

Registered number: 07569496

**NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST
COMPANY**

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2020

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NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

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NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

COMPANY INFORMATION

DIRECTORS

N J Danks
L Harrison
H M Young

REGISTERED NUMBER

07569496

REGISTERED OFFICE

Unit 48 Pure Offices Pastures Avenue
St. Georges
Weston-Super-Mare
BS22 7SB

INDEPENDENT AUDITORS

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
2 Glass Wharf
Bristol
BS2 0FR

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

STRATEGIC REPORT FOR THE YEAR ENDED 31 MARCH 2020

The directors present the Strategic Report of North Somerset Community Partnership Community Interest Company (the "Company") for the year ended 31 March 2020.

BUSINESS REVIEW

North Somerset Community Partnership Community Interest Company (NSCP) provided a wide range of community health services including community nursing, specialist nursing and therapy services under contract to the NHS, predominantly within North Somerset.

Having received notice from Bristol, North Somerset and South Gloucestershire CCG on 13th March 2019 to terminate its core contract, with the approval of shareholders, the Company agreed a strategy of joint tender response to a larger contract covering the whole of Bristol, North Somerset and South Gloucestershire worth £1,056m over a 10 year term; followed by a legally binding commitment to merge with Bristol Community Health CIC, if it were successful in securing the contract.

On 3rd July 2019 the Company was informed that the joint bid was not successful, confirming the loss of the Company's core income stream from 31st March 2020. Having evaluated the Company's ability to trade with a 70% loss of income The Board of Directors concluded that the company would not be able to provide services cost effectively and therefore set about transferring the remaining services to other healthcare providers.

On 31st March 2020 the company ceased to trade, with all service delivery transferring to other providers on this date, along with the TUPE transfer of all but nine staff, eight of whom were made redundant on 31st March 2020.

The Board of Directors have reviewed the financial position of the Company and expect it to liquidate solvently, by way of a Member's Voluntary Liquidation during the year ending 31st March 2021, with remaining funds being distributed to the NSCP Fund. This charitable fund, managed by Quartet Community Foundation, will ensure an endowment into perpetuity to support the health and wellbeing of North Somerset residents and training and development of Community Healthcare workers in North Somerset.

Key appointments and Corporate Governance

Details of resignations of directors can be found on page 5.

PRINCIPAL RISKS AND UNCERTAINTIES

Risk Management

The Company uses an integrated risk management tool that provides a holistic approach covering all the risks of the Company. Risks are delegated for management at the most appropriate level, with progress and changes in scores monitored and risks escalated as appropriate to an overarching Corporate Risk Register. Risks to delivering strategic objectives are managed through a Board Assurance Framework, with oversight by the Audit and Assurance Committee derived from assurance provided by the sub-committees of the Board. This approach facilitates visibility and management of risk by the Board of Directors.

Income Risk

The Company has received notice to terminate its contract with BNSSG CCG effective from 31st March 2020. The 'Block' nature of the contract that the Company holds with the NHS ensured the Company received the planned income levels for the remainder of the contract year.

Insolvency Risk

The Company has retained the services of Insolvency Advisory professional services to support it in assessing insolvency risks and to take corrective action to ensure the Company does not enter into insolvency proceedings.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

PRINCIPAL RISKS AND UNCERTAINTIES (CONTINUED)

The Board of Directors, supported by their advisors, have projected the cashflow requirements to bring the company to a close, and confirm that they will be able to liquidate solvently during the financial year ending 31st March 2021 by way of a Member's Voluntary Liquidation. The forecast projections indicate there will be approximately £4m to distribute to the NSCP Fund post liquidation.

Liquidity Risk

Currently 100% of the Company's reserves are held liquid with instant access via a UK bank rated A1 by Standard and Poor.

Clinical and Operational Risk

Clinical risk is managed as part of the Company's integrated governance arrangements, which includes: a comprehensive Board Assurance Framework, risk register, clinical policy control, learning and development framework, clinical supervision and targeted clinical audit programme.

The Director of Operations provides leadership to manage the operational challenges represented by increasing demand and limited financial resources jointly with NHS commissioners. This includes setting out the safe clinical capacity given the resources available and a joint approach to addressing increasing demand where capacity is limited. The Board of Directors receives a monthly performance report giving a detailed overview of the performance compared to contracted measures and NHS constitutional standards.

The Company was rated as 'Good' by the Care Quality Commission following an inspection in November 2016 and under the leadership of the Director of Nursing and Therapies continues to drive improvements in the quality of services provided, aiming for an "Outstanding" rating. The Board of Directors receives assurance regarding the Quality of services provided through a monthly Quality Report and is supported by The Quality Committee, a sub-committee of the Board, who provide more detailed scrutiny and oversight.

In accordance with the Health Act 2009 the Company produces an annual Quality Account outlining its quality priorities for the coming year and achievements from the prior year. The Company holds an annual celebration event where all staff can celebrate the achievements and receive recognition for the work of their teams and the services provided.

The Director of People and Organisational Development oversees our Learning and Development team to support all staff develop. In the year under review the Company has extended its leadership development programme.

Cyber Risk

The Company is dependent upon the resilience of its IT systems to deliver a managed closure and financial transaction processing.

The Company out-sources its IT provision to NHS England who acts as Data Processor, via The NHS South Central and West Commissioning Support Unit (SCWCSU). The SCWCSU retains close links with NHS Digital and the National Cyber Security Centre (part of GCHQ) and they proactively monitor all network traffic and intrusion attempts and share information to prevent known vulnerabilities being exploited and to contain risk. Through this arrangement the Company benefits from contracting its IM&T Infrastructure, data storage and retrieval and IT support to a supplier who is Cyber Essentials 'Plus' certified and has the scale of resources to support the Company effectively.

The Company has reported 100% compliance with the mandatory items of the DSP Toolkit and 78% achievement of non-mandatory items. This provides the assurance that the Company is taking reasonable steps to safeguard its cyber risk and information security.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

STRATEGIC REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

ENVIRONMENTAL, EMPLOYEES, SOCIAL, COMMUNITY AND HUMAN RIGHTS MATTERS

As a Community Interest Company (CIC) NSCP's purpose is to benefit the population of North Somerset. The Company has a Community Forum, which is constituted in line with the Company's Articles of Association, comprising representatives drawn from local charities, voluntary groups and other third sector organisations to represent the views of the local population.

During the year the Company maintained an open dialogue with staff relating to the bid, and potential merger; then subsequently when communicating the loss of contract and the plans to liquidate the company.

In preparation for the closure of the company the company purchased 339 shares from staff shareholders, leaving 3 shareholders remaining (2019: 442). Throughout a year of significant change the Board of Directors have been supported by the Staff Council, whereby representatives are elected by their peers to represent their colleagues. The Chair of Staff Council attended Board meetings in an advisory capacity to ensure the voice of shareholders is considered in decision making. Through lengthy engagement and collaboration with Staff Council and shareholders the Company has amended its articles of association to stipulate that all funds on liquidation will be distributed to Quartet Community Foundation, who will hold the NSCP Fund. The NSCP fund has been constituted as an endowment fund, providing benefit in perpetuity to the residents of North Somerset to support their Health and Wellbeing, and to support the continued training and development of Community Healthcare workers in North Somerset.

The Board of Directors is committed to ensuring equality of access and, under the leadership of the Director of People and Organisational Development, regularly reviews its performance against the Equality and Diversity Delivery System. This framework supports services being provided in an equitable way and ensures that the Company recognises and addresses disadvantaged minority or special interests in the way that it conducts its corporate affairs or service delivery.

