

**Corpus Christi College  
Cambridge**

**ANNUAL REPORT AND ACCOUNTS**

for the financial year ending  
30 June 2005

## Corpus Christi College

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**CORPUS CHRISTI COLLEGE  
CAMBRIDGE, CB2 1RH**

Charity Exemption Number X6457  
VAT Number GB 214 2431 13

The College of Corpus Christi and the Blessed Virgin Mary in the University of Cambridge is a corporate body comprising the Master, Fellows and Scholars. It is an exempt charity with its registered office at Trumpington Street, Cambridge, CB2 1RH.

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**MEMBERS OF THE GOVERNING BODY (as of 30 June 2005)**

*The Master*

Professor H Ahmed ScD, FEng, Professor Emeritus of Microelectronics

*The Fellows of the College (in order of election) who are members of the Governing Body (see section 'College Governance')*

O Rackham OBE, FBA, MA, PhD	Praelector Rhetoricus
Professor CM Andrew MA, PhD	President, <i>Professor of Modern and Contemporary History</i>
PB Davies MA, PhD	<i>Reader in Spectroscopy</i>
CD Mackay MA, PhD	<i>Senior Lecturer in the Institute of Astronomy</i>
Professor MJ Hatcher PhD (London), LittD	<i>Vice-Master, Professor of Economic and Social History</i>
Professor W Horbury DD, FBA	<i>Professor of Jewish and Early Christian Studies</i>
Professor PA Mellars MA, PhD, ScD, FBA, FSA	<i>Professor of Prehistory and Human Evolution</i>
BL Hazleman MA, FRCP	<i>Associate Lecturer, Department of Medicine</i>
Professor A Hopper BSc (Wales), PhD, FEng	<i>Professor of Computer Technology</i>
CJB Brookes MA, PhD	Tutor for Advanced Students, College Lecturer in Mathematics, <i>Isaac Newton</i>
	<i>Affiliated Lecturer in Pure Mathematics</i>
RA McMahan MA, PhD	<i>Senior Lecturer in Engineering</i>
CJ Howe MA, PhD, FLS	<i>Reader in Plant and Microbial Biochemistry</i>
R Davis PhD (Princeton), BMus (London), LRAM, LTCL	<i>Senior Lecturer in Ethnomusicology</i>
AG Smith BSc (Bristol) PhD	<i>Reader in Plant Metabolism</i>
PC Hewett MA, PhD (Edinburgh)	Food and Wine Steward, <i>Reader in Observational Astrophysics</i>
NE Simmonds MA, LL.M, PhD	Dean of College, <i>Reader in Jurisprudence</i>
Professor S Pellegrino MA, PhD	<i>Professor of Structural Engineering</i>
Professor M Warner MA, PhD (London)	<i>Professor of Theoretical Physics</i>
PNR Zutshi PhD, FSA	<i>Keeper of the University Archives</i>
PN Schofield MA, DPhil (Oxford)	Senior Tutor, <i>Senior Lecturer in Anatomy</i>
MI Kalnins MA, PhD (Edinburgh)	<i>Staff Tutor in Literature, Institute of Continuing Education</i>
GM Duveen BSc (Surrey), MSc (Strathclyde), DPhil (Sussex)	<i>Senior Lecturer in Social and Political Sciences</i>
Professor JG Haslam MLitt, BSc (Econ), PhD (Birmingham)	Finance Tutor, <i>Professor in the History of International Relations</i>
CM Kelly BA (Sydney), PhD	<i>Lecturer in Classics</i>
D Greaves MA, PhD	Lecturer in Computer Science
S Godsill MA, PhD	Tutor, <i>Reader in Statistical Signal Processing</i>
SC Moratti MSc, DipEd, PhD (Auckland)	Lecturer in Chemistry
EF Wilson MA, PhD	<i>Reader in Contemporary French Literature and Film</i>
HPC Robinson MA, PhD	<i>Lecturer in Neuroscience</i>
Professor AC Harvey BA (York), MSc (LSE) FBA	<i>Professor of Econometrics</i>
JW Burton BA (Oxford), PhD	Tutor, <i>Royal Society Research Fellow in Synthetic Organic Chemistry</i>
Professor JP Hansen PhD (Paris), FRS	<i>Professor of Chemistry</i>
PA Kattuman MA (Calicut), PhD	<i>Lecturer in Economics, Judge Institute of Management</i>
DA Sneath BSc (Ulster), PhD	Deputy Tutor for Advanced Students, <i>Lecturer in Social Anthropology</i>
AN Williams MA (Hons), Dip TESL (Victoria), MDiv, MPhil, PhD (Yale)	<i>Lecturer in Patristics</i>
Professor DJ Ibbetson MA, PhD	Warden of Leckhampton, Tutor, <i>Regius Professor of Civil Law</i>
CFR de Hamel DPhil (Oxford), LittD (Hon, St John's, Minnesota, USA), LittD (Hon, Otago, NZ), FSA	Donnelley Fellow Librarian
R Drayton AB (Harvard), MA (Oxford), MPhil, PhD (Yale), FRHistS	<i>Senior Lecturer in Imperial and extra-European History since 1500.</i>
KA Seffen MA, PhD	Tutor, <i>Lecturer in Engineering</i>
J Warren MA, MPhil, PhD	<i>Lecturer in Classics</i>
JL Hallam Foster MA, MSc (LSE), PhD	<i>Research Fellow in Social and Developmental Psychology</i>

C Tilmouth MA, MPhil, PhD  
NJ Yandell DPhil (Oxford), LGSM  
The Revd J Lawson MA, DPhil (Oxford)  
S Mahajan BS (Stanford), BA (Oxford), PhD (Caltech)  
J Yates BA, MSci, PhD  
G Verdirame Laurea (Bologna) LLM (London), PhD (LSE)  
K Brown BMus (QCM, Griffith), MMus (SOAS), PhD  
D Fearn MSt (Oxford) DPhil (Oxford)  
C Pickard MA, PhD  
MA Taylor MA (Birkbeck), Dphil (York)  
R Rushforth MPhil, PhD  
J Shvets MSc, BS (Auburn, USA), MSc (LSE)

College Lecturer in English  
Bursar  
Chaplain  
Research Fellow in Physics  
Research Fellow in Physics  
Steward of Leckhampton, *Lecturer in Law*  
Research Fellow in Music  
Research Fellow in Classics  
Tutor, *EPSRC Advanced Research Fellow, Physics*  
Tutor for Admissions  
Research Fellow in Medieval Manuscripts  
Research Fellow in Economics

### **Principal Professional Advisors**

#### **Actuaries**

Barnes & Sherwood  
Barnes & Sherwood House  
95 Maybury Road  
Woking GU21 5JL

#### **Auditors**

Peters Elworthy & Moore  
Salisbury House  
Station Road  
Cambridge CB1 2LA

#### **Solicitors**

Kester Cunningham John  
Chequers House  
77-81 Newmarket Road  
Cambridge CB5 8EU

Mills & Reeve  
Francis House  
112 Hills Road  
Cambridge CB2 1RH

Taylor Vinters  
Merlin Place  
Milton Road  
Cambridge CB4 0DP

#### **Property Managers and Valuers**

Bidwells  
Trumpington Road  
Cambridge CB2 2LD

#### **Investment Advisors/Managers**

Barclays Global Investors Limited  
Murray House  
1 Royal Mint Court  
London EC3N 4HH

Charles Stanley & Company Ltd  
25 Luke Street  
London EC2A 4AR

Pinegrove Offshore  
Washington Mall I, 3rd Floor  
22 Church Street  
Hamilton HM11  
Bermuda

The Charities Property Fund  
c/o Carr Sheppards Crosthwaite  
2 Gresham Street  
London EC2V 7QN

Wise Investments  
The Lectern Hall, West Street  
Chipping Norton  
Oxon OX7 5LH

Cambridge Associates  
105 Wigmore Street  
London W1U 1QY

#### **Bankers**

Barclays Bank Plc  
Bene't Street, PO Box 2  
Cambridge CB2 3PZ

## **BURSAR'S REPORT**

I am pleased to present the College's financial and operational report for the year ended 30 June 2005. This is the second year of this form of presentation and the College welcomes the additional detail it provides over the previous financial statements.

