart of City Building, we have been judged one of the top businesses in Scotland for Equality and Diversity by the Glasgow Business Awards and have increased our market positioning within the top 100 construction companies in the UK from number 62 to 53, according to industry data collated by the journal Construction News.

External, independent validation of our performance is central to a culture of continuously driving forward our performance across the board.

In the past 12 months, we have received specific recognition from a range of industry and business organisations, with over a dozen major plaudits, including:

- The Queen's Award for Enterprise: Sustainable Development
- Quality, health & safety and environmental accreditation ISO 9001, ISO 14001, and ISO 18001
- EFQM Recognised for Excellence 4 Star Accreditation
- Investors in Young People Gold Award.
- Trades House Apprentice of the Year Award
- Association of Gas Safety Awards Scottish Social Housing Contractor of the Year.
- Finalist, Herald Property Awards - Best Regeneration Project
- Finalist, Herald Property Awards - Affordable Housing Development
- Scottish Business Awards - shortlisted in Employer of the Year Category
- Scotland's Modern Apprenticeship Awards - Finalist in the Large Employer of the Year category
- SQA Star Awards - Finalist in the Lifelong Learning Centre Category
- Reserve Forces Employer Silver Award winner
- Carer Positive Employer Award winner
- Commonwealth Construction Apprentice of the Year

Construction Division

Market conditions continued to be challenging for the construction sector as a whole. Revisions to programme start dates and the completion of existing projects resulted in a lower turnover figure of £2.6m (2015- £13.7m), a £16.3m reduction.

Members' report (continued)

Construction Division (continued)

Together with our sister organisation City Building (Glasgow) LLP, the Construction Division continues to be a market leader in providing opportunities which are of significant community and local economic benefit. We are still involved in rolling out various award winning equality initiatives under our "Construction for All" initiative which targets women into construction and the BME community to develop their careers in construction. A stark illustration of our commitment is that City Building now employs one-in-four female craft apprentices in Scotland.

As part of the £300 million new build framework with the Wheatley Group we have completed sites at Marfield Street and Croftfoot Road, Glasgow, both featuring elements of our successful prototype "Glasgow House" and we are moving to the construction of 71 Houses and Flats at Liddesdale Road, Glasgow.

In recent years we have made strategic investments in our technology capabilities, our manufacturing capabilities, our processes and our workforce at our manufacturing facility RSBi. The result of this investment has created additional new ways of working and greater innovation with products and services.

As a contractor we have successfully entered into new areas of work based on both the quality of our work and the community and social benefits that we offer.

With our main strength being in the depth of our service provision we can operate as a main contractor, sub-contractor or as part of a working partnership.

City Building (Contracts) is confident that our stance will be validated and that our order book will allow the company to continue to grow over the course of the forthcoming year.

Repairs and Maintenance Division

Following a strong year for the Repairs and Maintenance Division where turnover has increased from £56.9m to £62.3m, Glasgow City Council and the Wheatley Group have agreed a 50/50 joint venture which will provide improved services to tens of thousands of householders across the city for the next three decades for Wheatley Group customers.

At the forefront of everything we do is a clear responsibility to set new standards of efficiency and accountability. That's why we have worked hard to align services, processes and standards with our other clients where we have enhanced and improved our commercial approach particularly in the delivery of Registered Social Landlords (RSL) Repairs and Maintenance contracts, generating value and delivering a service aligned with the Scottish Housing Regulators' Charter Measures.

The year has also seen a greater increase towards the use of innovation in Mobile Technology with the introduction of fully system interfaced Technical Inspection processes, delivered via tablet technology helping our RSL clients cut void

turnaround times and increase rental revenues. This, combined with an even greater number of trade operatives working via mobile technology, places City Building firmly at the forefront of service delivery that genuinely embodies real-time mobile technology usage that benefits both contractor and client.

This modern and progressive approach has enabled us to secure contract extensions with several key clients, and secure new contracts too.

We have secured Scottish Business Pledge accreditation which is a values-led partnership between the Scottish Government and business. It is a shared ambition of boosting productivity, competitiveness, sustainable employment, workforce engagement and development.

Under various contracts we provide a comprehensive range of repairs and maintenance, investment and specialist services, including appointment based repairs, planned maintenance, gas, lifts, asbestos, voids and some furnished accommodation, achieving in excess of 97% customer satisfaction levels.

As well as providing day-to-day maintenance, City Building also provides a Facility Management Service including lift and alarm maintenance and installation services, asbestos and legionella identification and removal services.

