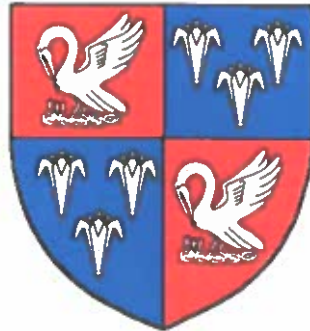




**Corpus Christi College
Cambridge**

RECOMMENDED CAMBRIDGE COLLEGE ACCOUNTS (RCCA)

**For the financial year ended
30 June 2018**





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Reference and Administrative Details

Corpus Christi College, Trumpington Street, Cambridge CB2 1RH
Charity Registration Number 1137453
Charity Exemption Number X6457
VAT Number GB 213 291 049
www.corpus.cam.ac.uk

The College of Corpus Christi and the Blessed Virgin Mary in the University of Cambridge is a corporate body comprising the Master, the Fellows and the Scholars whose registered office is at Trumpington Street, Cambridge, CB2 1RH. The College is a registered charity and is subject to regulation by the Charity Commission for England and Wales. The charity trustees of the College are the members of the Governing Body, being its Official Fellows, appointed by the Governing Body in accordance with the Statutes of the College.

MEMBERS OF THE GOVERNING BODY AND TRUSTEES OF THE CHARITY

Master

Stuart Laing MA MPhil (to 31.7.18)
Professor Christopher Kelly BA (Hons) (Sydney), PhD, FSA (from 1.8.18)

CJB Brookes MA, PhD	Tutor for Advanced Students, College Lecturer in Mathematics, <i>Affiliated Lecturer in the Faculty of Mathematics</i>
Professor CJ Howe MA, PhD, ScD, FLS	<i>Professor of Plant and Microbial Biochemistry</i>
Professor AG Smith BSc (Bristol), MPhil, PhD	<i>Professor of Plant Biochemistry</i>
Professor PC Hewett MA, PhD (Edinburgh)	Food and Wine Steward, <i>Professor of Observational Cosmology and Astrophysics</i>
Professor NE Simmonds MA, LL.M, PhD (30.09.18)	<i>Professor of Jurisprudence</i>
Professor M Warner MA, PhD (London), FRS	<i>Professor of Theoretical Physics</i>
PNR Zutshi MA, PhD, FSA	Graduate Tutor
Professor CM Kelly BA (Hons) (Sydney), PhD, FSA (31.7.18)	Keeper of College Pictures and Fine Furniture, <i>Professor of Classics and Ancient History, Laurence Lecturer in Classics</i>
D Greaves MA, PhD	Senior Lecturer in Computer Science
Professor S Godsill MA, PhD	Tutor, <i>Professor of Statistical Signal Processing</i>
Professor EF Wilson MA, PhD	Tutor, <i>Professor of French Literature and the Visual Arts</i>
HPC Robinson MA, PhD	<i>Senior Lecturer in Neuroscience</i>
DA Sneath BSc (Ulster), PhD	Graduate Tutor, <i>Reader in the Anthropology of Political Economy</i>
KA Seffen MA, PhD, CMath	Building Advisor, <i>Reader in Structural Mechanics</i>
Professor JI Warren MA, MPhil, PhD	Tutor, Web Editor, <i>Professor of Ancient Philosophy</i>
EJ Winter MA	Development and Communications Director
S Cain MA, MPhil	College Teaching Officer in English, Fellow Responsible for the Taylor Library
M Sutherland BSc, MSc, PhD (Toronto)	Admissions Tutor, Tutor, <i>Affiliated Lecturer in Physics</i>
Professor P Cicuta Laurea (Milan), PhD	<i>Professor of Biological Physics</i>
Professor B Kushner BA, PhD (Princeton)	<i>Professor of East Asian History</i>
J Buxton BA (Hons), DipTh (19.09.17)	Dean of Chapel, Warden of Leckhampton
M Frasca-Spada Laurea (Rome) PhD	Senior Tutor, <i>Affiliated Lecturer in the Department of History and Philosophy of Science and at the Faculty of Philosophy</i>
S Kapila BA(Panjab), MA (New Dehli), PhD (London)	<i>Lecturer in History</i>
SL Ainger-Brown MA, FCMA, CGMA, FCMI	College Treasurer and Second Bursar, GB Secretary
P Bearcroft MA, MB, Bchir, FRCP, FRCR	<i>Clinical Director in the Department Radiology, Associate Lecturer</i>
Professor J Carr BSc, PhD (Liverpool)	Graduate Tutor, Vice President, <i>Professor of Plant Virology</i>
E Spary BA, MA, PhD	Tutor, <i>Reader in the History of Modern European Knowledge</i>



Professor J Hirst MA, DPhil (Oxon), FRS

J Morgan MA (Oxon), PhD
P Rendahl BA, MA (Lund), PhD (EUI, Florence)
B Pilgrim MChem, DPhil (Oxon)

S Bohndiek MA, PhD (London)
E St John Smith MPharmacol (Bath), PhD

AG Milne MA, PhD

TJ Harvey-Samuel MA
A Rapport BA (Northwestern), PhD (Minnesota)
A Davison BA, DPhil (Oxon), MA, PhD
J Bradley BSc, MSc, PhD (Bristol) (30.09.17)
R Adelstein BA, MA, PhD (Chicago) (30.09.17)