Founded in 1352, the College of Corpus Christi and the Blessed Virgin Mary in the University of Cambridge is the sixth oldest of the thirty-one colleges of Cambridge University. It is an autonomous, self-governing community of scholars. The total community consists of the Master, 55 active Fellows and 460 junior members, of whom 270 are undergraduates (157 men and 113 women) and 190 are graduates. Graduate students include those undertaking both full and part-time study (104 men and 86 women). In addition, 125 members of staff (both full and part-time) support the College in achieving its main aims and objectives.

### **Aims and Objectives of the College**

The College continues to carry out its charitable objectives as a place of education, teaching, scholarship, religion, learning and research. It maintains an independent foundation while, at the same time, forms part of a collegiate university. Corpus Christi College has the following core aims:

- To support a community of students and Fellows
- A dedication and commitment to the pursuit of the highest standards in teaching and research at undergraduate and graduate levels
- To promote, encourage and support academic research of the highest quality across a wide variety of disciplines
- To maintain, enhance and continually develop its endowments, benefactions, historic buildings and grounds for the benefit of future generations of students and Fellows.

### **Financial Review**

In the financial year 2004/2005, the College generated a net deficit, after the depreciation of fixed assets, of £1.29M. Excluding depreciation of assets (operational buildings), the net deficit for the year amounted to £152k. This compares with deficits of £244k and £347k in the two previous years. Over the course of the year, total net assets rose by £6.8M compared to the previous year, when they increased by £5.1M.

The following financial information is of note:

- In December 1998, the Secretary of State for Education and Employment, the University of Cambridge and the Colleges agreed to a total reduction of 21.8% (in real terms) in the College Fee over a ten-year period, beginning in the academic year 1999/2000. In 2004/05, Corpus' publicly funded undergraduate

fee was £2,869 compared to £2,730 in 1999/2000. The loss in real terms in annual income resulting from this enforced reduction was in the order of £81k (compared to the fee income that would otherwise have been achieved). The College also charges fees to privately funded undergraduates, and those from overseas, which are not subject to the above agreement. Fee and related income in the period 2004/05 increased to £1.042M from £965k in the previous year.

- Due principally to a continued rise in investment values, the total net assets of the College increased from £165.5M at 30 June 2004 to £172.3M at 30 June 2005. This increase is due principally to the appreciation in investment property holdings, the improvement in stock market values and other non-property assets.
- The accounting treatment of the historic buildings of the College has been considered in detail during the process of preparing the accounts in the RCCA form. In 2003/04, there was considerable discussion with reference to the valuation policy and, in particular, how the College's operational buildings should be treated within the context of the new form of accounts. The Executive Body and the Audit Committee have kept this matter under review and are content with the valuations and related accounting treatment. However, it should be noted that the valuations that appear in the accounts are based on rebuilding costs (as at 1 June 2003) for insurance purposes only and are not market valuations. The consequent implications for depreciation charges should be recognised by readers of this report and, in particular, the impact that this method of accounting has on operational results should be noted.
- Income from student residences, catering and educational conferences and summer schools remained static at £1.8M. The summer conference activity for the period experienced some pressures on pricing, as well as an increase in competition within the educational market. It is anticipated that conference income will increase in the longer term; this activity is an important element within the context of the College's overall financial results. In particular, revenues generated help assist the College in its principal educational objectives. The College regularly reviews the level of charges for accommodation and catering for students in the light of the actual costs of maintaining and servicing the accommodation and providing appropriate catering facilities. Over the course of the year, student room income increased by approximately 7%; income derived from providing catering services to students rose by approximately 3%.
- Due to a rise in expenditure on salaries and other related costs, education expenses rose by £110k to £2.68M. The education deficit (whereby tuition fees received from students does not match actual expenditure) rose marginally to £1.64M. The deficit is funded principally from the College's own capital resources.

- It is the College's policy to provide financial support for up to six Research Fellows, and also support to undergraduate and postgraduate students in cases of financial hardship. To support hardship, the College draws upon designated funds donated and invested for that specific purpose.

### **Benefactions and Donations**

The College continues to be most grateful for the many donations and bequests from alumni and other supporters received during the year.

The objective of the Development Office is to raise significant funds for the College's future needs (see further information in the section "Future Activities").

### **Investments**

The College's Investment Advisory Group (IAG) actively monitors the performance of the professional investment advisors retained by the College, and ensures that an appropriate allocation of asset types is maintained and monitored to pre-agreed benchmarks. The objective of the College is to maximise investment returns over the medium to long-term, taking into account such risk and liquidity factors as appropriate. The current structure is principally a mix of equity, bond and property holdings, while cash investments provide the College's working capital and assist in the management of operational cash flow.

The College is fortunate in having a high quality commercial property and real estate base to its investment portfolio. In addition, the recovery in investment returns from equities and gilt-edged securities has been beneficial to the College's overall financial position over the course of the year.

### **Capital Expenditure and Building Renewals**

The College's operational properties are of varying ages and conditions; many of them are listed and are of particular historic interest and note. The task of maintaining these buildings to appropriate standards is ongoing, and imposes a significant burden on the College's finances. Over the course of the year, work was undertaken in various key areas; boilers, data cabling, utility supply relocations and energy efficient installations. In 2004/05 major construction works commenced on the Library Court Project which involves the redevelopment of the Hostel Yard site, the relocation of the Student Library to much improved premises, and the building of a new student centre and administrative offices. Costs associated with this activity are classified as construction in progress (see further information in the section "Future Activities").

As part of the preparation for building work, the student computer facilities were significantly enhanced and a new computer room was made available and equipped. A number of staircases in the Old House, as well as the College Bar, where re-decorated during the course of the year.

In addition to works within the College's historic site, several important projects were undertaken in other locations. A major refurbishment of Leckhampton House commenced in 2004/2005; costs for this project will be incurred over a two-year period, with £76k expended in the year under review. Completed works at other associated properties have included re-roofing works at 8 Selwyn Gardens, 15 and 19 Cranmer Road, electrical work at 88 and 90 Barton Road, boiler works at Newnham House, the Beldam Building and the George Thomson Building at Leckhampton. The total capitalised value of these works amounted to £402k.

### **Risk Management and Internal Control**

The Governing Body has overall responsibility for ensuring that the College has an appropriate system of internal control. Such a system of control can provide reasonable but not absolute assurance against material errors or fraud. The controls include clearly documented accounting procedures to maintain the integrity of accounting controls. The College is committed to operate best practise in this area.

The College operates an annual planning and budgeting system. The budget and financial plan is considered and approved by the Executive Body. Any significant change or deviation to those plans requires specific approval.

The financial reporting system compares actual results against budget on a monthly basis. This enables variances to be highlighted and appropriate action to be taken.

### **Creditors Payments Policy**

It is the College's policy to pay all suppliers within agreed credit terms. As at 30 June 2005, the amount owed to creditors is reported at £1.3M (£1.1M in 2004). None of this balance related to members of the College. Debtors amounted to £519k (£746k in 2004), of which £170k related to College members.

