

Registered Number: OC397788

SPS FACILITIES LLP

ANNUAL REPORT AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 MARCH 2021



SPS FACILITIES LLP

PARTNERSHIP INFORMATION

DESIGNATED MEMBERS	IPP Facilities Limited Somerset NHS Foundation Trust Yeovil District Hospital NHS Foundation Trust
REGISTERED NUMBER	OC397788
REGISTERED OFFICE	Francis House 9 Kings Head Yard London SE1 1NA United Kingdom
INDEPENDENT AUDITOR	Deloitte LLP Statutory Auditor London United Kingdom

SPS FACILITIES LLP

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MEMBERS' REPORT
FOR THE YEAR ENDED 31 MARCH 2021

The members present their annual report and the audited financial statements for the year ended 31 March 2020.

PRINCIPAL ACTIVITY

The principal activity of the Partnership comprise the provision of facilities for pathology services.

REVIEW OF THE BUSINESS AND KEY PERFORMANCE INDICATORS

The Partnership provides services through long term contracts and strategic partnerships with the National Health Service and other providers of healthcare services. The performance of the Partnership was in line with the expectations of the members for the financial year to 31 March 2020.

The designated members consider that the principal key performance indicators relating to the Partnership are revenue and an operating profit included in these financial statements. During the year the Partnership had revenue of £10,011,310 (2020: £8,295,729) and an operating profit of £6,084 (2020: £108,982).

The following table shows certain line items from the Statement of Comprehensive Income for the year ended 31 March 2021 and for the year ended 31 March 2020. The Partnership have been dedicated to supporting NHS England in the battle against the Covid-19 virus. Resources have been directed to providing both standard and rapid PCR testing capabilities, and where required antigen testing. The Partnership reacted quickly and decisively to support the increasing demand from the NHS during these unprecedented times. Testing commenced from May 2020 and by 31 March 2021 the partnership had conducted close to 200,000 PCR tests on behalf of the NHS.

As a direct result of the Covid-19 pandemic, including the effects of national lockdowns and government restrictions, the Partnership experienced reduced demand of its core testing services, with a weighted average contraction in volumes of 9.68% over its two largest NHS contracts. Aside, from the additional revenue from Covid testing, the reduction of lower volumes was mitigated by an average price tariff increase of 2.97%.

During the year the Partnership conducted Covid-19 testing on behalf of Synlab Laboratory Services Limited, a subsidiary of one of its members, IPP Facilities Limited. The testing contributed revenue of £1,260k and a gross profit of £126k. The Partnership continued to deliver growth in its other revenue, with a 120% increase from £155k to £342k.

The reduction in the Partnerships core contract, but with a greater offset of Covid-19 testing resulted in overall revenue growth of 20.1%. The Partnership's revenue included governmental support under procurement policy note 02/20 of £401k. The policy note was to provide support to public sector bodies through the challenging times as a direct result of the pandemic. Refer to note 4 for further revenue segmentation analysis.

Underlying administrative expenses are broadly in line with prior year with the Partnership reporting a negligible increase of 0.3%.

	2021	2020
	£'000	£'000
Somerset NHS Foundation Trust	6,238	6,236
Yeovil District Hospital NHS Foundation Trust	2,151	1,905
Related party revenue	1,280	-
Other	342	155
Total revenue	<u>10,011</u>	<u>8,296</u>
Cost of sales	<u>(9,679)</u>	<u>(7,862)</u>
Gross profit	332	434
Administrative expenses	<u>(326)</u>	<u>(325)</u>
Operating profit	<u><u>6</u></u>	<u><u>109</u></u>

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	2021 No. millions	2020 No. millions
Test volumes	<u>7.17</u>	<u>7.57</u>

Included in the 2021 test volumes were 239,769 Covid-19 tests.

The below table summarises the performance of Somerset, Yeovil and Synlab Laboratory Services, which are all contracts contributing +10% to overall revenue.