In line with our social value pledge and our goal of increasing Social Impact the Company has donated a further £4.2m (2019: £25k) to establish a charitable endowed fund. The funding panel has been constituted and is prioritizing schemes to support North Somerset through the severe acute respiratory syndrome coronavirus 2 (SARS-CoV-2) pandemic.

FINANCIAL KEY PERFORMANCE INDICATORS

The Company uses the following information to monitor its financial position:

- Trading Position – Actual vs planned expenditure is monitored by cost centres - aligned to different service areas with dedicated budget managers - and by expense type.
- Cash Position – The cash position of the Company is monitored daily against forecast expenditure to ensure that the Company has enough cash to cover its requirements.
- Working Capital – Managed using debtor days and creditor days, with appropriate authorisation levels in place for write offs and issue of credit notes.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**STRATEGIC REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

Key financial ratios

	2020	2019
Cash Cover (Liquidity) Days	62.88	128.24
Debtor Days (Trade debtor/Turnover x 365)	1.18	2.38
Creditor Days (Trade Creditor/Operating Charges x 365)	26.18	42.25
Pre-exceptional Operating Profit/(Loss) % of Turnover The position is in-line with the annual plan	3.50%	4.37%
ROCE (Return on Capital Employed (Pre-exception Earnings Before Interest/Total Shareholders' Funds)	9.94%	(4.77)%

This report was approved by the board and signed on its behalf by:



N J Danks
Director

Date:

12 June 2020

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

DIRECTORS' REPORT FOR THE YEAR ENDED 31 MARCH 2020

The directors present their annual report and the audited financial statements of North Somerset Community Partnership Community Interest Company (the "Company") for the year ended 31 March 2020.

PRINCIPAL ACTIVITIES

The Company provided community based healthcare services, free to the people that use them across Bristol, North Somerset and South Gloucestershire.

Following the loss of contracts following a NHS procurement all services ceased on 31st March 2020 and the company stopped trading, and is in the process of preparing for a solvent liquidation, which is expected to be concluded during the year ending 31st March 2021.

RESULTS AND DIVIDENDS

The operating profit for the financial year amounted to £371,703 (2019: loss of £182,407).

The loss for the financial year amounted to £88,829 (2019: loss of £134,104).

It is the directors' recommendation that a dividend is not paid (2019: £Nil).

DIRECTORS

The directors who served during the year and up to the date of signing the financial statements, unless otherwise stated, were:

Non-Executive Directors

D H Baldwin	(resigned 31 March 2020)
L Harrison	
L M Nash, Chair	(resigned 31 March 2020)
P J Saunders	(resigned 31 March 2020)
H M Young	

Executive Directors

J A Brown	(resigned 31 March 2020)
N J Danks	
S J Harding	(resigned 31 March 2020)
M Lewis	(resigned 31 March 2020)
J A Turton	(resigned 31 March 2020)

Company Secretary

P E Gillard	(resigned 28 November 2019)
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QUALIFYING THIRD PARTY INDEMNITY PROVISIONS

As permitted by the Articles of Association, the directors have the benefit of an indemnity which is a qualifying third party indemnity provision as defined by Section 234 of the Companies Act 2006. The indemnity was in force throughout the last financial year and is currently in force. The Company also purchased and maintained throughout the financial year "Directors' and Officers'" liability insurance in respect of its directors.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

FINANCIAL RISK MANAGEMENT

The Board of Directors kept financial performance under review through its Finance, Information, People and Performance Committee, which reported into the Audit and Assurance Committee, supplemented by monthly detailed budget reviews with all budget holders and monthly reporting of summary financial information to the Board of Directors.

The Board of Directors set financial plans for the year with the outcome of the plan to ensure the company had sufficient liquid reserves to support the solvent liquidation of the company.

Insolvency Risk

The Company has retained the services of Insolvency Advisory professional services to support it in assessing insolvency risks and to take corrective action to ensure the Company does not enter into insolvency proceedings.

Having assessed the company as being unviable without the adult community services income, the company pursued a strategy of transferring the remaining 'services' ahead of the contract end date. This resulted in all income and costs being transferred to the new providers before 31st March 2020. These transfers were supported by underpinning Business Transfer Agreements to ensure that all parties were clear as to what was being transferred and the associated financial and commercial risks and benefits that would be transferring, these discussions were supported by the company's legal counsel.

The Board of Directors, supported by their advisors, have projected the cashflow requirements to bring the company to a close, and confirm that they will be able to liquidate solvently during the financial year ending 31st March 2021 by way of a Member's Voluntary Liquidation. The forecast projections indicate there will be approximately £4m to distribute to the NSCP Fund post liquidation.

Liquidity Risk

Currently 100% of the Company's reserves are held liquid with instant access via a UK bank rated A1 by Standard and Poor.

FUTURE DEVELOPMENTS

The Directors confirm that the company has ceased trading and will enter a solvent liquidation during the year ending 31st March 2021 and continue to be advised by legal and professional firms. Accordingly, these financial statements are prepared on a basis other than going concern.

EMPLOYEE INVOLVEMENT

Throughout the financial year the Company continued to systematically provide employees with information on matters of concern to them, consulting them or their representatives regularly so that their views could be taken into account when making decisions that are likely to affect their interests. Employee involvement in the Company was encouraged, as achieving a common awareness on the part of all employees of the financial and economic factors affecting the Company played a major role in achieving its objectives. The Company encouraged the involvement of employees through its regular "Connect" team brief, Board level service visits and the close working arrangements with our recognised unions through the Joint Union and Management Partnership.

The Staff Council Chair attends the Board in an advisory capacity and has contributed to a wide range of discussions ranging from current performance to future strategic direction. During the year the Board has held meetings that are open for shareholders to attend and ask questions.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

DIRECTORS' REPORT (CONTINUED) FOR THE YEAR ENDED 31 MARCH 2020

DISABLED EMPLOYEES

The Company is committed to employment policies which follow best practice, based on equal opportunities for all employees, irrespective of sex, race, colour, disability, religion or marital status. The Company gives full and fair consideration to applications for employment from disabled persons, having regard to their particular aptitudes and abilities. Appropriate arrangements are made for the continued employment and training, career development and promotion of disabled persons employed by the Company. If members of staff become disabled the Company continues employment, either in the same or an alternative position, with appropriate retraining and adjustments being given if necessary.

DIRECTORS' RESPONSIBILITIES STATEMENT

The directors are responsible for preparing the Annual Report and the financial statements in accordance with applicable law and regulation.

Company law requires the directors to prepare financial statements for each financial year. Under that law the directors have prepared the financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law). Under company law the directors 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 Company and of the profit or loss of the Company for that period. In preparing the financial statements, the directors are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and accounting estimates that are reasonable and prudent;
- state whether applicable United Kingdom Accounting Standards, comprising FRS 102, 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 Company will continue in business.

The directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Company's transactions and disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies Act 2006.

The directors also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DISCLOSURE OF INFORMATION TO AUDITORS

Each of the persons who are directors at the time when this Directors' Report is approved has confirmed that:

- so far as the director is aware, there is no relevant audit information of which the Company's auditors are unaware; and
- the director has taken all the steps that ought to have been taken as a director in order to be aware of any relevant audit information and to establish that the Company's auditors are aware of that information.

INDEPENDENT AUDITORS

Under section 487(2) of the Companies Act 2006, PricewaterhouseCoopers LLP will be deemed to have been reappointed as auditors 28 days after these financial statements were sent to members or 28 days after the latest date prescribed for filing the financial statements with the registrar, whichever is earlier.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**DIRECTORS' REPORT (CONTINUED)
FOR THE YEAR ENDED 31 MARCH 2020**

This report was approved by the board and signed on its behalf by:

A handwritten signature in black ink, appearing to be 'N J Danks', written over a horizontal line.