### **Future Activities**

The past year has seen major progress in a number of key projects; of particular note has been the planning of the new Student Library, the launch of 'Parker-on-the-Web' (a web-based project which aims to make available the core manuscript collection of the Parker Library to scholars and the wider public), and the development of a new Conservation Centre.

The Library Court Project is well underway following the departure of the NatWest Bank from the building on the corner of Trumpington Street and Bene't Street. Demolition and site preparation is well advanced and construction will soon commence. The College has received significant financial pledges from a variety of sources, for which it is extremely grateful. In particular, the College is grateful for the significant support of Dr John Taylor, Honorary Fellow, in whose honour the new Library will be named. Fundraising for the project has gone extremely well, although there still remains important work to be done to meet the fundraising targets. On completion, the enhanced facilities will be of significant benefit to all College



members and is expected to have a positive impact on many aspects of College life. This building project is the largest the College has undertaken since the building of the New Court in the early nineteenth century. The project is currently scheduled for completion at the end of 2006. The accounts recognise construction work in progress, valued at £2.1M. The total project budget currently stands at approximately £9.9M

The Parker-on-the-Web project is based on a collaboration between Corpus Christi College, Stanford University and Cambridge University Library. Funding has been secured for the initial production phase (a period of twelve months) of this significant project that aims to make the core manuscripts of the Parker Library available on the web. The College intends that the manuscripts will be imaged at high resolution for both archival and scholarship purposes. This innovative and multi-faceted project is expected to take approximately four years to complete; it is hoped that as a result of the project, the College's reputation as a centre of educational excellence will be enhanced further and that it will become more widely known in many centres of education and learning throughout the world.

The development of a new manuscript conservation centre is nearing completion; the new state-of-the-art facilities are sited in the south-east corner of the Master's Garden. The centre will provide the College with significantly improved facilities for conserving not only its own precious manuscript collection but also those of other Cambridge colleges, as well as other external parties. The centre will be completed towards the end of 2005 and formally opened in the spring of 2006.

Over the course of the year, the College's Development Office has introduced an alumni website which is accessible to all Old Members. The site is password protected and secure, requiring id/Corpus validation before an individual is allowed access. It is hoped that Old Members will use the site for communication with Corpus colleagues and to re-establish contact with the College and others where it might have lapsed. The site is considered an important development tool.

### **Equal Opportunities**

The College is committed to the principle and practise of equal opportunities and aims to be an equal opportunities employer. The College's employment policy seeks to ensure that no job applicant or employee receives less favourable treatment on the grounds of sex, marital status, ethnic origin, disability, age (within constraints of the employment policy), class, colour, HIV/AIDS status, personal circumstances, sexual orientation or any other grounds that are unjustified in terms of equality of opportunities for all.

### **Employee Relations**

The College consults regularly with its non-academic employees through various methods, both formal and informal. Those holding academic positions are regularly consulted through a variety of College committees and, in particular, through membership of the Governing Body which meets regularly during term.

## **Going Concern**

After making enquiries, the Governing Board is of the opinion that the charity has adequate resources to continue in operational existence for the foreseeable future. The financial statements are accordingly prepared on a going concern basis.

## **COLLEGE GOVERNANCE**

### **Governing Body**

The arrangements for governance of the College are set out in its Statutes. The Master as Head of House has statutory powers of governance and is also Chairman of the Governing Body; the Bursar is accountable to the Governing Body and has overall responsibility for the finances, operations and administration of the College; the Senior Tutor, also accountable to the Governing Body, has overall responsibility for admissions, education and welfare of undergraduate students while the Tutor for Advanced Students has particular responsibility for graduate students; the Warden of Leckhampton has responsibility for Leckhampton, the College's graduate campus in West Cambridge.

Current membership of the Governing Body is shown at the beginning of this report. Members comprise the Master and Fellows in Classes A, B and C, and those who qualify under College Statute 31.

From a financial perspective, members are responsible for ensuring that there is an effective and sufficient system of internal control, and that financial records are accurately maintained. The College is required to present audited financial statements for each financial year, prepared in accordance with the Statutes of the University of Cambridge.

In enabling the financial statements to be prepared, the Governing Body has satisfied itself and ensured that:

- Suitable accounting policies are selected and applied consistently
- Judgements and estimates are made that are reasonable and prudent
- Applicable accounting standards have been followed, subject to any material departures disclosed and explained within the financial statements

Members of the Governing Body endeavour to act with integrity at all times and are required to consider the College's best interests, without regard to their own private interests. Members of the Governing Body are required to make best efforts to take appropriate steps to ensure that the ongoing affairs of the College are managed prudently and wisely, taking consideration of both short-term needs and longer-term strategic aims and objectives.

The Governing Body has the power to delegate powers to the Executive Body.

### **Executive Body**

The Executive Body consists of 6 elected members and no more than 6 ex-officio members. It is responsible for the control and management of the College's affairs as delegated by the Governing Body.

Membership for the year ended 30 June 2005 was as follows:

- Professor H Ahmed (The Master)
- Dr C Brookes (Tutor for Advanced Students)
- Professor D Ibbetson (Warden of Leckhampton)
- Dr P Schofield (Senior Tutor)
- Dr N Yandell (Bursar)
- Professor W Horbury
- Professor M Warner
- Dr O Rackham
- Dr N Simmonds
- Dr D Greaves
- Dr E Wilson

### **Other Committees**

The Governing and Executive Bodies are assisted in the performance of their duties by a number of other committees. Among these, the following are noted:

#### **Audit Committee**

The potential risks arising from the College's activities are reviewed and assessed through the work of an Audit Committee. The Audit Committee is appointed by the Governing Body and comprises a Chair and three members of the Fellowship. It meets at least twice a year to consider reports from externally appointed auditors and advisors. After consideration of the financial reports and statements, the committee will report to the Governing Body on its findings and associated aspects of financial control.

#### **Building Committee**

The Building Committee approves an annual budget of expenditure on College operational buildings and monitors expenditure on significant building projects, major repairs and renewals; the Committee (Chair and five members) normally meets at least once each term.

#### **Fellowship Committee**

The Fellowship Committee identifies and recommends prospective candidates for election to the Fellowship of the College. It also considers general Fellowship matters.

### **Health and Safety Committee**

The College recognises the importance of health and safety in the workplace, and its responsibility in this respect to its members and staff. It employs a full time Health and Safety Officer who is responsible for the implementation of all related policies. The Health and Safety Committee generally meets each term to review health and safety matters and general policy. It comprises a Chair and up to twelve members, including members of College staff.

### **Investment Advisory Group**

The Investment Advisory Group generally meets once each term to review the College's investment portfolio, to consider investment objectives and targets, to monitor portfolio returns, as well as to consider the performance of the College's professional investment advisers. The Investment Advisory Group comprises a Chair and, currently, eight members.

### **Research Fellowship**

The Research Fellowship Committee generally meets termly and comprises a Chair and, currently, nine members.

### **Staff Committee**

The Staff Committee considers aspects of staff employment and remuneration. It generally meets termly and comprises a Chair and five members.

### **Stipends Committee**

The Stipends Committee meets as necessary to review the stipends of major College Offices. It comprises a Chair and three members.

Dr N J Yandell ..... Dated 28<sup>th</sup> November 2005  
Bursar

## **Corpus Christi College**

### **Independent Auditors' Report to the Governing Body of Corpus Christi College**

#### **Year Ended 30 June 2005**

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We have audited the financial statements which comprise the income and expenditure account, the statement of total recognised gains and losses, the balance sheet, the cash flow statement and related notes. These financial statements have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies.

This report is made solely to the College's Governing Body, as a body, in accordance with College's Statutes and the Statutes of the University of Cambridge. Our audit work has been undertaken so that we might state to the College's Governing Body those matters we are required to state to them in an auditors' 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 College and the College's Governing Body as a body, for our audit work, for this report, or for the opinions we have formed.