In addition we lead by example in terms of our environmental strategy and addressing our own carbon footprint. Our strategy is annually reviewed and ensures our legal compliance, particularly with SEPA regulated Pollution Prevention and Control permits and waste management licences. Our Environmental Management System is accredited to ISO 14001:2004 and audited by BSI.

Manufacturing Division - RSBi

RSBi is one of the most forward-thinking social enterprises in the UK, combining commercial success with socially-inclusive practices. It employs 260 people, 50% of whom have a disability, including HM Forces veterans from recent conflicts in Afghanistan and Iraq.

(RSBi) experienced a reduction in turnover to £4.4m (2015 - £5.7m), mainly due to the completion of a major office rationalisation programme, for which RSBi manufactured much of the furniture.

This year RSBi became the first supported business in Scotland to secure the Scottish Government's Scottish Business Pledge accreditation.

Our on-going strategy of investing in people, plant and equipment enables us to supply an enormous range of quality products to our clients at a competitive price, underpinning the success of the business as a whole.

As well as manufacturing high quality kitchens, school and office furniture, windows and curtain walling, the timber kits manufactured by RSBi are integral to the

construction of new houses, schools, care units and offices built by the Construction Division.

New projects secured in the past year include several commissions within the student accommodation market, furniture supply to the NHS, Scottish Prison Service and Scottish Fire & Rescue as well as a range of timber kits for clients such as Dickie & Moore and Deeside Timber Frame.

As the new Scottish Welfare Fund arrangements are now managed by Glasgow City Council, RSBi is pleased to have been chosen as a major supplier under this contract, providing furniture and white goods to some of the most vulnerable people in Scottish society.

The Scottish Government established a national framework for Supported Factories and Businesses to provide products and services to the Scottish public sector and RSBi was successful in two Lots. This framework has already opened up new markets for RSBi and activity levels have increased.

It's a reflection of the scale of our commitment to this important sector that RSBi employs 32% of all 16–24 year-olds working for supported businesses in Scotland.

Corporate Services Division

Our Corporate Services Division provides services through our sister LLP, City Building (Glasgow) LLP.

The 324 apprentices employed at our SQA-accredited training centre at Queenslie not only underpin much of the work carried out by our Construction and Repair & Maintenance Divisions, but the outstanding quality of the training they receive enhances their career prospects for decades to come.

With an apprentice “pass out rate” of 94% in the past year, almost a third above the national sector average, our apprenticeship programme is one of the most highly-rated in the country. However, it is only one element of the investment we make in our people, which also covers degree and post-graduate qualifications.

In the past year alone, we have carried out 25,000 hours of training across a myriad of disciplines, from construction, health & safety and manual handling to scaffold inspections, asbestos awareness and first aid.

Our inclusive approach to community engagement is not just the “right thing to do”, but also makes business sense. In all major projects, we actively involve local people in our decision-making processes – after all, they are the ones who will be benefitting from these projects for years to come. Not only do we provide local employment, apprenticeships and sponsorship of local projects and events but we also undertake community-based apprenticeship projects, further strengthening the links between our workforce and our customers.

This year, 70 communities, charities and third sector organisations benefitted from our work, including numerous Community Apprentice Projects undertaken for local

charities, projects and community organisations as well as over 100 school pupils gaining work experience in construction and manufacturing. In addition, we have contributed £30,000 to corporate charities and our employee-led charity fundraising raised £12,570, helping to support 16 different charities.

Risk Management

City Building applies a significant level of corporate governance to the management of business risk and has in place a formal structured risk review process. The risk register is a live document and quarterly reviews are reported to Glasgow City Council and through our own Audit Committee, which is chaired by an elected Board member.

The stability of the UK construction market appears to have improved over the year and our previous concerns with regard to the viability of sub-contractors has diminished.

The Repairs and Maintenance sectors will continue to be driven in part by efforts to reduce energy costs by the installation of energy efficient measures and/or renewable energy generation technologies and City Building is well placed to take advantage of any opportunities in this area.

That apart, we are continually engaged in seeking out new business development opportunities to bolster current contracts.

City Building has worked hard to ensure our cash management procedures are rigorous enough to enable us to manage this resource effectively and we are pleased to report that financial projections forecast a further cash positive position for the forthcoming financial year.

Regular reviews of our business operations and procedures are undertaken by our own Internal Audit Team and those of Glasgow City Council, the results of which are reported to the Audit Committee and subsequently to the Board.

Corporate Social Responsibility

“Building a Sustainable Future” is more than a trite slogan for us. We are acutely aware that we’re providing valuable skills to the workforce of tomorrow and generating sustainable economic and social benefits in our local communities and beyond. Our strong focus on continuous training for all employees, including apprentices and tradespeople, will help us to develop responsible citizens for the future.