N J Danks
Director

Date: 12 JUNE 2020.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

Report on the audit of the financial statements

Opinion

In our opinion, North Somerset Community Partnership Community Interest Company's financial statements:

- give a true and fair view of the state of the company's affairs as at 31 March 2020 and of its loss and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Companies Act 2006.

We have audited the financial statements, included within the Annual Report and Financial Statements (the "Annual Report"), which comprise: the Statement of Financial Position as at 31 March 2020; the Statement of Comprehensive Income, the Statement of Cash Flows, the Statement of Changes in Equity for the year then ended; and the notes to the financial statements, which include a description of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Emphasis of matter - financial statements prepared on a basis other than going concern

In forming our opinion on the financial statements, which is not modified, we draw attention to note 2.1 to the financial statements which describes the directors' reasons why the financial statements have been prepared on a basis other than going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The directors are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

With respect to the Strategic Report and Directors' Report, we also considered whether the disclosures required by the UK Companies Act 2006 have been included.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Strategic Report and Directors' Report

In our opinion, based on the work undertaken in the course of the audit, the information given in the Strategic Report and Directors' Report for the year ended 31 March 2020 is consistent with the financial statements and has been prepared in accordance with applicable legal requirements.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY (CONTINUED)

In light of the knowledge and understanding of the company and its environment obtained in the course of the audit, we did not identify any material misstatements in the Strategic Report and Directors' Report.

Responsibilities for the financial statements and the audit

Responsibilities of the directors for the financial statements

As explained more fully in the Directors' Responsibilities Statement, the directors are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The directors are also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the directors are responsible for assessing the company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the company or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of our responsibilities for the audit of the financial statements is located on the FRC's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the company's members as a body in accordance with Chapter 3 of Part 16 of the Companies Act 2006 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Other required reporting

Companies Act 2006 exception reporting

Under the Companies Act 2006 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- adequate accounting records have not been kept by the company, or returns adequate for our audit have not been received from branches not visited by us; or
- certain disclosures of directors' remuneration specified by law are not made; or
- the financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.



Craig Sullivan (Senior Statutory Auditor)
for and on behalf of PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors

Bristol

Date: 12 June 2020

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2020**

	Note	2020 £	2019 £
Turnover	4	34,584,752	32,624,734
Other operating income	5	233,182	91,812
Other external charges		(9,494,972)	(8,034,787)
Gross profit		25,322,962	24,681,759
Staff costs	9	(24,112,138)	(23,162,606)
Depreciation and amortisation		-	(92,408)
Exceptional expenses	6	(839,121)	(1,609,152)
Operating profit/(loss)	7	371,703	(182,407)
Interest receivable and similar income	11	56,045	33,637
Profit/(loss) before taxation		427,748	(148,770)
Tax on profit/(loss)	12	(516,577)	14,666
Loss for the financial year		(88,829)	(134,104)
Total comprehensive expense for the financial year		(88,829)	(134,104)

The notes on pages 16 to 30 form part of these financial statements.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY
REGISTERED NUMBER: 07569496

STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2020

	Note	2020 £	2019 £
Fixed assets			
Intangible assets	13	-	-
Tangible assets	14	-	-
		<u>-</u>	<u>-</u>
Current assets			
Debtors	15	357,273	1,073,909
Cash at bank and in hand	16	5,789,718	10,961,325
		<u>6,146,991</u>	<u>12,035,234</u>
Creditors: amounts falling due within one year	17	(1,347,907)	(5,861,927)
Net current assets		<u>4,799,084</u>	<u>6,173,307</u>
Total assets less current liabilities		<u>4,799,084</u>	<u>6,173,307</u>
Provisions for liabilities			
Other provisions	20	(1,061,336)	(2,346,291)
		<u>(1,061,336)</u>	<u>(2,346,291)</u>
Net assets		<u>3,737,748</u>	<u>3,827,016</u>
Capital and reserves			
Called up share capital	21	3	442
Profit and loss account	22	3,737,745	3,826,574
Total shareholders' funds		<u>3,737,748</u>	<u>3,827,016</u>

The financial statements on pages 12 to 30 were approved and authorised for issue by the board and were signed on its behalf by:



N J Danks
 Director

Date: 12/6/2020

The notes on pages 16 to 30 form part of these financial statements.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 MARCH 2020**

	Called up share capital £	Profit and loss account £	Total shareholders' funds £
At 1 April 2018	413	3,960,678	3,961,091
Comprehensive expense for the financial year			
Loss for the financial year	-	(134,104)	(134,104)
Total comprehensive expense for the financial year	-	(134,104)	(134,104)
Contributions by and distributions to owners			
Net movement in shares during the financial year	29	-	29
Total transactions with owners	29	-	29
At 31 March 2019 and 1 April 2019	442	3,826,574	3,827,016
Comprehensive expense for the financial year			
Loss for the financial year	-	(88,829)	(88,829)
Total comprehensive expense for the financial year	-	(88,829)	(88,829)
Contributions by and distributions to owners			
Shares redeemed during the financial year	(439)	-	(439)
Total transactions with owners	(439)	-	(439)
At 31 March 2020	3	3,737,745	3,737,748

The notes on pages 16 to 30 form part of these financial statements.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 MARCH 2020**

	2020 £	2019 £
Cash flows from operating activities		
Profit/(loss) for the financial year	(88,829)	(134,104)
Adjustments for:		
Amortisation of intangible assets	-	86,544
Depreciation of tangible assets	-	1,768
Loss on disposal of tangible assets	-	4,096
Government grants	(220,643)	(87,925)
Interest received	(56,045)	(33,637)
Taxation charge/(credit)	516,577	(14,666)
Decrease in debtors	171,186	2,246,382
(Decrease)/increase in creditors	(4,039,604)	1,381,951
(Decrease)/increase in provisions	(1,284,955)	1,433,438
Corporation tax paid	(445,982)	(712,178)
Net cash (utilised in)/generated from operating activities	(5,448,295)	4,171,669
Cash flows from investing activities		
Government grants received	220,643	-
Interest received	56,045	33,637
Net cash from investing activities	276,688	33,637
Cash flows from financing activities		
Issue of ordinary shares	-	29
Net cash from financing activities	-	29
Net (decrease)/increase in cash and cash equivalents	(5,171,607)	4,205,335
Cash and cash equivalents at beginning of financial year	10,961,325	6,755,990
Cash and cash equivalents at the end of financial year	5,789,718	10,961,325
Cash and cash equivalents at the end of financial year comprise:		
Cash at bank and in hand	5,789,718	10,961,325

The notes on pages 16 to 30 form part of these financial statements.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

1. GENERAL INFORMATION

North Somerset Community Partnership CIC (NSCP) provides nearly 30 different services to the population of North Somerset under contract to the National Health Service (NHS). The services are organised in localities in order to support the varied needs of local communities within North Somerset

- Community teams - providing a range of therapy and nursing services to adults to enable them to stay well in their own homes,
- North Somerset Community Hospital – a community hospital resource with a Minor Injuries Unit, Outpatient services and rehabilitation beds,
- Specialist Services comprising nurses and therapists with specialist skills supporting patients with long term conditions,
- Learning Disabilities Services – a joint service with Health and Social Care staff working together to support those people in our population with a Learning Disability,
- Children's services – offering universal and specialist services to 0-19 year olds enabling them to have the best start in life,
- Partner2Care – offering a personal health budget brokering and assessment service to clients who have are eligible to receive their own personal health budget to ensure the delivery of their own care.

The organisation operates as a social enterprise combining the focus and efficiency of a commercial business with the retained values of the NHS. NSCP delivers sustainable investment in the North Somerset area and provides high quality services to its patients, customers and clients.