#### **Respective Responsibilities of the College's Governing Body and Auditors**

The Governing Body's responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Responsibilities of the Governing Body. Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the College's Statutes and the Statutes of the University of Cambridge. We also report to you if, in our opinion, the Report of the Governing Body is not consistent with the financial statements, if the College has not kept proper accounting records, if we have not received all the information and explanations we require for our audit, or if information specified by law regarding Officers' remuneration and transactions with the College (and other members of the group) is not disclosed.

We are not required to consider whether the statement in the Report of the Governing Body concerning the major risks to which the College is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the College's risk management and control procedures.

We read other information contained in the Report of the Governing Body and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements within it. Our responsibilities do not extend to any other information.

#### **Basis of Audit Opinion**

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Governing Body in the preparation of the financial statements, and of whether the accounting policies are appropriate to the College's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of the information in the financial statements.

**Corpus Christi College**

**Independent Auditors' Report to the Governing Body of Corpus Christi College**

**Year Ended 30 June 2005**

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**Opinion**

In our opinion the financial statements give a true and fair view of the state of the College's affairs as at 30 June 2005 and of the deficit of the College for the year then ended and have been properly prepared in accordance with the College's Statutes and the Statutes of the University of Cambridge.

In our opinion the contribution due from the College to the University has been correctly computed in accordance with the provisions of Statute G, II of the University of Cambridge.

**PETERS ELWORTHY & MOORE**  
**Chartered Accountants and**  
**Registered Auditor**

**CAMBRIDGE**

**Date.....**

## **Corpus Christi College**

### **Statement of Principal Accounting Policies**

**Year Ended 30 June 2005**

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#### **Basis of preparation**

The accounts have been prepared in accordance with the provisions of the Statutes of the College and of the University of Cambridge and applicable Accounting Standards.

In addition, the accounts comply with the Statement of Recommended Practice: Accounting for Further and Higher Education (The SORP) with the exception of the Balance Sheet which has been presented in the format of the Recommended Cambridge College Accounts (RCCA) as set out in draft Regulations of the University of Cambridge. The provisions of the SORP require Endowments, Deferred Grants and Revaluation Reserves to be disclosed differently on the Balance Sheet, whereas the RCCA shows part of this information in the notes to the accounts on page 25

#### **Basis of accounting**

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment assets and certain land and buildings.

#### **Recognition of income**

Income from permanent capital funds and short-term deposits is credited to the Income and Expenditure Account in the year in which it becomes receivable.

Unrestricted donations are allocated to income or capital after taking account of the circumstances and size of the gift in the year in which they become receivable.

Benefactions and donations accepted on condition that only the income may be spent are credited to the Balance Sheet as permanent capital funds. The income from a permanent capital fund is shown as income in the year that it is receivable. Income from a permanent capital fund that is not expended in the year in which it is receivable is, at the year-end, transferred from the Income and Expenditure Account to a restricted or unrestricted capital fund, as appropriate. When there is subsequent expenditure of accumulated income from a restricted capital fund, income is credited back to the Income and Expenditure Account from the restricted expendable capital fund to match the expenditure.

Restricted benefactions and donations that are used to fund capital projects are initially credited to a restricted expendable capital fund, and then released over the same estimated useful life that is used to determine the depreciation charge for the capital project.

College fee income is recognised in the period for which it is received and includes all fees chargeable to students or their sponsors.

#### **Gifts in kind**

Properties, investments, and other fixed assets donated to the College are included as donation income at market value at the time of receipt.

## Corpus Christi College

### Statement of Principal Accounting Policies

Year Ended 30 June 2005

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#### Pension schemes

The College participates in the Universities Superannuation Scheme, a defined benefit scheme which, is externally funded and contracted out of the State Earnings-Related Pension Scheme. The fund is valued every three years by a professionally qualified independent actuary using the projected unit method, the rates of contribution payable being determined by the trustee on the advice of the actuary. In the intervening years, the actuary reviews the progress of the scheme. Pension costs are assessed in accordance with the advice of the actuary, based on the latest actuarial valuation of the scheme, and are accounted for on the basis of charging the cost of providing pensions over the period during which the College benefits from the employees' services.

The College also contributes to the Cambridge Colleges Federated Pension Scheme, which is a similar defined benefit scheme; it is externally funded and contracted out of the State Earnings-Related Pension Scheme. The fund is valued every three years by a professionally qualified independent actuary using the projected unit method, the rates of contribution payable being determined by the trustee on the advice of the actuary. In the intervening years, the actuary reviews the progress of the scheme. Pension costs are assessed in accordance with the advice of the actuary, based on the latest actuarial valuation of the scheme, and are accounted for on the basis of charging the cost of providing pensions over the period during which the institution benefits from the employees' services. Unlike the Universities Superannuation Scheme, this scheme has surpluses and deficits directly attributable to the individual colleges.

#### Tangible Fixed Assets

##### a) Operational Freehold Land and Buildings

Land and Buildings held for operational purposes are stated at depreciated replacement cost as at 30 June 2003 with subsequent additions at cost. The valuation in June 2003 was carried out by Bidwells, Chartered Surveyors.

Freehold buildings (including the cost of major renewals) are depreciated on a straight line basis over their expected useful economic life of 100 years.

Freehold land is not depreciated.

Where land and buildings are acquired with the aid of specific bequests or donations they are capitalised and depreciated as above. The related benefactions are credited to a deferred capital account and are released to the Income and Expenditure Account over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

Finance costs, which are directly attributable to the construction of buildings are not capitalised as part of the cost of those assets.

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable.

Buildings under construction are valued at cost based on the value of architects' certificates and other direct costs incurred to 30<sup>th</sup> June. They are not depreciated until they are brought into use.

##### b) Maintenance and Renewal of Premises

The college has a maintenance plan, which is reviewed on an annual basis. The cost of any routine maintenance costing less than £10,000 is charged to the Income and Expenditure account as it is incurred. The cost of major refurbishment and maintenance costing more than £10,000 is capitalised and depreciated over the useful economic life of the asset concerned.

The college may also set aside sums to meet future major renewal costs, these being disclosed as designated reserves



## Corpus Christi College

### Statement of Principal Accounting Policies

Year Ended 30 June 2005

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#### c) Furniture, Fittings and Equipment

Furniture, fittings computer and general equipment costing less than £10,000 per individual item or group of related items is written off in the year of acquisition. All other assets are capitalised and depreciated over their expected useful life as follows:

Furniture and Fittings	10 years (10% per annum)
Motor Vehicles and General Equipment	5 years (20% per annum)
Computer Equipment	3 years (33% per annum)

#### d) Rare books, manuscripts, silver, works of art and other assets not related to education

Rare books, silver, works of art and other assets not related to education, which are deemed to be inalienable, are not included in the balance sheet

#### Investments

##### a) Securities

Investments are included in the balance sheet at market value.

##### b) Investment properties

Investment properties are included in the balance sheet at open market value.

#### Stocks

Stocks are valued at the lower of cost and net realisable value.

#### Provisions

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

#### Taxation

The College is an exempt charity within the meaning of Schedule 2 of the Charities Act 1993 and is a charity within the meaning of Section 506 (1) of the Taxes Act 1988. Accordingly, the College is exempt from taxation in respect of income or capital gains received within the categories covered by Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable gains Act 1992 to the extent that such income or gains are applied exclusively to charitable purposes.

The College receives no similar exemption in respect of Value Added Tax.

#### Contribution under Statute G II

The College is liable to be assessed for Contribution under the provisions of Statute G, II of the University of Cambridge. Contribution is used to fund grants to other colleges from the Colleges Fund. The college may from time to time be eligible for such grants.