City Building is committed to:

- Delivering lasting employment opportunities to local people, including those with a disability and / or from minority groups
- Engaging directly with local community groups, housing associations and other agencies to ensure we maximise opportunities to improve local areas and overall wellbeing

- Continuing our work on youth citizenship programmes to deliver positive communities,
- Investing in green technologies to ensure the future of both our workforce and the environment,
- Increasing the number of apprentices and tradespeople trained in renewable technologies to ensure we have a multi-skilled workforce for the future,
- Combining commercial success with socially and environmentally responsible practices to give life-changing opportunities to those far removed from the labour market,
- Working in partnership with a range of organisations including RNIB, Glasgow's Helping Heroes and the Ministry of Defence to ensure that people of all abilities are encouraged to reach their full potential.

Our strong commitment to sustainable development will ensure that we continue to leave positive and lasting legacies for future generations in local communities across the city.

Investment for New Business Development

City Building is committed to investing in the business to support its development and growth. In line with other construction companies we ensure our marketing budget is directed towards increasing new business opportunities.

During the year we have developed our relationships with new Housing Associations resulting in further contractual gains. We have committed further funds to cement these relationships with upgrades to the main Repairs and Maintenance system and new servers to increase the speed and efficiency of our IT structure.

Outlook 2016 – 17

The Members are of the considered opinion that the core business operations continue to be in a position to deliver a profitable outcome for the forthcoming financial year.

With both a highly skilled workforce and a strong, experienced management team City Building (Contracts) is confident that it will continue to secure new contracts through the 2016 -17 financial year for both itself and its clients resulting in a further increased profits.

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.

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 each aware, there is no relevant audit information of which the Partnership's auditor are 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 Company'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 10th August, 2016

Approved by the members and signed by

Graham Paterson

For and on behalf of

GCC LLP Investments Ltd
Designated member
Registered Number: SO301080

XX August, 2016

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 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 financial statements for each financial year. Under that law the members have elected to prepare the 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 judgements 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.

KPMG LLP
191 West George Street
Glasgow
G2 2LJ
United Kingdom

Independent auditor's report to the members of City Building (Contracts) LLP

We have audited the financial statements of City Building (Contracts) LLP for the year ended 31 March 2016 set out on pages 12 to 20. 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 6, 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 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 2016 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 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
XX August 2016

Profit and loss account and other comprehensive income
for the year ended 31 March 2016

	Note	2016 £000	2015 £000
Turnover	2	64,222	76,323
Cost of sales		<u>(63,608)</u>	<u>(76,290)</u>
Gross Profit	3	614	33
Administrative expenses		<u>(571)</u>	<u>9</u>
Operating profit	4	43	42
Interest receivable and similar income	5	<u>7</u>	<u>8</u>
Profit on ordinary activities before and after taxation being profit for the financial year before members remuneration and profit share		<u>50</u>	<u>50</u>
Salaried remuneration of members	6	-	-
Profit for the period available for discretionary division among members		<u>50</u>	<u>50</u>

All of the LLP's operations are classed as continuing. There were no gains or losses other than those included in the above profit and loss account.

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.

**Other Comprehensive Income
 for year ended 31 March 2016**

	Note	2016 £000	2015 £000
Profit for the year		50	<u>50</u>
Other comprehensive income		-	-
Other comprehensive income for the year, net of income tax		50	59
Total comprehensive income for the year		50	<u>50</u>

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

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

Balance Sheet
 at 31 March 2016

	Note	2016 £000	2015 £000
Current assets			
Debtors	7	19,737	22,565
Cash in hand and in bank		7,596	3,147
		<u>27,333</u>	<u>25,712</u>
Creditors: amounts falling due within one year	8	<u>(26,783)</u>	<u>(24,583)</u>
Net current assets		<u>550</u>	<u>1,129</u>
Provision for liabilities and charges	9	<u>-</u>	<u>(629)</u>
Total assets less current liabilities		<u>550</u>	<u>500</u>
Members' interest			
Members' capital		1	1
Other reserves		<u>549</u>	<u>499</u>
		<u>550</u>	<u>500</u>

These financial statements were approved by the members on 10th August 2016 and were signed on their behalf by:

Graham Paterson
For and on behalf of

GCC LLP Investments Ltd
Designated member
Registered Number:
 SO301080

10th August 2016

Statement of Changes in Equity

	Members capital £000	Other reserves £000	Total equity £000
Balance at 1 April 2014	1	449	450
Total comprehensive income for the period			
Profit or loss	-	50	50
	<hr/>	<hr/>	<hr/>
Balance at 31 March 2015	1	499	500
	<hr/>	<hr/>	<hr/>

Statement of Changes in Equity

	Members capital £000	Other reserves £000	Total equity £000
Balance at 1 April 2015	1	499	500
Total comprehensive income for the period			
Profit or loss	-	50	50
	<hr/>	<hr/>	<hr/>
Balance at 31 March 2016	1	549	550
	<hr/>	<hr/>	<hr/>

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").