The Company is a private company limited by shares and is incorporated and domiciled in England. The address is Unit 48 Pure Offices Pastures Avenue, St. Georges, Weston-Super-Mare, BS22 7SB.

2. ACCOUNTING POLICIES

2.1 BASIS OF PREPARATION OF FINANCIAL STATEMENTS

On 3rd July 2019 the Company was informed that its joint bid, with Bristol Community Health, to secure a contract beyond 31st March 2020 was unsuccessful. The Board of Directors secured shareholder approval for the company to prepare for a Member's Voluntary Liquidation during the year ending 31st March 2021.

Accordingly, without any sales revenue, the financial statements have been prepared on a basis other than going concern.

This alternative basis of preparation has resulted in providing for liabilities arising as a result of the decision to cease trading to reflect obligations that existed as at the Statement of Financial Position date.

The preparation of financial statements in compliance with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise judgement in applying the Company's accounting policies (see note 3).

The following principal accounting policies have been applied consistently throughout the year:

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.2 TURNOVER

Turnover is recognised to the extent that it is probable that the economic benefits will flow to the Company and the turnover can be reliably measured. Turnover is measured as the fair value of the consideration received or receivable, excluding discounts, rebates, value added tax and other sales taxes. The following criteria must also be met before turnover is recognised:

Rendering of services

Turnover from a contract to provide services is recognised in the period in which the services are provided in accordance with the stage of completion of the contract when all of the following conditions are satisfied:

- the amount of turnover can be measured reliably;
- it is probable that the Company will receive the consideration due under the contract;
- the stage of completion of the contract at the end of the reporting period can be measured reliably; and
- the costs incurred and the costs to complete the contract can be measured reliably.

2.3 INTANGIBLE ASSETS

Intangible assets are initially recognised at cost. After recognition, under the cost model, intangible assets are measured at cost less any accumulated amortisation and any accumulated impairment losses.

All intangible assets are considered to have a finite useful life. If a reliable estimate of the useful life cannot be made, the useful life shall not exceed ten years. The useful life of intangible assets is considered to be 10 years.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.4 TANGIBLE ASSETS

Tangible assets under the cost model are stated at historical cost less accumulated depreciation and any accumulated impairment losses. Historical cost includes expenditure that is directly attributable to bringing the asset to the location and condition necessary for it to be capable of operating in the manner intended by management.

The Company adds to the carrying amount of an item of fixed assets the cost of replacing part of such an item when that cost is incurred, if the replacement part is expected to provide incremental future benefits to the Company. The carrying amount of the replaced part is derecognised. Repairs and maintenance are charged to profit or loss during the period in which they are incurred.

Depreciation is charged so as to allocate the cost of assets less their residual value over their estimated useful lives.

Depreciation is provided on the following basis:

Computer equipment	- 3 years straight line
Other fixed assets	- 5 years straight line

The assets' residual values, useful lives and depreciation methods are reviewed, and adjusted prospectively if appropriate, or if there is an indication of a significant change since the last reporting date.

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount and are recognised in the Statement of Comprehensive Income.

2.5 OPERATING LEASES

Rentals paid under operating leases are charged to the Statement of Comprehensive Income on a straight line basis over the lease term.

2.6 DEBTORS

Short term debtors are measured at transaction price, less any impairment. Loans receivable are measured initially at fair value, net of transaction costs, and are measured subsequently at amortised cost using the effective interest method, less any impairment.

2.7 CASH AT BANK AND IN HAND

Cash is represented by cash in hand and deposits with financial institutions repayable without penalty on notice of not more than 24 hours. Cash equivalents are highly liquid investments that mature in no more than three months from the date of acquisition and that are readily convertible to known amounts of cash with insignificant risk of change in value.

In the Statement of Cash Flows, cash and cash equivalents are shown net of bank overdrafts that are repayable on demand and form an integral part of the Company's cash management.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.8 FINANCIAL INSTRUMENTS

The Company only enters into basic financial instrument transactions that result in the recognition of financial assets and liabilities like trade and other debtors and creditors, loans from banks and other third parties, loans to related parties and investments in ordinary shares.

Debt instruments (other than those wholly repayable or receivable within one year), including loans and other accounts receivable and payable, are initially measured at present value of the future cash flows and subsequently at amortised cost using the effective interest method. Debt instruments that are payable or receivable within one year, typically trade debtors and creditors, are measured, initially and subsequently, at the undiscounted amount of the cash or other consideration expected to be paid or received. However, if the arrangements of a short-term instrument constitute a financing transaction, like the payment of a trade debt deferred beyond normal business terms or in case of an outright short-term loan that is not at market rate, the financial asset or liability is measured, initially at the present value of future cash flows discounted at a market rate of interest for a similar debt instrument and subsequently at amortised cost, unless it qualifies as a loan from a director in the case of a small company, or a public benefit entity concessionary loan.

Financial assets that are measured at cost and amortised cost are assessed at the end of each reporting period for objective evidence of impairment. If objective evidence of impairment is found, an impairment loss is recognised in the Statement of Comprehensive Income.

For financial assets measured at amortised cost, the impairment loss is measured as the difference between an asset's carrying amount and the present value of estimated cash flows discounted at the asset's original effective interest rate. If a financial asset has a variable interest rate, the discount rate for measuring any impairment loss is the current effective interest rate determined under the contract.

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is an enforceable right to set off the recognised amounts and there is an intention to settle on a net basis or to realise the asset and settle the liability simultaneously.

2.9 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.

2.10 GOVERNMENT GRANTS

Grants are accounted under the accruals model as permitted by FRS 102. Grants relating to expenditure on tangible fixed assets are credited to the Statement of Comprehensive Income at the same rate as the depreciation on the assets to which the grant relates. The deferred element of grants is included in creditors as deferred income.

Grants of a revenue nature are recognised in the Statement of Comprehensive Income in the same period as the related expenditure.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.11 PENSIONS

DEFINED CONTRIBUTION PENSION PLAN

The Company operates a defined contribution plan for its employees. A defined contribution plan is a pension plan under which the Company pays fixed contributions into a separate entity. Once the contributions have been paid the Company has no further payment obligations.

The contributions are recognised as an expense in the Statement of Comprehensive Income when they fall due. Amounts not paid are shown in accruals as a liability in the Statement of Financial Position. The assets of the plan are held separately from the Company in independently administered funds.

2.12 INTEREST INCOME

Interest income is recognised in the Statement of Comprehensive Income using the effective interest method.

2.13 PROVISIONS FOR LIABILITIES

Provisions are made where an event has taken place that gives the Company a legal or constructive obligation that probably requires settlement by a transfer of economic benefit, and a reliable estimate can be made of the amount of the obligation.

Provisions are charged as an expense to the Statement of Comprehensive Income in the year that the Company becomes aware of the obligation, and are measured at the best estimate at the Statement of Financial Position date of the expenditure required to settle the obligation, taking into account relevant risks and uncertainties.

When payments are eventually made, they are charged to the provision carried in the Statement of Financial Position.

Dilapidation provisions are made, in accordance with FRS 102, to account for expenditure necessary to ensure leased buildings are returned in accordance with the terms of the lease contract.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

2. ACCOUNTING POLICIES (CONTINUED)

2.14 CURRENT AND DEFERRED TAXATION

The tax expense for the year comprises current and deferred tax. Tax is recognised in the Statement of Comprehensive Income, except that a charge attributable to an item of income and expense recognised as other comprehensive income or to an item recognised directly in equity is also recognised in other comprehensive income or directly in equity respectively.

The current income tax charge is calculated on the basis of tax rates and laws that have been enacted or substantively enacted by the Statement of Financial Position date in the countries where the Company operates and generates income.