## Corpus Christi College

### Consolidated Income and Expenditure Account

Year Ended 30 June 2005

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		2005 £	2004 £
<b>Income</b>	Note		
Academic Fees (inc Research/Teaching Grants)	1	1,041,710	965,265
Residences, Catering and Conferences	2	1,766,703	1,827,483
Endowment Income and Donations	3	2,728,896	2,736,749
Other Income		137,919	256,181
		<u>5,675,228</u>	<u>5,785,678</u>
<b>Total Income</b>			
<b>Expenditure</b>			
Education	4	2,679,628	2,569,086
Residences, Catering and Conferences	5	3,613,946	3,824,746
Other	6	659,700	528,748
		<u>6,953,274</u>	<u>6,922,580</u>
<b>Total Expenditure</b>			
<b>Operating (Deficit) for the year</b>		(1,278,046)	(1,136,902)
<b>Contribution under Statute G,II</b>	8	(2,483)	(3,546)
		<u>(1,280,529)</u>	<u>(1,140,448)</u>
<b>Transfer to Accumulated Income within Restricted And Designated Expendable Capital</b>		(12,828)	(242,390)
<b>Net (Deficit)</b>		<u>(1,293,357)</u>	<u>(1,382,838)</u>

All of the activities of the College are classed as continuing

## Corpus Christi College

### Statement of Total Recognised Gains and Losses

Year Ended 30 June 2005

	Restricted Funds		Unrestricted Funds		Total 2005 £	Total 2004 £
	Collegiate Purposes £	Non- Collegiate Purposes £	Designated Funds £	Undesignated Funds £		
Balance brought forward At 1 July 2004	15,985,451	-	112,551,901	36,983,487	165,520,839	160,431,542
Retained (Deficit) for the Year	-	-	(1,141,477)	(151,880)	(1,293,357)	(1,382,838)
Appreciation (Depreciation) of Investment Assets	1,471,434	-	40,381	3,558,010	5,069,825	4,368,710
Unspent Trust or Other Restricted Fund Income	12,828	-	-	-	12,828	242,390
Permanent Benefactions and Donations Accumulated Within Capital	-	-	-	1,507,385	1,507,385	1,500,000
Benefactions to Deferred Capital	1,456,116	-	-	-	1,456,116	361,035
Other Transfers	(1,110,000)	-	1,843,514	(733,514)	-	-
<b>Total Recognised Gains/ (Losses) for the Year</b>	<b>1,830,378</b>	<b>-</b>	<b>7422,418</b>	<b>4,180,001</b>	<b>6,752,797</b>	<b>5,089,297</b>
Balance carried forward at 30 June 2005	17,815,829	-	113,294,319	41,163,488	172,273,636	165,520,839

# Corpus Christi College

## Balance Sheets

Year Ended 30 June 2005

	Note	College			
		2005 £	2004 £		
<b>Fixed Assets</b>					
Tangible Assets	10a	114,080,274	112,261,086		
Investment Assets	10b	58,138,128	52,752,094		
		<u>172,218,402</u>	<u>165,013,180</u>		
<b>Current Assets</b>					
Stock		120,321	129,773		
Debtors	11	519,785	745,757		
Cash	12	668,853	781,284		
		<u>1,308,959</u>	<u>1,656,814</u>		
<b>Creditors: amounts falling due within one year</b>	13	<u>(1,253,725)</u>	<u>(1,149,155)</u>		
<b>Net Current Assets</b>		<u>55,234</u>	<u>507,659</u>		
<b>Total Assets Less Current Liabilities</b>		172,273,636	165,520,839		
<b>Creditors: amounts falling due after more than one year</b>		-	-		
<b>Net Assets</b>		<u>172,273,636</u>	<u>165,520,839</u>		
<b>Capital and Reserves</b>					
		<b>Income/ Expendable Capital Funds £</b>	<b>Permanent Capital Funds £</b>	<b>2005 Total £</b>	<b>2004 Total £</b>
Restricted Funds Held for Collegiate Purposes	14	4,035,401	13,780,428	17,815,829	15,985,451
Unrestricted Funds	14	119,589,889	34,867,918	154,457,807	149,535,388
		<u>123,625,290</u>	<u>48,648,346</u>	<u>172,273,636</u>	<u>165,520,839</u>

These accounts were approved by the Governing Body on 28<sup>th</sup> November 2005 and are signed on their behalf by:

N Yandell  
Bursar

# Corpus Christi College

## Consolidated Cash Flow Statement

Year Ended 30 June 2005

		2005 £	2005 £	2004 £	2004 £
<b>A Operating Activities</b>	Note				
Operating (Deficit) Before Tax			(1,278,048)		(1,136,902)
Depreciation	9		1,141,477		1,138,761
Investment Income			(2,728,896)		(2,736,749)
Decrease/(Increase) in Stocks			9,452		(30,243)
Decrease/(Increase) in Debtors			225,972		(351,181)
Increase in Creditors			104,571		466,760
<b>Net Cash Inflow from Operating Activities</b>			<u>(2,525,472)</u>		<u>(2,649,554)</u>
<b>B Returns on Investments and Servicing of Finance</b>					
Income from Endowments			2,716,068		2,494,359
Retained Endowment Income			12,828		242,390
<b>Net Cash Inflow from Returns on Investments and Servicing of Finance</b>			<u>2,728,896</u>		<u>2,736,749</u>
<b>C Contribution to Colleges Fund</b>			<u>(2,483)</u>		<u>(3,546)</u>
<b>D Capital Expenditure and Financial Investment</b>					
Receipts from sales of Investment Assets		3,950,419		1,828,018	
Benefactions Received		2,963,501		1,861,035	
Capital Grants Received		-		-	
Total Capital receipts		<u>6,913,920</u>		<u>3,689,053</u>	
Purchases of Tangible Fixed Assets		(2,960,665)		(938,877)	
Purchases of Investment Assets		(4,172,945)		(1,518,955)	
Total Capital Receipts		<u>(7,133,610)</u>		<u>(2,457,832)</u>	
<b>Net Cash (Outflow)/Inflow from Capital Transactions</b>			(219,690)		1,231,221
<b>Net Cash (Outflow)/Inflow before Financing</b>			<u>(18,749)</u>		<u>1,314,870</u>
<b>E Increase in Cash in Year</b>					
<b>Reconciliation of Net Cash Flow to Movement in Net Liquid Assets</b>					
(Decrease)/Increase in Cash in the Year			(18,749)		1,314,870
Net Funds brought forward at 1 July 2004			1,238,663		(76,207)
Net Funds carried forward at 30 June 2005			<u>1,219,914</u>		<u>1,238,663</u>

**Corpus Christi College**

**Consolidated Cash Flow Statement**

**Year Ended 30 June 2005**

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**F Analysis of Changes in Net Debt**

	<b>At 1.7.04</b>	<b>Cashflows</b>	<b>At 30.6.05</b>
	<b>£</b>	<b>£</b>	<b>£</b>
Cash at bank and in hand	781,284	(112,431)	668,853
Cash at fund managers	457,379	93,682	551,061
	<u>1,238,663</u>	<u>(18,749)</u>	<u>1,219,914</u>