	Somerset	Yeovil	Synlab Laboratory Services
	£'000	£'000	£'000
Revenue (Core contract)	4,934	1,646	-
Revenue (Covid PCR and antigen)	1,003	405	1,260
Government support	301	100	-
Total	<u>6,238</u>	<u>2,151</u>	<u>1,260</u>
	No. millions	No. millions	No. millions
Test volumes	<u>4.97</u>	<u>1.99</u>	<u>0.05</u>

FUTURE DEVELOPMENTS

The ongoing crisis with Covid-19 has created significant uncertainty for many commercial organisations. The Partnership's business model and the criticality of the services provided means that the Partnership has significant resilience to the issues faced by many businesses in other sectors. As at the date the financial statements were approved, the Partnership's BAU testing volumes have returned to +95% of pre-pandemic levels and the Partnership continues to provide PCR tests to NHS England, although the volumes of Covid-19 tests are currently reducing as the pandemic becomes endemic.

As the UK adapts to living with the virus, the demand for pathology analytics is expected to remain strong, although given the uncertainty about the future evolution of the crisis, it remains a risk that is being actively monitored.

There are no other future developments that will affect the operations of the Partnership.

GOING CONCERN

The members consider the going concern basis to be appropriate following their assessment of the Partnership's financial position and its ability to meet its obligations as and when they fall due. Please refer to note 2 (a).

PRINCIPAL RISKS AND UNCERTAINTIES

Covid-19

The global crisis of the Covid-19 pandemic has created significant uncertainty and risk for all organisations. As at the date the financial statements were approved, the Partnership's laboratories remain open and operational. Nonetheless, the key factors that the partnership is at risk of are:

- decreasing volumes of human pathology and human toxicology testing;
- shortage of laboratory employees; and

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MEMBERS' REPORT FOR THE YEAR ENDED 31 MARCH 2021

- uncertainty in relation to the impact on the timeliness of cash collection.
- uncertainty in relation to the impact to key suppliers; and
- uncertainty to the duration of the pandemic and how it impacts public health and the UK economic environment.

Economic risk

The UK left the EU on the 31 December 2020. The principal uncertainty from this decision was expected to be surrounding the recruitment and retention of staff within the UK labour market, which may be adversely affected by the decision to leave the EU. Sales demand is not expected to be directly affected by the decision to leave the EU. Any potential weakening in the value of pounds sterling is expected not to have a significant negative impact on the Partnership. This is due to the Partnership only having a minor volume of transactions in foreign currencies. To date the Partnership has not seen any adverse effects to its sales demand, financial performance, recruitment and retention of staff or operational stability from the decision to leave the EU.

DESIGNATED MEMBERS

IPP Facilities Limited, Taunton and Somerset NHS Foundation Trust, and Yeovil District Hospital NHS Foundation Trust were designated members of the Partnership throughout the year. On 1 April 2020 Somerset NHS Foundation Trust replaced Taunton and Somerset NHS Foundation Trust as a member.

MEMBERS' CAPITAL AND INTERESTS

The level and timing of drawings is decided by the Partnership's Members Board after taking into account the Partnership's cash requirements for operating and investment activities. Undistributed profits are shown in 'members interests' in the statement of changes in members' interests on page 11.

SUBSEQUENT EVENTS

On 30 April 2021, the Synlab Limited group of which SPS Facilities LLP is an associate, was restructured and Synlab AG, a company registered in Germany and whose registered office is Moosacher Straße 88, 80809 Munich, Germany became the ultimate parent company of the group.

DISCLOSURE OF INFORMATION TO AUDITOR

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

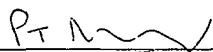
- as far as the member is aware, there is no relevant audit information of which the Partnership's auditor is unaware; and
- the member has taken all the steps that ought to have been taken as a member in order to be aware of any relevant audit information and to establish that the Partnership's auditor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

This confirmation is given and should be interpreted in accordance with section 418 of the Companies Act 2006.

AUDITOR

The auditor, Deloitte LLP, will be proposed for reappointment in accordance with section 485 of the Companies Act 2006.

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



Somerset NHS Foundation Trust
Designated Member

Date 24 March 2022

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**MEMBERS' RESPONSIBILITIES STATEMENT
FOR THE YEAR ENDED 31 MARCH 2021**

The members are responsible for preparing the annual report and the financial statements in accordance with applicable law and regulations.

The Limited Liability Partnerships (Accounts & 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 United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law), including FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'. The financial statements are required by law to give a true and fair view of the state of affairs of the Partnership and of the Partnership's profit or loss for that year. In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- make judgments and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Partnership continue in business.