Deferred tax balances are recognised in respect of all timing differences that have originated but not reversed by the Statement of Financial Position date, except that:

- The recognition of deferred tax assets is limited to the extent that it is probable that they will be recovered against the reversal of deferred tax liabilities or other future taxable profits; and
- Any deferred tax balances are reversed if and when all conditions for retaining associated tax allowances have been met.

Deferred tax balances are not recognised in respect of permanent differences except in respect of business combinations, when deferred tax is recognised on the differences between the fair values of assets acquired and the future tax deductions available for them and the differences between the fair values of liabilities acquired and the amount that will be assessed for tax. Deferred tax is determined using tax rates and laws that have been enacted or substantively enacted by the Statement of Financial Position date.

2.15 EXCEPTIONAL ITEMS

Exceptional items are transactions that fall within the ordinary activities of the Company but are presented separately due to their size or incidence.

3. JUDGEMENTS IN APPLYING ACCOUNTING POLICIES AND KEY SOURCES OF ESTIMATION UNCERTAINTY

Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The directors consider that the following estimates and judgements are likely to have the most significant effect on the amounts recognised in the financial information.

Provisions:

The Directors have confirmed that following the loss of the contract for the delivery of community health services the Company will cease trading on 31st March 2020. All services have been transferred to third parties, with the vast majority of staff having transferred under TUPE regulations.

The management have made provision relating to:

- Redundancy liabilities, this reflecting the contractual obligations the company has to the staff concerned, therefore actual expenditure will not vary materially to the carrying amount.
- Holiday Pay – this reflecting the potential liability for claims that the company has not yet received, but may receive from staff who have TUPE transferred to new employers. The window for claims to be brought against the company expires on 30th June 2020.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

4. TURNOVER

The whole of the turnover is attributable to the principal activity of the Company being the provision of healthcare services.

All turnover arose within the United Kingdom.

5. OTHER OPERATING INCOME

	2020 £	2019 £
Other operating income	12,539	3,887
Government grants recognised	220,643	87,925
	<u>233,182</u>	<u>91,812</u>

6. EXCEPTIONAL EXPENSES

	2020 £	2019 £
Redundancy costs	<u>839,121</u>	<u>1,609,152</u>

7. OPERATING PROFIT/(LOSS)

The operating profit/(loss) is stated after charging:

	2020 £	2019 £
Depreciation of tangible assets	-	1,768
Amortisation of intangible assets, including goodwill	-	86,544
Operating lease rentals	<u>642,061</u>	<u>381,176</u>

8. AUDITORS' REMUNERATION

	2020 £	2019 £
Fees payable to the Company's auditors for the audit of the Company's annual financial statements	<u>31,330</u>	<u>30,495</u>

FEES PAYABLE TO THE COMPANY'S AUDITORS IN RESPECT OF:

Taxation compliance services	2,750	13,700
All other services	<u>64,455</u>	<u>186,705</u>
	<u>67,205</u>	<u>200,405</u>

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

9. STAFF COSTS

Staff costs, including directors' remuneration, were as follows:

	2020	2019
	£	£
Wages and salaries	20,062,986	19,420,827
Social security costs	1,926,398	1,759,451
Other pension costs	2,122,754	1,982,328
	24,112,138	23,162,606

The average monthly number of employees, including the directors, during the year was as follows:

	2020	2019
	Number	Number
Employees	613	600

	2020	2019
	Number	Number
Total FTE staff group		
Scientific and technical	8	5
Clinical services	132	131
Administrative and clerical	133	136
Allied health professionals	75	74
Estates and ancillary	8	6
Medical and dental	2	1
Nursing and midwifery	250	242
Students	5	5
	613	600

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

10. DIRECTORS' REMUNERATION

	2020 £	2019 £
Aggregate directors' remuneration	713,134	509,631
Company contributions to defined contribution pension schemes	67,839	66,235
	<u>780,973</u>	<u>575,866</u>

During the year retirement benefits were accruing to 5 directors (2019: 5) in respect of defined contribution pension schemes.

The highest paid director received remuneration of £180,941 (2019: £114,637).

The value of the Company's contributions paid to a defined contribution pension scheme in respect of the highest paid director amounted to £17,274 (2019: £16,483).

The directors' remuneration reflects a fully established Board of Directors (5 Executive, 5 Non Executive) (2019: 5 Executive, 5 Non Executive).

11. INTEREST RECEIVABLE AND SIMILAR INCOME

	2020 £	2019 £
Other interest receivable	<u>56,045</u>	<u>33,637</u>

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

12. TAX ON PROFIT/(LOSS)

	2020 £	2019 £
CORPORATION TAX		
Current tax on profit/(loss) for the financial year	-	683,417
Adjustments in respect of prior years	(28,435)	(1,072)
TOTAL CURRENT TAX	(28,435)	682,345
DEFERRED TAX		
Origination and reversal of timing differences	513,964	(710,266)
Effect of reduced tax rate on opening liability	-	17,395
Adjustment in respect of prior years	31,048	(4,140)
TOTAL DEFERRED TAX	545,012	(697,011)
TAX ON PROFIT/(LOSS)	516,577	(14,666)

FACTORS AFFECTING TAX CHARGE/(CREDIT) FOR THE FINANCIAL YEAR

The tax assessed for the year is higher than (2019: higher than) the standard rate of corporation tax in the UK of 19.00% (2019: 19.00%). The differences are explained below:

	2020 £	2019 £
Profit/(loss) before taxation	427,748	(148,770)
Profit/(loss) before taxation multiplied by standard rate of corporation tax in the UK of 19.00% (2019: 19.00%)	81,272	(28,266)
EFFECTS OF:		
Expenses not deductible for tax purposes	272,960	18,123
Adjustments to tax charge in respect of prior years	2,613	(5,212)
Non-taxable income	(41,922)	(16,706)
Tax rate changes	-	17,395
Deferred tax not provided	201,654	-
TOTAL TAX CHARGE/(CREDIT) FOR THE FINANCIAL YEAR	516,577	(14,666)

FACTORS THAT MAY AFFECT FUTURE TAX CHARGES

Changes to the UK corporation tax rates were substantively enacted as part of Finance Bill 2016 (on 7 September 2016). These include reductions to the main rate to reduce the rate to 17% from 1 April 2020. Deferred taxes at the Statement of Financial Position date have been measured using these enacted tax rates and reflected in these financial statements.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

13. INTANGIBLE ASSETS

	Licences £
At 1 April 2019	846,647
Disposals	(846,647)
At 31 March 2020	-
ACCUMULATED AMORTISATION	
At 1 April 2019	846,647
On disposals	(846,647)
At 31 March 2020	-
NET BOOK VALUE	
At 31 March 2020	-
At 31 March 2019	-

14. TANGIBLE ASSETS

	Computer equipment £	Other fixed assets £	Total £
COST			
At 1 April 2019	251,933	18,722	270,655
Disposals	(251,933)	(18,722)	(270,655)
At 31 March 2020	-	-	-
ACCUMULATED DEPRECIATION			
At 1 April 2019	251,933	18,722	270,655
Disposals	(251,933)	(18,722)	(270,655)
At 31 March 2020	-	-	-
NET BOOK VALUE			
At 31 March 2020	-	-	-
At 31 March 2019	-	-	-

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

15. DEBTORS

	2020 £	2019 £
Trade debtors	112,799	213,145
Prepayments and accrued income	216,039	315,754
Tax recoverable	28,435	-
Deferred taxation (note 19)	-	545,010
	<u>357,273</u>	<u>1,073,909</u>

16. CASH AT BANK AND IN HAND

	2020 £	2019 £
Cash at bank and in hand	<u>5,789,718</u>	<u>10,961,325</u>

17. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2020 £	2019 £
Trade creditors	680,852	930,010
Corporation tax	-	474,417
Taxation and social security	73,830	475,588
Other creditors	50,747	1,451,157
Accruals and deferred income	542,478	2,530,755
	<u>1,347,907</u>	<u>5,861,927</u>

Other creditors includes £Nil (2019: £220,565) of government grants received.