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

<b>1 Academic Fees and Charges</b>				<b>2005</b>	<b>2004</b>
				<b>£</b>	<b>£</b>
College Fees:					
Fee Income paid on behalf of Undergraduates eligible for Student Support				-	-
Other Undergraduate Fee Income (per capita fee £2,869)				750,075	686,494
Graduate Fee Income (per capita fee £1,892)				286,194	274,582
				<u>1,036,269</u>	<u>961,076</u>
Research/Teaching Grants				-	-
Other Fees (incl. Degree Fees)				5,441	4,189
Total				<u>1,041,710</u>	<u>965,265</u>
<b>2 Residences, Catering and Conferences Income</b>				<b>2005</b>	<b>2004</b>
				<b>£</b>	<b>£</b>
Residential Accommodation	College Members			849,190	848,554
	Conferences (incl. Meeting Rooms)			202,228	294,132
Catering	College Members			520,118	504,998
	Conferences			195,167	179,799
Total				<u>1,766,703</u>	<u>1,827,483</u>
<b>3 Endowment Income</b>				<b>2005</b>	<b>2004</b>
				<b>2005</b>	<b>2004</b>
				<b>2005</b>	<b>2004</b>
				<b>Total</b>	<b>Total</b>
				<b>£</b>	<b>£</b>
Transfers from Endowment Income from:					
Freehold Land and Buildings	111,802	-	1,443,555	1,555,357	1,342,427
Quoted Securities – Equities and Fixed Interest	333,551	-	321,104	654,655	671,042
	<u>445,353</u>	<u>-</u>	<u>1,764,659</u>	<u>2,210,012</u>	<u>2,013,469</u>
Donations and benefactions	494,893	-	23,991	518,884	723,280
Total	<u>940,246</u>	<u>-</u>	<u>1,788,650</u>	<u>2,728,896</u>	<u>2,736,749</u>
<b>4 Education Expenditure</b>				<b>2005</b>	<b>2004</b>
				<b>£</b>	<b>£</b>
Teaching				875,311	866,066
Tutorial				459,124	446,138
Admissions				181,124	202,349
Research				175,535	232,619
Scholarships and Awards				259,627	273,994
Other Educational Facilities				728,907	547,920
Total (Note 7)				<u>2,679,628</u>	<u>2,569,086</u>

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

<b>5 Residences, Catering and Conferences Expenditure</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
Accommodation	College Members		2,283,197	2,353,362
	Conferences (incl. marketing costs)		362,484	543,825
Catering	College Members		774,515	749,628
	Conferences		193,750	177,931
Total			<u>3,613,946</u>	<u>3,824,746</u>
<b>6 Other Expenditure</b>			<b>2005</b>	<b>2004</b>
			<b>£</b>	<b>£</b>
Other expenditure			<u>659,700</u>	<u>528,748</u>
<b>7a Analysis of 2005 Expenditure by Activity</b>	<b>Staff Costs (Note 9)</b>	<b>Other Operating Expenses</b>	<b>Depreciation</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Education (Note 4)	1,445,081	1,119,394	115,153	2,679,628
Residences, Catering and Conferences (Note 5)	1,060,051	1,527,571	1,026,324	3,613,946
Other (Note 6)	61,602	598,098	-	659,700
	<u>2,566,734</u>	<u>3,245,063</u>	<u>1,141,477</u>	<u>6,953,274</u>
<b>7b Analysis of 2004 Expenditure by Activity</b>	<b>Staff Costs (Note 9)</b>	<b>Other Operating Expenses</b>	<b>Depreciation</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
Education (Note 4)	1,405,550	945,417	218,119	2,569,086
Residences, Catering and Conferences (Note 5)	879,181	2,024,923	920,642	3,824,746
Other (Note 6)	61,577	467,171	-	528,748
	<u>2,346,308</u>	<u>3,437,511</u>	<u>1,138,761</u>	<u>6,922,580</u>
<b>8 Contribution Under Statute G,II</b>			<b>2005</b>	<b>2004</b>
	<b>Note</b>		<b>£</b>	<b>£</b>
Endowment income as per Income and Expenditure Account	3		2,728,896	2,736,748
Less: Items not assessable to Contribution				
Donations and bequests	3		(518,884)	(723,279)
Other items not assessable to contribution			<u>(1,243,799)</u>	<u>(1,025,739)</u>
Assessable Income	22a		966,213	987,730
Less: Deductible items	22b		(883,461)	(869,541)
Net Assessable Income			<u>82,752</u>	<u>118,189</u>
<b>Contribution Payable</b>			<u>2,483</u>	<u>3,546</u>



# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

#### 9 Staff

	<b>College Fellows 2005 £</b>	<b>Non- Academics 2005 £</b>	<b>Total 2005 £</b>	<b>Total 2004 £</b>
<b>Staff Costs</b>				
Emoluments (including non-staff)	501,922	1,657,401	2,159,323	1,969,221
Social Security Costs	38,081	123,241	161,322	139,226
Other Pension Costs	69,289	176,800	246,089	237,861
	<u>609,292</u>	<u>1,957,442</u>	<u>2,566,734</u>	<u>2,346,308</u>
Average Staff Numbers:				
Academic	35	-	35	40
Non-Academics	<u>3</u>	<u>122</u>	<u>125</u>	<u>133</u>
	<u>38</u>	<u>122</u>	<u>160</u>	<u>173</u>

No officer or employee of the College, including the Head of House, received emoluments of over £70,000 (2004: £70,000).

#### 10 Fixed Assets

##### 10a Tangible Assets

	<b>Freehold Land &amp; Buildings £</b>	<b>Assets Under Construction £</b>	<b>College Buildings and Site £</b>
<b>Original Cost/Valuation</b>			
As at 1 July 2004	113,876,068	659,748	114,535,816
Additions	401,654	1,449,011	1,850,665
Transfer from Investment Properties	<u>1,110,000</u>	<u>-</u>	<u>1,110,000</u>
As at 30 June 2005	<u>115,387,722</u>	<u>2,108,759</u>	<u>117,496,481</u>
<b>Accumulated Depreciation</b>			
As at 1 July 2004	2,274,730	-	2,274,730
Provided for the Year	<u>1,141,477</u>	<u>-</u>	<u>1,141,477</u>
As at 30 June 2005	<u>3,416,207</u>	<u>-</u>	<u>3,416,207</u>
<b>Net Book value</b>			
At 30 June 2005	<u>111,971,515</u>	<u>2,108,759</u>	<u>114,080,274</u>
At 30 June 2004	<u>111,601,338</u>	<u>659,748</u>	<u>112,261,086</u>

The insured value of freehold Land and Buildings at 30 June 2005 was £139,293,589.

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

#### 10b Investment Assets

##### Group and College

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Balance at 1 July 2004	52,752,094	48,791,024
Additions	4,172,945	1,518,955
Disposals	(3,950,419)	(1,828,018)
Appreciation on disposals/revaluation	5,069,825	4,368,710
Increase/(decrease) in cash balances held at fund managers	93,683	(98,577)
Balance at 30 June 2005	<u>58,138,128</u>	<u>52,752,094</u>

##### Represented by:

	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Freehold land and buildings	28,735,854	27,693,850
Quoted securities – equities	28,851,213	24,600,865
Cash held for reinvestment	551,061	457,379
Total	<u>58,138,128</u>	<u>52,752,094</u>

The College values its investment assets at market value, in compliance with Statement of Standard Accounting Practice 19 (“Investment Properties”). The valuation is by Bidwells Property Consultants and is based on their opinion of the open market value at 30 June 2005.