The members are responsible for keeping adequate accounting records that disclose with reasonable accuracy at any time the financial position of the Partnership and enable them to ensure that the financial statements comply with the Companies Act 2006, as applicable to limited liability partnerships.

They are also responsible for safeguarding the assets of the Partnership and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

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**INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2021**

Independent auditor's report to the members of SPS Facilities LLP

Report on the audit of the financial statements

Opinion

In our opinion the financial statements of SPS Facilities LLP (the 'limited liability partnership'):

- give a true and fair view of the state of the limited liability partnership's affairs as at 31 March 2021 and of its result for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies Act 2006 as applied to limited liability partnerships.

We have audited the financial statements which comprise:

- the statement of comprehensive income;
- the statement of financial position;
- the statement of changes in members' interests; and
- the related notes 1 to 13.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice).

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the limited liability partnership in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the members' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the limited liability partnership's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the members with respect to going concern are described in the relevant sections of this report.

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INDEPENDENT AUDITOR'S REPORT FOR THE YEAR ENDED 31 MARCH 2021

Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The members are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 course of the audit, or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. 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 in this regard.

Responsibilities of members

As explained more fully in the members' responsibilities statement, the members are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the members 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 members are responsible for assessing the limited liability partnership'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 members either intend to liquidate the limited liability partnership or to cease operations, or have no realistic alternative but to do so.

Auditor's 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 auditor's 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 auditor's report.

Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the limited liability partnership's industry and its control environment, and reviewed the limited liability partnership's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management about their own identification and assessment of the risks of irregularities.

We obtained an understanding of the legal and regulatory frameworks that the limited liability partnership operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the UK Companies Act as applied to limited liability partnerships; and

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**INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2021**

- do not have a direct effect on the financial statements but compliance with which may be fundamental to the limited liability partnership's ability to operate or to avoid a material penalty. These included local health and safety laws and regulations and local employment law.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management and both in-house and external legal counsel concerning actual and potential litigation and claims, and instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

Report on other legal and regulatory requirements

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the members' report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the members' report has been prepared in accordance with applicable legal requirements.

In the light of the knowledge and understanding of the limited liability partnership and its environment obtained in the course of the audit, we have not identified any material misstatements in the members' report.

Matters on which we are required to report by exception

Under the Companies Act 2006 as applied to limited liability partnerships we are required to report in respect of the following matters 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.

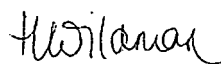
We have nothing to report in respect of these matters.

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**INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED 31 MARCH 2021**

Use of our report

This report is made solely to the limited liability partnership's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006 as applied to limited liability partnerships. Our audit work has been undertaken so that we might state to the limited liability partnership'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 limited liability partnership and the limited liability partnership's members as a body, for our audit work, for this report, or for the opinions we have formed.



Signature

Helen Wildman ACA (Senior statutory auditor)
For and on behalf of Deloitte LLP
Statutory Auditor
London, UK

Date: 25th March 2022

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**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH 2021**

	Note	2021 £'000	2020 £'000
Revenue	4	10,011	8,296
Cost of sales		<u>(9,679)</u>	<u>(7,862)</u>
Gross profit		332	434
Administrative expenses		<u>(326)</u>	<u>(325)</u>
Operating profit and profit for the year		6	109
Other comprehensive income for the year net of tax		<u>-</u>	<u>-</u>
Profit for the year available for discretionary division among members		<u>6</u>	<u>109</u>

Revenue and operating profit are all derived from continuing operations.

The notes on pages 12 to 16 form part of these financial statements.

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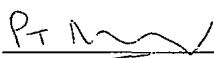
REGISTERED NUMBER: OC397788
STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2021

	Note	2021 £'000	2020 £'000
Current assets			
Debtors: amounts due within one year	8	684	288
Cash at bank and in hand	9	<u>12</u>	<u>43</u>
		<u>696</u>	<u>331</u>
Current liabilities			
Creditors: amounts due within one year	10	(737)	(378)
Net current liabilities		(41)	(47)
Total assets less current liabilities		<u>(41)</u>	<u>(47)</u>
Net liabilities		<u>(41)</u>	<u>(47)</u>
Represented by:			
Members' other interests			
Other reserves		<u>(41)</u>	<u>(47)</u>

The notes on pages 12 to 16 form part of these financial statements.