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

18. FINANCIAL INSTRUMENTS

	2020 £	2019 £
FINANCIAL ASSETS		
Financial assets that are debt instruments measured at amortised cost	<u>152,019</u>	<u>249,740</u>
FINANCIAL LIABILITIES		
Financial liabilities measured at amortised cost	<u>(1,274,077)</u>	<u>(3,598,756)</u>

Financial assets that are debt instruments measured at amortised cost comprise trade debtors and accrued income.

Financial liabilities measured at amortised cost comprise trade creditors, other creditors and accruals.

19. DEFERRED TAXATION

	2020 £
At beginning of the financial year	545,010
Deferred tax charge to income statement for the year	(513,962)
Adjustment in respect of prior years	(31,048)
AT END OF THE FINANCIAL YEAR	<u>-</u>

The deferred tax asset is made up as follows:

	2020 £	2019 £
Accelerated capital allowances	-	197,050
Short term timing differences	-	347,960
	<u>-</u>	<u>545,010</u>

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2020

20. OTHER PROVISIONS

	Dilapidation provision £	Redundancy provision £	Holiday pay provision £	Total £
At 1 April 2019	514,924	1,609,152	222,215	2,346,291
Utilised in year	(514,924)	(770,031)	-	(1,284,955)
AT 31 MARCH 2020	-	839,121	222,215	1,061,336

Dilapidation provisions are made, in accordance with FRS 102, to account for expenditure necessary to ensure leased buildings are returned in accordance with the terms of the lease contract. The provision has been fully utilised.

The Company has lost their main contract for the delivery of community health services and consequently will cease trading on 31st March 2020. This has necessitated significant estimates to be made in determining the level of provisions, as there are no firm plans from the providers of the new contract, and there are also several services for which contracts for future provision have not yet been signed, but for which it is understood services will continue to be provided. Based upon the best available knowledge the directors expect the vast majority of staff to transfer to new providers under TUPE regulations, but have made an assessment of where there is a risk that some staff may not transfer and have made appropriate provisions for redundancy costs. The provision is expected to be fully utilised by 31st March 2021.

21. CALLED UP SHARE CAPITAL

	2020 £	2019 £
Allotted, called up and fully paid		
3 (2019: 442) Ordinary shares of £1(2019: £1) each	3	442

The reduction in share capital recognises the position of the company, reducing the shareholding to the three remaining staff charged with co-ordinating the wind-up of the business.

22. RESERVES

Profit and loss account

The profit and loss account represents the accumulated profits, losses and distributions of the Company.

23. PENSION COMMITMENTS

The Company operates a defined contribution pension scheme. The assets of the scheme are held separately from those of the Company in an independently administered fund. The pension cost charge represents contributions payable by the Company to the fund and amounted to £2,122,754 (2019: £1,982,328).

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2020**

24. COMMITMENTS UNDER OPERATING LEASES

At 31 March the Company had future minimum lease payments under non-cancellable operating leases as follows:

	2020 £	2019 £
Within 1 year	<u>10,080</u>	<u>1,346,825</u>

25. RELATED PARTY TRANSACTIONS

There were no related party transactions during the year (2019: Nil)

26. ULTIMATE PARENT UNDERTAKING AND CONTROLLING PARTY

The Company is under the control of the Board of Directors throughout the current year. In the opinion of the directors there is no ultimate controlling party.

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CIC 34

Community Interest Company Report

For official use
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in bold black
capitals.*

**Company Name in
full**

NORTH SOMERSET COMMUNITY PARTNERSHIP COMMUNITY INTEREST COMPANY
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Company Number

07569496

Year Ending

31 March 2020

Please ensure the company name is consistent with the company name entered on the accounts.

This template illustrates what the Regulator of Community Interest Companies considers to be best practice for completing a community interest company report. All such reports must be delivered in accordance with section 34 of the Companies (Audit, Investigations and Community Enterprise) Act 2004 and contain the information required by Part 7 of the Community Interest Company Regulations 2005. For further guidance see chapter 8 of the Regulator's information and guidance notes.

Please note that you must give details in this report of transfer of assets for less than full consideration e.g. donations to outside bodies, or paid directors at less than market value.

(N.B. A Filing Fee of £15 is payable on this document. Please enclose a cheque or postal order payable to Companies House)

PART 1 – GENERAL DESCRIPTION OF THE COMPANY'S ACTIVITIES AND IMPACT

In the space provided below, please insert a general account of the company's activities in the financial year to which the report relates, including a fair and accurate description of how they have benefited the community.

The Company has provided a wide range of community nursing, specialist nursing, and therapy services, under contract to the NHS, predominantly within North Somerset.

Smaller contracts have also been held with other NHS organisations for the provision of health related services in locations extending to Bristol and South Gloucestershire.

Services provided by the Company have been organised in localities, to support the varied needs of local communities.

(Please continue on separate continuation sheet if necessary.)

Company Number

07569496

Year Ending

31 March 2020

PART 2 – CONSULTATION WITH STAKEHOLDERS

A “stakeholder” is any person or organisation affected by the company’s activities. Indicate what steps the company has taken during the financial year to which the report relates to consult its stakeholders, whether formally or informally. If there has been no consultation, this should be made clear.

Please indicate who the company's stakeholders are:

- Shareholders of the Company, being those members of staff who have chosen to become shareholders, and who each hold one voting share in the Company;
- NHS Commissioners (the Bristol, North Somerset, South Gloucestershire Clinical Commissioning Group) and NHS England;
- Patients and service users of the Company, their families and friends;
- Regulators, including the Care Quality Commission and NHS Improvement;
- Providers of acute healthcare, including Weston Area Health Trust, University Hospitals Bristol NHS Foundation Trust, NHS North Bristol Trust;
- The local authority, North Somerset Council;
- Local General Practitioners;
- Third Sector Healthcare, social care and social value and voluntary organisations in North Somerset;
- Healthwatch, the independent national champion for users of health and social care services.

Please indicate how the stakeholders have been consulted:

- NHS Commissioners – consultations have included discussions and regular meetings;
- Patients and service users of the Company, their families and friends - their views on the services provided to them have been sought through questionnaires and feedback forms;
- Regulators including the Care Quality Commission , NHS Improvement, NHS England and the Office of the CIC Regulator– have been communicated with via electronic communications and by formal meetings when required;
- Providers of acute healthcare – have been communicated with via electronic communications and by formal meetings;

Continued on separate sheet.

What action, if any, has the company taken in response to feedback from its consultations? If there has been no consultation, this should be made clear.

- Shareholders of the Company – the Company has acted in accordance with shareholder resolutions;

Continued on separate sheet.

(Please continue on separate continuation sheet if necessary.)

Company Number

07569496

Year Ending

31 March 2020

PART 3 –DIRECTORS’ REMUNERATION (See Appendix A)

All community interest companies are required to report certain information about their directors’ remuneration.

The information required is specified in Schedule 3 to the Small Companies and Groups (Accounts and Directors’ Report) Regulations 2008, for companies which are subject to the “small companies regime” under Part 15 of the Companies Act 2006.