These financial statements were prepared in accordance with Financial Reporting Standard 102 *The Financial Reporting Standard* applicable in the UK and Republic of Ireland ("*FRS 102*") as issued in August 2014. The amendments to FRS 102 issued in July 2015 and effective immediately have been applied.

In the transition to FRS 102 from old UK GAAP, the LLP has made no measurement and recognition adjustments.

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 and related notes, and key management personnel compensation as stated in FRS 102. There have been no transition related adjustments raised.

As the LLP is a wholly owned subsidiary of Glasgow City Council, the LLP has taken advantage of the exemption contained in FRS 102 and has therefore not disclosed transactions or balances with entities which form part of the group as related parties.

The LLP has taken advantage of the exemption allowed in s400 of the Companies Act 2006 to prepare group accounts incorporating the results of its subsidiary undertaking City Building (Contracts) LLP, as the results of the LLP and its subsidiary are consolidated into its ultimate parent undertaking, Glasgow City Council, details of which are provided in note 10.

The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements.

Going concern

The financial statements have been prepared on the going concern basis because management believe that City Building (Contracts) LLP will continue to be profitable in the following 12 months. This is based on the contracts which the LLP has for the forthcoming period and prior experience of the general profitability of the work being undertaken.

Turnover recognition

Turnover from grants, 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.

Long-term contracts

The amount of profit attributable to the stage of completion of a long term contract is recognised when the outcome of the contract can be foreseen with reasonable certainty. Turnover for such contracts is stated at the cost appropriate to their stage of completion plus attributable profits, less amounts recognised in previous accounting periods. Provision is made for any losses as soon as they are foreseen.

Contract work in progress is stated as costs incurred, less those transferred to the profit and loss account, after deducting reasonable losses and payments on account not matched with turnover.

Amounts recoverable on contracts are included in debtors and represent turnover recognised in excess of payments on account.

1 Accounting policies (continued)

Provisions

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

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.

2 Turnover

Turnover represents the invoiced value of goods and services supplied within the principal activities of the LLP and is net of VAT.

3 Gross Profit								
The activities of the LLP are broken down as follows:								
Year ended 31 March	Construction Activities		Repairs and Maintenance Activities		Manufacturing		Total	
	2016 £000	2015 £000	2016 £000	2015 £000	2016 £000	2015 £000	2016 £000	2015 £000
Turnover	(2,597)	13,706	62,365	56,886	4,454	5,731	64,222	76,323
Gross profit	(1,748)	(3,132)	2,437	3,172	(75)	(7)	614	33
Common administrative costs							(571)	9
Operating profit							43	42
Interest receivable							7	8
Profit before taxation							50	50

Notes (continued)

4 Operating profit

	2016 £000	2015 £000
<i>Operating profit is stated after charging:</i>		
Auditor's remuneration	4	4
- other services relating to taxation	2	2

5 Other interest receivable and similar income

	2016 £000	2015 £000
Other interest receivable	<u>7</u>	<u>8</u>

6 Particulars of members

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

7 Debtors

	2016 £000	2015 £000
Trade debtors	17,931	14,003
Amounts due by group undertakings	-	-
Prepayments and accrued income	<u>1,806</u>	<u>8,562</u>
	<u>19,737</u>	<u>22,565</u>

8 Creditors: amounts falling due within one year

	2016 £000	2015 £000
Trade creditors	8	26
Amounts owed to parent	-	-
Amounts owed to other group undertakings	21,630	21,145
Value added tax	5,139	3,406
Accruals and deferred income	<u>6</u>	<u>6</u>
	<u>26,783</u>	<u>24,583</u>

9 Provisions for liabilities and charges

	Total £000
Balance at beginning of period	629
Utilised in period	(629)
Additions in provision during the period	<u>-</u>
Balance at close of period	<u>-</u>

Provisions related to the potential rework or claims on current or completed contracts.

Notes (continued)

10 Ultimate parent organisation

The LLP's ultimate parent undertaking is Glasgow City Council, one of its designated members, as this is 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.

11 Post Balance Sheet Events

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

We are monitoring any effects of the Brexit vote in relation to any slowing in the market.