The financial statements have been prepared under the small companies regime as applicable to small LLP's.

The financial statements of SPS Facilities LLP (registered number: OC397788) were approved by the members and authorised for issue. They were signed on its behalf by:



Somerset NHS Foundation Trust
Designated Member

Date: 24 March 2022

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STATEMENT OF CHANGES IN MEMBERS' INTERESTS
FOR THE YEAR ENDED 31 MARCH 2021

	Other Reserves £ '000
Members' interests at 1 April 2019	164
Profit for the year available for discretionary division among members	109
Drawings	(320)
Members' interests / (deficit) at 31 March 2020	<u>(47)</u>
Profit for the year available for discretionary division among members	6
Drawings	-
Members' interests / (deficit) at 31 March 2021	<u><u>(41)</u></u>

The notes on pages 12 to 16 form part of these financial statements.

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NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2021

1. GENERAL INFORMATION

SPS Facilities LLP (the Partnership) was incorporated in the United Kingdom and is registered in England and Wales under the Limited Liability Partnership Act 2000. The address of the registered office is given on the Partnership information page. The nature of the Partnership's operations and its principal activities are set out in the members' report.

The financial statements have been prepared under the historical cost convention, and in accordance with Section 1A of the Financial Reporting Standard 102 (FRS 102) 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' issued by the Financial Reporting Council and the requirements of the Statement of Recommended Practice Accounting by Limited Liability Partnerships as applicable to small LLP's (issued December 2018).

These financial statements are presented in pound sterling because that is the currency of the primary economic environment in which the Partnership operates.

The Partnership meets the definition of a qualifying entity under FRS 102 and has therefore taken advantage of the disclosure exemptions available to it. Exemptions have been taken in relation to the presentation of a cash flow statement. The disclosure exemption has been taken on the basis that the NHS England as the ultimate controlling party prepares consolidated financial statements that are publicly available from the Department of Health, Richmond House, 79 Whitehall, Westminster, London SW1A 2NS.

2. SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been consistently applied.

(a) Going Concern

The members consider the going concern basis to be appropriate following their assessment of the Partnership's financial position and its ability to meet its obligations as and when they fall due. In making the going concern assessment the members have considered the following:

- Testing and particularly medical testing in a resilient and defensive market, which has historically had limited impact from past economic or capital market downturns;
- The criticality of the medical services provided;
- The robust performance of the Partnership since the statement of financial position, during the ongoing Covid-19 pandemic, demonstrates the continuing demand for pathology services and with no indication that this demand will significantly reduce; and
- Being part of the Synlab group, the European market leader in medical diagnostics.

Following the assessment of the group's financial position, based on the above analysis the members have a reasonable expectation that the Partnership will be able to continue to operate for at least the next 12 months. Therefore, the financial statements have been prepared on a going concern basis.

(b) Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Partnership and the revenue can be reliably measured. Revenue 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 revenue is recognised:

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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021

SIGNIFICANT ACCOUNTING POLICIES (continued):

Rendering of services

Revenue 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 revenue can be measured reliably;
- it is probable that the Partnership 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.

(c) Income tax

The taxation payable on the Partnership's profits is the liability of the members, although payment of such liabilities is administered by the Partnership on behalf of the members. Consequently, neither Partnership taxation nor related deferred taxation are accounted for in the financial statements.

(d) Debtors

Short term debtors are measured at transaction price, less any impairment.

(e) 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.

(f) Creditors

Creditors are obligations to pay for goods or services that have been acquired in the ordinary course of business from suppliers. Creditors are measured at transaction price.

3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In the application of the Partnership's accounting policies, which are described in note 2, the members are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the year in which the estimate is revised if the revision affects only that year, or in the year of the revision and future years if the revision affects both current and future years.

The Partnership does not have any critical accounting estimates or judgements.

4. REVENUE

The whole of the revenue is attributable to the provision of pathology services within the United Kingdom.