All companies are required to provide some of this information in the notes to their annual accounts. **If you have provided all of this information in your accounts, you need not reproduce it here, but you must state where that information can be found.**

1. Total amount of directors’ remuneration etc	
(a)	<p>The overall total amount of remuneration paid to or receivable by directors in respect of qualifying services.</p> <p>Please see notes to the accounts.</p>
(b)	<p>The overall total amount of money paid to or receivable by directors, and the net value of assets (other than money, share options or shares) received or receivable by directors, under long term incentive schemes in respect of qualifying services.</p> <p>Not applicable, there are no long term incentive schemes.</p>
(c)	<p>The overall total value of any company contributions—</p> <p>(i) paid, or treated as paid, to a pension scheme in respect of directors’ qualifying services, and</p> <p>(ii) by reference to which the rate or amount of any money purchase benefits that may become payable will be calculated.</p> <p>Please see notes to the accounts.</p>
(d)	<p>The number of directors (if any) to whom retirement benefits are accruing in respect of qualifying services—</p> <p>(i) under money purchase schemes, and</p>

	<p>(ii) under defined benefit schemes.</p> <p>Five.</p>
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NB: For the purposes of section 1 above, any reference to a "subsidiary undertaking" of the company, is to an undertaking which is a subsidiary undertaking at the time the services were rendered.

2. Compensation to directors for loss of office

The aggregate amount of any payments made to directors, or past directors, for loss of office.

In line with the company's contractual obligations to four directors, 'Payment In Lieu of Notice' of £190,779.55 was paid on 31st March 2020.

NB: For the purposes of this paragraph, any reference to a "subsidiary undertaking" of the company, is to an undertaking which is a subsidiary undertaking immediately before the loss of office as director.

3. Sums paid to third parties in respect of directors' services

The aggregate amount, and nature, of any consideration (including benefits otherwise than in cash) paid to or receivable by third parties for making available the services of any person—

(i) as a director of the company, or

(ii) while director of the company—

(a) as director of any of its subsidiary undertakings, or

(b) otherwise in connection with the management of the affairs of the company or any of its subsidiary undertakings.

None.

NB: For consideration otherwise than in cash, the reference to its amount is to the estimated money value of the benefit.

NB: "Third party" means a person other than:

(a) the director himself or a person connected with him or body corporate controlled by him, or

(b) the company or any of its subsidiary undertakings.

(Please continue on separate continuation sheet if necessary.)

NOTES

General nature of obligations

- (1) Information has to be given only so far as it is contained in the company's books and papers, or the company has the right to obtain it from the persons concerned.
- (2) Any information is treated as shown if it is capable of being readily ascertained from other information which is shown.

Provisions as to amounts to be shown

- (1) The amount in each case includes all relevant sums, whether paid by or receivable from the company, any of the company's subsidiary undertakings or any other person.
- (2) References to amounts paid to or receivable by a person include amounts paid to or receivable by a person connected with him or a body corporate controlled by him (but not so as to require an amount to be counted twice).
- (3) Except as otherwise provided, the amounts to be shown for any financial year are—
 - (a) the sums receivable in respect of that year (whenever paid) or,
 - (b) in the case of sums not receivable in respect of a period, the sums paid during that year.
- (4) Sums paid by way of expenses allowance that are charged to United Kingdom income tax after the end of the relevant financial year must be shown in a note to the first accounts in which it is practicable to show them and must be distinguished from the amounts to be shown apart from this provision.
- (5) Where it is necessary to do so for the purpose of making any distinction required in complying with this Schedule, the directors may apportion payments between the matters in respect of which they have been paid or are receivable in such manner as they think appropriate.

Exclusion of sums liable to be accounted for to company etc

- (1) The amounts to be shown do not include any sums that are to be accounted for—
 - (a) to the company or any of its subsidiary undertakings, or
 - (b) by virtue of sections 219 and 222(3) of the Companies Act 2006 (payments in connection with share transfers: duty to account), to persons who sold their shares as a result of the offer made.
- (2) Where—
 - (a) any such sums are not shown in a note to the accounts for the relevant financial year on the ground that the person receiving them is liable to account for them, and
 - (b) the liability is afterwards wholly or partly released or is not enforced within a period of two years,

those sums, to the extent to which the liability is released or not enforced, must be shown in a note to the first accounts in which it is practicable to show them and must be distinguished from the amounts to be shown apart from this provision.

Money purchase benefits and defined benefits

Where a pension scheme provides for any benefits that may become payable to or in respect of any director to be whichever are the greater of—

- (a) money purchase benefits as determined by or under the scheme; and
- (b) defined benefits as so determined,

the company may assume for the purposes of this paragraph that those benefits will be money purchase benefits, or defined benefits, according to whichever appears more likely at the end of the financial year.

For the purpose of determining whether a pension scheme is a money purchase or defined benefit scheme, any death in service benefits provided for by the scheme are to be disregarded.

Remuneration

Remuneration paid or receivable or share options granted in respect of a person's accepting office as a director are treated as emoluments paid or receivable or share options granted in respect of his services as a director.

Definitions

Company contributions	means – in relation to a pension scheme and a director, any payments (including insurance premiums) made, or treated as made, to the scheme in respect of the director by a person other than the director
Consideration	includes benefits otherwise than in cash, and in relation to such consideration the reference to its amount is to the estimated money value of the benefit
Defined benefit scheme	means – a pension scheme that is not a money purchase scheme
Defined benefits	means - retirement benefits payable under a pension scheme that are not money purchase benefits
Money purchase benefits	means -

	retirement benefits payable under a pension scheme the rate or amount of which is calculated by reference to payments made, or treated as made, by the director or by any other person in respect of the director and which are not average salary benefits
Money purchase scheme	means - a pension scheme under which all of the benefits that may become payable to or in respect of the director are money purchase benefits
Net value	means – In relation to any assets received or receivable by a director, value after deducting any money paid or other value given by the director in respect of those assets
Payment for loss of office	has the same meaning as in section 215 of the Companies Act 2006
Pension scheme	means – a retirement benefits scheme as defined by section 611 of the Income and Corporation Taxes Act 1988
Qualifying services	means - in relation to any person, that person's services as a director of the company, and that person's services while director of the company— (a) as director of any of its subsidiary undertakings; or (b) otherwise in connection with the management of the affairs of the company or any of its subsidiary undertakings
Remuneration	includes— (a) salary, fees and bonuses, sums paid by way of expenses allowance (so far as they are chargeable to UK income tax), and (b) subject to the exclusion below, the estimated money value of any other benefits received by him otherwise than in cash.

	<p>The expression does not include—</p> <p>(a) the value of any share options granted to a director or the amount of any gains made on the exercise of any such options,</p> <p>(b) any company contributions paid, or treated as paid, in respect of him under any pension scheme or any benefits to which he is entitled under any such scheme, or</p> <p>(c) any money or other assets paid to or received or receivable by him under any long term incentive scheme</p>
Retirement benefits	has the meaning given by section 612(1) of that Act
Share option	<p>means -</p> <p>a right to acquire shares</p>
Shares	<p>means -</p> <p>shares (whether allotted or not) in the company, or any undertaking which is a group undertaking in relation to the company, and includes a share warrant as defined by section 779(1) of the Companies Act 2006</p>
Subsidiary undertakings	<p>Any reference to a subsidiary undertaking of the company, in relation to a person who is or was, while a director of the company, a director also, by virtue of the company's nomination (direct or indirect) of any other undertaking, includes that undertaking, whether or not it is or was in fact a subsidiary undertaking of the company</p>

Company Number

07569496

Year Ending

31 March 2020

PART 4 – TRANSFERS OF ASSETS OTHER THAN FOR FULL CONSIDERATION (EXCLUDING DIVIDENDS)

Community interest companies are only permitted to transfer assets other than for full consideration (i.e. at less than market value) if:

- (i) the assets in question are transferred to an asset-locked body (a community interest company, charity or equivalent body established outside Great Britain) which is specified in the company's constitution, or where the Regulator has consented to the transfer; or
- (ii) the transfer, although not made to an asset-locked body, is nevertheless made for the benefit of the community.