#### 11 Debtors

	<b>College</b>	
	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Members of the College	169,701	304,239
Rents	253,241	218,924
Other	96,843	222,594
	<u>519,785</u>	<u>745,757</u>

#### 12 Cash

	<b>College</b>	
	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Current accounts	668,303	780,855
Cash in hand	550	429
	<u>668,853</u>	<u>781,284</u>

#### 13 Creditors: amounts falling due within one year

	<b>College</b>	
	<b>2005</b>	<b>2004</b>
	<b>£</b>	<b>£</b>
Bank overdraft	-	-
Other creditors	660,584	569,334
Accruals and deferred income	593,141	579,821
	<u>1,253,725</u>	<u>1,149,155</u>

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

#### 14 Capital and Reserves

##### College

	Income/ Expendable Capital Funds	Permanent Capital Funds	Total 2005 £	Total 2004 £
<i>Restricted Funds:</i>				
Trust Funds	2,218,250	13,780,428	15,998,678	15,624,416
Donations & Benefactions	-	-	-	-
Deferred Capital Funds	1,817,151	-	1,817,151	361,035
	<u>4,035,401</u>	<u>13,780,428</u>	<u>17,815,829</u>	<u>15,985,451</u>
<i>Unrestricted Funds:</i>				
<i>Designated Funds:</i>				
Special Funds	1,322,803	-	1,322,803	950,563
Other General Capital	111,971,516	-	111,971,516	111,601,338
	<u>113,294,319</u>	<u>-</u>	<u>113,294,319</u>	<u>112,551,901</u>
<i>Undesignated Funds:</i>				
Corporate Capital	-	34,867,918	34,867,918	32,522,323
Special Funds	-	-	-	-
Donations & Benefactions	1,507,385	-	1,507,385	1,500,000
Other General Capital	4,788,185	-	4,788,185	2,961,164
	<u>6,295,570</u>	<u>34,867,918</u>	<u>41,163,488</u>	<u>36,983,487</u>
	<u>119,589,889</u>	<u>34,867,918</u>	<u>154,457,807</u>	<u>149,535,388</u>
	<u>123,625,290</u>	<u>48,648,346</u>	<u>172,273,636</u>	<u>165,520,839</u>

#### 15 Reconciliation of Movement in Capital Reserves

##### Group

	Restricted Funds		Unrestricted Funds				Total 2005 £
	Income/ Expendable Capital Funds £	Permanent Capital Funds £	<i>Designated Funds</i> Income/ Expendable Capital Funds £	<i>Permanent Capital Funds £</i>	<i>Undesignated Funds</i> Income/ Expendable Capital Funds £	Permanent Capital Funds £	
Balance as at 1 July 2004	2,566,457	13,418,994	112,551,901	-	4,461,164	32,522,323	165,520,839
Increases in Year	1,575,855	1,471,434	2,010,277	-	2,867,811	2,345,595	10,270,972
(Decreases) in Year	(106,911)	(1,110,000)	(1,267,859)	-	(1,033,405)	-	(3,518,175)
Balance as at 30 June 2005	<u>4,035,401</u>	<u>13,780,428</u>	<u>113,294,319</u>	<u>-</u>	<u>6,295,570</u>	<u>34,867,918</u>	<u>172,273,636</u>

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

#### 16 Analysis of Funds

##### College

	<b>Restricted Funds 2005 £</b>	<b>Unrestricted Funds 2005 £</b>	<b>Total 2005 £</b>	<b>Total 2004 £</b>
Other Funds	15,998,678	-	15,998,678	12,186,051
Estate Repair Fund	-	942,403	942,403	612,764
Building Fund	-	380,400	380,400	337,799
Deferred Capital Fund	1,817,151	-	1,817,151	659,748
General Capital	-	118,267,086	118,267,086	116,062,502
Corporate Capital	-	34,867,819	34,867,819	32,522,323
	<u>17,815,829</u>	<u>154,457,807</u>	<u>172,273,636</u>	<u>165,520,839</u>

#### 17 Asset Analysis of Funds

	<b>Restricted Funds</b>		<b>Unrestricted Funds</b>				<b>Total 2005 £</b>
	<b>Income/ Expendable Capital Funds £</b>	<b>Permanent Capital Funds £</b>	<i>Designated Funds</i>		<i>Undesignated Funds</i>		
	<b>Income/ Expendable Capital Funds £</b>	<b>Permanent Capital Funds £</b>	<b>Income/ Expendable Capital Funds £</b>	<b>Permanent Capital Funds £</b>	<b>Income/ Expendable Capital Funds £</b>	<b>Permanent Capital Funds £</b>	
Tangible							
Fixed							
Assets	2,108,759	-	111,971,516	-	-	-	114,080,275
Investment							
Assets	-	13,786,473	380,400	-	12,651,710	31,319,545	58,138,128
Sinking Funds	-	-	-	-	(3,151,955)	3,151,955	-
Net Current							
Assets	1,926,642	(6,045)	942,403	-	(3,204,185)	396,418	55,233
Total	<u>4,035,401</u>	<u>13,780,428</u>	<u>113,294,319</u>	<u>-</u>	<u>6,295,570</u>	<u>34,867,918</u>	<u>172,273,636</u>

#### 18 Financial Commitments

	<b>2005 £</b>	<b>2004 £</b>
Land & Buildings		
Expiring in over five years	<u>-</u>	<u>-</u>

#### 19 Capital Commitments

	<b>2005 £</b>	<b>2004 £</b>
Commitments contracted for at 30 June	<u>5,450,033</u>	<u>30,410</u>

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

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#### 20 Pension Schemes

##### University Superannuation Scheme

The College participates in the Universities Superannuation Scheme, a defined benefit scheme which is externally funded and contracted out of the State Second Pension (S2P). The assets of the scheme are held in a separate trustee-administered fund. It is not possible to identify each institution's share of the underlying assets and liabilities of the scheme and hence contributions to the scheme are accounted for as if it were a defined contribution scheme. The cost recognised within the surplus/deficit for the year in the Income and Expenditure Account being equal to the contributions payable to the scheme for the year.

The latest actuarial valuation of the scheme was at 31 March 2002. The assumptions which have the most significant effect on the result of the valuation are those relating to the rate of return on investments (i.e. the valuation rate of interest) and the rates of increase in salary and pensions. In relation to the past service liabilities, the financial assumptions were derived from market yields prevailing at the valuation date. It was assumed that the valuation rate of interest would be 5.0% per annum, salary increases would be 3.7% per annum and pensions would increase by 2.7% per annum. In relation to the future service liabilities, it was assumed that the valuation rate of interest would be 6.0% per annum, including an additional investment return assumption of 1% per annum, salary increases would be 3.7% per annum and pensions would increase by 2.7% per annum. The valuation was carried out using the projected unit method.

At the valuation date, the market value of the assets of the scheme was £19,938 million and the value of the past service liabilities was £19,776 million leaving a surplus of assets of £162 million. The assets were therefore sufficient to cover 101% of the benefits which had accrued to members after allowing for expected future increases in earnings.

The institution contribution rate required for future service benefits alone at the date of the valuation was 14.25% of salaries but it was agreed that the institution contribution rate would be maintained at 14% of salaries. To fund this reduction of 0.25% for the period of 12 years from the date of the valuation (the average outstanding working lifetime of the current members of the scheme) required the use of £82.5 million of the surplus. This left a past service surplus of £79.5m (including the Supplementary Section) to be carried forward.

Surpluses or deficits which arise at future valuations may impact on the institution's future contribution commitment. The next formal actuarial valuation is due as at 31 March 2005 when the above rates will be reviewed.

The total pension cost for the College was £246,089 (2004: £237,861). The contribution rate payable by the College was 14% of pensionable salaries.

##### Cambridge Colleges Federated Pension Scheme

The College also participates in the Cambridge Colleges Federated Pension Scheme, a defined benefit scheme the assets of which are held in a separate trustee administered fund. The Scheme is a defined benefit final salary scheme that was originally set up, under an interim Trust Deed, on 19 July 1977 as a defined benefit scheme. It has been approved by the Inland Revenue Savings, Pensions, Share Schemes (formerly the Pensions Schemes Office) under Chapter I of Part XIV of the Income and Corporation Taxes Act 1988. The College's employees covered by the Scheme are contracted out of the State Second Pension (S2P), formerly the State Earnings Related Pension Scheme (SERPS).