	2021	2020
	£'000	£'000
Somerset NHS Foundation Trust	5,937	6,236
Yeovil District Hospital NHS Foundation Trust	2,051	1,905
Related party revenue	1,280	-
Government support	401	-
Other	342	155
	<u>10,011</u>	<u>8,296</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

REVENUE (continued):

Commencing from May 2020, the Company has provided Covid PCR and antigen testing through the partnership with the National Health Service. Consequently, the Company has recognised Covid revenue of £1,002,557 in Taunton and £404,685 in Yeovil. These amounts are included in the above segmentation. In addition, the Company recognised further Covid revenue of £1,259,808 which is included in related party revenue.

On 12 June 2020, government support of £401,213 was received as part of a Government directive to provide immediate financial support as a result of a reduction in revenue due to the Covid-19 pandemic. There are no future related liabilities in respect of this support. The Partnership has not directly benefited from any other forms of government assistance.

5. AUDITOR'S REMUNERATION

	2021 £'000	2020 £'000
Fees payable for the audit of the Partnership's financial statements	<u>5</u>	<u>5</u>

There were no non-audit services provided by the auditor during the current or prior year.

6. MEMBERS

	2021	2020
The average number of members during the year	<u>3</u>	<u>3</u>

7. STAFF COSTS

There are no employees of the Partnership for both current and prior year.

8. DEBTORS

<i>Amounts falling due within one year</i>	2021 £'000	2020 £'000
Trade debtors	52	31
Taxation and social security	38	27
Amounts due from related party	555	69
Prepayments and accrued income	37	86
Other debtors	<u>2</u>	<u>75</u>
	<u>684</u>	<u>288</u>

9. CASH AT BANK AND IN HAND

	2021 £'000	2020 £'000
Cash at bank	<u>12</u>	<u>43</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

10. CREDITORS

<i>Amounts falling due within one year</i>	2021 £'000	2020 £'000
Amounts due to related party	682	274
Other creditors	51	10
Accruals and deferred income	4	94
	<u>737</u>	<u>378</u>

The Partnership intends to settle amounts due to external and unsecured creditors ahead of settling amounts due to related parties and the members.

11. RELATED PARTY TRANSACTIONS

Trading transactions

During the year, the Partnership entered into the following trading transactions with related parties:

Sale of services under the companies standard trading terms of 30 days

	2021 £'000	2020 £'000
Somerset NHS Foundation Trust	6,238	6,236
Synlab Laboratory Services Limited	1,260	-
Pathology First LLP	20	-
Yeovil District Hospital NHS Foundation Trust	2,151	1,905
	<u>9,669</u>	<u>8,141</u>

Receipt of Services under standard trading terms of 30 days

	2021 £'000	2020 £'000
Somerset NHS Foundation Trust	156	158
Yeovil District Hospital NHS Foundation Trust	47	43
IPP Facilities Limited	9,779	7,955
	<u>9,982</u>	<u>8,156</u>

The following amounts were outstanding at the Statement of Financial Position date:

<i>Amounts owed by</i>	2021 £'000	2020 £'000
Somerset NHS Foundation Trust	428	57
Synlab Laboratory Services Limited	70	-
Yeovil District Hospital NHS Foundation Trust	57	12
	<u>555</u>	<u>69</u>

<i>Amounts owed to</i>	2021 £'000	2020 £'000
Somerset NHS Foundation Trust	28	200
Yeovil District Hospital NHS Foundation Trust	5	48
IPP Facilities Limited	649	27
	<u>682</u>	<u>274</u>

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**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 MARCH 2021**

RELATED PARTY TRANSACTIONS (continued):

At the statement of financial position the Partnership is owned 51.4% by Somerset NHS Foundation Trust, 33.3% by IPP Facilities Limited and 15.3% by Yeovil District Hospital NHS Foundation Trust.

Pathology First LLP and Synlab Laboratory Services Limited are subsidiaries of IPP Facilities Limited.

12. SUBSEQUENT EVENTS

On 30 April 2021, the Synlab Limited group of which SPS Facilities LLP is an associate, was restructured and Synlab AG, a company registered in Germany and whose registered office is Moosacher Straße 88, 80809 Munich, Germany became the ultimate parent company of the group.

13. CONTROLLING PARTY

The Partnership considers Somerset NHS Foundation Trust, registered in England and Wales and found at Trust management, Musgrove Park Hospital, Taunton TA1 5DA, as its ultimate controlling party. The Partnership's results are not consolidated into any Group Financial Statements.