Where transfers of either kind are made, the community interest company report must disclose the amount of the transfer, or, where this cannot be given precisely, a fair estimate of the value of the assets transferred. Please give the following details:

- i) A description of the asset and the amount of the transfer or estimate of its value.
Please state 'none', if applicable and move to section 5

The company made a donation of £4.2m in cash to establish the "NSCP Charitable Fund" held within and administered by Quartet Community Foundation.

- ii) Details of the recipient, to which the asset was transferred, including whether or not it is an asset-locked body.

Quartet Community Foundation is a registered charity – charity number 1080418, with company number 03981052

- iii) If the recipient is not an asset-locked body, how the transfer will benefit the community.

The beneficiary is asset locked.

- iv) If the recipient is an asset-locked body, whether it is specified in the company's memorandum or articles of association as a recipient of transfers of the company's assets other than for full consideration.

Quartet Community Foundation are specified within the articles of association.

- v) If the recipient is an asset-locked body, but is not so specified, brief details of how the Regulator's consent to the transfer was given.

N/A.

(Please continue on separate continuation sheet if necessary.)

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Year Ending

31 March 2020

PART 5 – DIVIDENDS FOR THE FINANCIAL YEAR TO WHICH THE REPORT RELATES

This part of the template should be completed if the company is limited by shares and has declared or proposed to declare a dividend in respect of the financial year to which the report relates or has declared a dividend in respect of any of the four financial years immediately preceding that financial year. If the company is limited by shares but has not declared or proposed any dividends in respect of the financial year to which the report relates, please indicate this.

Before completing this part you should consult Chapter 6.3 and Annex A of the Regulator's information and guidance notes which contain the rules on dividend payments.

For all dividends declared or proposed in respect of the financial year to which the report relates, please supply the following information:

- (i) A description of the class, number and paid up value of the shares on which the dividend has been declared or paid. **Please state 'none', if applicable and move to section 6**

None.

- (ii) The amount of dividend declared or paid per share

- (iii) Whether or not the dividend is an exempt dividend (in essence, a dividend paid directly or indirectly to an asset-locked body where the asset-locked body is either specified in the company's constitution as a possible recipient of its assets, or the Regulator has consented to payment of the dividend).

- (iv) if it is an exempt dividend, why it is an exempt dividend.

(Please continue on separate continuation sheet if necessary.)

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Where a dividend which is not an exempt dividend is declared or proposed in respect of the financial year to which the report relates, the report must explain how it complies with regulations 17 to 20 of the Community Interest Company Regulations 2005 by giving details of:

(i) The maximum dividend per share

(ii) The maximum aggregate dividend

(iii) In addition to the above information, the total amount of (a) all exempt; and (b) all non-exempt dividends declared or proposed in respect of the financial year to which the report relates should be given.

(Please continue on separate continuation sheet if necessary.)

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31 March 2020

PART 6 – INTEREST PAID AT A PERFORMANCE-RELATED RATE

This part should only be completed if the company has, at any time during the financial year to which this report relates, had a debt outstanding, or a debenture in issue on which a performance-related rate of interest was payable. A performance-related rate of interest is a rate which varies according to the level of the company's profits or turnover, or any item on its balance sheet. See further Chapter 6.4 of the Regulator's guidance notes.

In order to demonstrate compliance with the rules on performance-related rates of interest, please give the following details:

- (i) The rates of interest paid on any debt or debenture of the company on which a performance-related rate of interest was payable as calculated over a 12 month period ending with the most recent date on which interest became payable in respect of that debt or debenture during the financial year. **Please state 'none', if applicable and move to section 7**

None.

- (ii) (If the interest cap applied to that debt or debenture) how any such rates of interest were calculated.

- (iii) Either the interest cap applicable to the debt or debenture concerned (with an explanation of how it has been calculated), or an explanation of why the cap does not apply to it (i.e. because the agreement was entered into before the company became a community interest company).

(Please continue on separate continuation sheet if necessary.)

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Year Ending

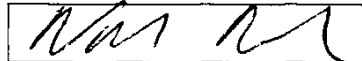
31 March 2020

(N.B. Please enclose a cheque for £15 payable to Companies House)

PART 7 - SIGNATORY

Please ensure that a director or secretary signs the original CIC Report, which should be retained for your records. Please send a copy of the CIC Report to the Registrar of Companies (see below).

Signed



Date

13-7-2020

Office held (delete as appropriate) Director/~~Secretary~~

You do not have to give any contact information in the box opposite but if you do, it will help the Registrar of Companies to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record.

Tel	
DX Number	DX Exchange

Please send a completed copy, along with the accounts and a cheque or postal order for the £15 filing fee (payable to Companies House), to one of the following addresses:

*Companies registered in **England and Wales**:* Companies House, Crown Way, Cardiff, CF14 3UZ (DX 33050 Cardiff)

*Companies registered in **Scotland**:* Companies House, 4th Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh EH3 9FF (DX235 Edinburgh)

*Companies registered in **Northern Ireland**:* Companies House, 2nd Floor, The Linenhall, 32-38 Linenhall Street, Belfast, BT2 8BG

(N.B. The accounts and CIC34 cannot be filed online)

Please ensure the company name is consistent with the company name entered on the accounts.

CIC 34

CONTINUATION SHEET

Please complete in typescript, or in bold black capitals.

Company Name in full	North Somerset Community Partnership Community Interest Company
Company Number	07569496
Year Ending	31 March 2020

PLEASE CLEARLY INDICATE THE PART YOU ARE CONTINUING HERE

PART 2 – CONSULTATION WITH STAKEHOLDERS

Please indicate how the stakeholders have been consulted:

- Shareholders – consultations have taken the form of presentations and formal shareholder meetings;
- Shareholders – involvement in the production of a Social Impact Report assessed that £43m of social value was added to the local economy through the Company's activities
- Shareholders – consultations regarding the future of the company and the intention to merge with another community interest company.
- North Somerset Council – various meetings and discussions have been held;
- Local General Practitioners – regular discussions have taken place;
- Third Sector healthcare, social care and social value and voluntary organisations in North Somerset, including discussions concerning future collaboration;
- Staff have been encouraged to participate in events and formal consultation processes and regular communications have been sent out by the Company's senior leadership team;
- We have continued to conduct the annual staff survey which asks staff whether they would recommend NSCP to friends and family if they needed care or treatment and whether they would recommend NSCP to friend and family as a place to work;
- The staff council was invited to review and shortlist applications for grants from local charities and community groups under the Company's scheme with the Quartet Foundation;
- Formal and informal meetings have been held with the Acute Trusts.
- We have continued to meet with our Community Forum and our Virtual Community Forum members, to share resources and enable them to give their views on healthcare and wellbeing services in North Somerset.

PART 2 – CONSULTATION WITH STAKEHOLDERS

What action, if any, has the company taken in response to feedback from its consultations? If there has been no consultation, this should be made clear.

- NHS Commissioners, particularly with the Bristol, North Somerset, South Gloucestershire Clinical Commissioning Group – formal response to re-tendering for the contract for provision of adult community health services;
- Patients and service users of the Company, their families and friends - their responses have been considered with a view to ascertaining, and if appropriate making, changes and/or improvements to services;
- Health Education England – held talks about implementing a system of talent management;
- Grants were given to those local charities or community groups chosen by staff from the

entries shortlisted by the staff council.

- The "NSCP charitable Fund" was established within Quartet Community Foundation registered charity number 1080418, with company number 03981052, to deliver in line with the company purpose into perpetuity.
- The company donated £4.2m to the NSCP charitable fund (administered by Quartet Community Foundation)
- The Articles of Association were amended to enshrine any surplus funds to be given to the "NSCP charitable Fund"