The funding of the scheme is based upon regular triennial actuarial valuations; the last full valuation was carried out as at 31 March 2002 by a qualified independent actuary. The Financial Reporting Standard 17 (FRS 17) valuation as at 30 June 2003 uses this valuation as a base and updates the figures using the FRS 17 assumptions.

The contribution made payable by the College in respect of the accounting period ended 30 June 2005 was £163,400, excluding PHI premiums.

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

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#### 20 Pension Schemes (continued)

##### Cambridge Colleges Federated Pension Scheme (continued)

The major assumptions used by the actuary were:

	<b>2005</b>	<b>2004</b>
Rate of increase in salaries	3.75%	3.80%
Rate of increase in pensions in deferment		
- Guaranteed minimum pension (GMP)	3.75%	3.80%
- Excess pension over GMP and pension accrued after 5 April 1997	3.00%	3.10%
Rate of increase in pensions in payment		
- GMP accrued up to 5 April 1988		
- GMP accrued between 6 April 1988 and 5 April 1997	2.25%	2.30%
- Excess pension over GMP and pension accrued after 5 April 1997	3.00%	3.10%
Discount rate	5.40%	5.80%
Inflation assumption	3.00%	3.10%

The assets in the scheme and the expected rate of return were:

	<b>Long term rate of return expected 2005</b>	<b>Value at 2005 £</b>	<b>Long term rate of return expected 2004</b>	<b>Value at 2004 £</b>
Equities	7.50%	1,897,349	8.00%	1,556,752
Bonds (including cash)	4.70%	806,719	5.10%	818,026
Property	6.50%	80,453	7.00%	180,493
		<hr/>		<hr/>
Total market value of assets		2,784,521		2,555,271
Present value of scheme liabilities		<hr/>		<hr/>
		(3,598,893)		(3,276,617)
Net pension liability		<hr/>		<hr/>
		(814,372)		(721,346)

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

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#### 20. Pension Schemes (continued)

The following results were measured in accordance with the requirements of FRS 17:

##### Analysis of amounts charged to operating profit

**9 Months  
Ended  
31 March  
2005  
£**

Current service cost	85,923
Life assurance premium	14,514
Total operating charge	<u>100,437</u>

##### Analysis of amount credited to other finance income

**9 Months  
Ended  
31 March  
2005  
£**

Expected return on pension scheme assets	133,864
Interest on pension scheme liabilities	(142,787)
Net return	<u>(8,923)</u>

##### Analysis of the amount recognised in Statement of Total Recognised Gains and Losses (STRGL)

**9 Months  
Ended  
31 March  
2005  
£**

Actual return less expected return on pension scheme assets	89,852
Experience gains and losses arising on scheme liabilities	52,862
Changes in assumptions underlying the present value of the scheme liabilities	(230,986)
Actuarial loss recognised in STRGL	<u>(88,272)</u>

# Corpus Christi College

## Notes to the Accounts

### Year Ended 30 June 2005

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#### 20. Pension Schemes (continued)

##### Movement in deficit during the year

	<b>9 Months Ended 31 March 2005 £</b>
Deficit in scheme at beginning of the period	(721,346)
Movement in period:	
Current service costs including life assurance	(100,437)
Contributions	104,606
Other finance income	(8,923)
Actuarial loss	(88,272)
Deficit in scheme at end of the period	<u>(814)</u>

##### History of experience gains and losses

	<b>9 Months Ended 31 March 2005</b>
Difference between the expected and actual return on scheme assets:	
Amount (£)	89,852
Percentage of scheme assets	3%
Experience gains and losses on scheme liabilities:	
Amount (£)	52,862
Percentage of the present value of the scheme liabilities	1%
Total amount recognised in Statement of Total Recognised Gains and Losses:	
Amount (£)	(88,272)
Percentage of the present value of the scheme liabilities	-2%

The College elected to prepare its financial statements in accordance with RCCA for the first time in respect of the year ended 30 June 2004. For accounting periods prior to that, the accounts prepared in accordance with Statute GIII did not require compliance with accounting standards. This means that information that would be necessary in order to comply fully with the requirements of FRS 17 was not collated in those earlier years. Some of the requirements of FRS 17 have been implemented in these financial statements but it is not possible to fully comply for the reason stated.

#### 21. Related Party Transactions

Owing to the nature of the College's operations and the composition of its Governing Body, it is inevitable that transactions will take place with organisations in which a member of the Governing Body have an interest. All transactions involving organisations in which a member of the Governing Body may have an interest are conducted at arm's length and in accordance with the College's normal procedures.



# Corpus Christi College

## Notes to the Accounts

Year Ended 30 June 2005

### 22 Contribution Assessment

	2005		2004	
	£	£	£	£
<b>22a Assessable income</b>				
<b>i External Revenue</b>				
Agricultural properties let at rack rent	177,096		152,446	
Urban properties let at rack rent	1,053,952		1,078,843	
Residential properties let at rack rent	29,832		-	
Dividends and gross interest	321,104	1,581,984	326,552	1,557,841
Less:				
Agency, Management charges	624,069		548,990	
Legal charges	-		47,705	
Transfer to Estates Repairs & Improvements Fund VIII A	329,639		307,822	
Fund management	-		(25,348)	
Water rates	-		4,501	
Insurance	107,416	(1,061,124)	142,079	(1,025,749)
		520,860		532,092
<b>ii Trust &amp; Other Funds Subject To Contribution</b>		445,353		455,628
Assessable income		996,213		987,720
<b>iii Trust &amp; Other Funds Not Subject to Contribution</b>				
Building Fund Under Statute GII	8,602	-	8,819	-
<b>22b Deductible items</b>				
Prizes	44,145		-	
Half sums paid to Scholars, Exhibitioners & Research Students	102,704		183,356	
Half Chapel expenses less Chaplains Stipends	13,434		24,845	
University Appointments Board	-		-	
Sinking Fund payments under Statute G,II, 4 (iv)	115,420		112,738	
College Building Fund under Statute G,II,4 (vii)	120,000		129,000	
Contributions to Kettles Yard/New Music Fellowships	5,000		5,000	

**Corpus Christi College**

**Notes to the Accounts**

**Year Ended 30 June 2005**

**22b Deductible items (continued)**

	<b>2005</b>		<b>2004</b>	
	£	£	£	£
Research Fellows Stipends under Statute G, II (xviii)	81,624		98,151	
College Libraries under Statute G, II 4 (xvii)	270,541		241,319	
CTO Stipends under Statute G, II 4 (xii)	121,761		66,054	
Counselling & Sports Injuries Clinic under Statute G, II, 4(xii)	8,832		9,078	
	<u>8,832</u>	<u>883,461</u>	<u>9,078</u>	<u>869,541</u>
Excess of Assessable Income Over Deductible Items		<u>82,752</u>		<u>118,189</u>

**22c Building Fund Under Statute GII,4 (vii)**

	<b>2005</b>	<b>2004</b>
	£	£
Balance at beginning of year	337,799	313,609
Transfer for year approved under GII, 4(v)	120,000	129,000
Interest	8,602	8,819
Investment revaluation	40,381	24,190
Expenditure on buildings repairs and maintenance	(126,382)	(137,819)
Balance as at 30 June 2005	<u>380,400</u>	<u>337,799</u>

**22d Estates Repairs and Improvements Fund**

	<b>2005</b>	<b>2004</b>
	£	£
Balance at beginning of year	612,764	304,942
Transfer for 2003/04 approved under Statute GII,4(v)		
25% of College Estate let at Rack Rent	329,639	307,822
Balance as at 30 June 2005	<u>942,403</u>	<u>612,764</u>