A Joannides BA, MA, MB, BChir, MRCS, PhD
V Braithwaite BSc (St Andrews), PhD
JD Rhodes BA (Univ. of the South), MA (Columbia), PhD (New York)
T Adams BA, BCL, DPhil (Oxon) (30.09.17)
A Kisil BA, PhD

F Iida BEng, MEng (Tokyo) Dr Sc Nat (Zurich)
R Harries BA, MPhil, PhD (30.08.18)
F Hill BA (Manchester), MA (London), PhD (UEA)
S Behjati MA, BM BCH (Oxon), PhD

I Stefanovici BSc, MSc, PhD (Toronto) (30.09.18)
Professor D Abrahams BSc, ACGI, PhD, DIC (Imperial)

F Grey MChem (Oxon), MPhil

A Berg BA (Harvard), MA, PhD (Chicago)
H Soper BA, MSt (Oxon), PhD
M Kromhout BA, MA, PhD (Amsterdam)
A Bigg (SoSc) BA (Leeds), MA (Sheffield), MPhys (Oxon), PhD (Durham)
C Read MA, MPhil, PhD

A Sanger MA, LLM (LSE), PhD
Professor G Viggiani Laurea (Naples), PhD (City University, London)

Dean of College, *Professor of Biological Chemistry, Deputy Director of the MRC Mitochondrial Biology Unit*
Tutor, *Senior Lecturer in Law*
Reader in Economics
Royal Commission for the Exhibition of 1851 Research Fellowship, Fellow in Chemistry
Graduate Tutor, *Reader in Biomedical Physics*
Tutor, Graduate Tutor, Keeper of the Corpus Chronophage/Clock, *Senior Lecturer in Pharmacology*
EB Secretary, Keeper of the Lewis Collection, *Judith E Wilson Reader in Poetics*
Bursar
Lecturer in Politics & International Studies
Starbridge Lecturer in Theology & Natural Sciences
William Cook Research Fellow & College Lecturer in Economics
Gaylord and Dorothy Donnelley Research Fellow in Ethnomusicology
Clinical Lecturer in Clinical Neurosurgery
Non-Stipendiary Research Fellow in Biological Sciences
Warden of Leckhampton, *Reader in Film Studies, and Visual Culture*
Hong Kong Link Research Fellow & College Lecturer in Law
Sultan Qaboos Research Fellow & College Lecturer in Mathematics
Reader in Robotics
Stipendiary Research Fellow in Modern Visual Culture
Stipendiary Research Fellow in Medieval Studies
Wellcome Trust Intermediate Clinical Fellow, Non-Stipendiary Research fellow in Medical Sciences
Microsoft Research fellow
N M Rothschild and Sons Professor of Mathematical Sciences and Director of the Isaac Newton Institute for Mathematical Sciences
William Cook Research Fellow and College Lecturer in Economics
Gaylord and Dorothy Donnelley Research Fellow in Philosophy
Stipendiary Research Fellow in Anglo-Saxon
Non-stipendiary Research Fellow in Music
Chaplain

Hong Kong Link Research and Teaching Fellow in Modern British History, *British Academy Post-Doctoral Fellow*
Lecturer in Law
Professor of Infrastructure Geotechnics

The above lists Fellows of the College (in order of seniority and election to Fellowship) who are members of the Governing Body (see section 'College Governance'). During the year some Fellows left the fellowship, the dates of their leaving the fellowship are indicated after their name.

On appointment all Fellows are given copies of the Statutes and Ordinances of the College



Contact Information - Principal Advisors

Actuaries

Cartwright Group Ltd
Suite 7, Second Floor
The Hub, IQ Farnborough
Hants GU14 7JP

Auditors

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

Solicitors

Ashtons Legal
Chequers House
77-81 Newmarket Road
Cambridge CB5 8EU

Mills & Reeve LLP

Francis House
112 Hills Road
Cambridge CB2 1PH

Bankers

Lloyds Bank plc (Commercial Banking)
Endeavour House, Chivers Way
Histon, Cambridge, CB24 9ZR

Property Managers and Valuers

Bidwells LLP
Trumpington Street
Cambridge CB2 2LD

Investment Advisors/Managers

BlueBay Asset Management plc
77 Grosvenor Square, London W1K 3JR

Cambridge University Endowment Fund
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Greenwich House, Madingley Rise
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Longview Partners (Guernsey) Limited
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Majedie Asset Management
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Legg Mason Global Funds PLC
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Grand Central Dock, Dublin 2, Ireland

Miura Global Management LLC
101 Park Avenue, New York NY10178

OrbiMed Advisors LLC
601 Lexington Avenue, 54th Floor, New York NY10022

Baillie Gifford & Co
Carlton Square, 1 Greenside Row, Edinburgh EH1 3AN

The Charities Property Fund, c/o Cordea Savills LLP
33 Margaret Street, London W1G 0JD

Phoenix Asset Management Partners Ltd
64-66 Glenthams Road, London SW13 9JJ

ODEY Asset Management LLP
12 Upper Grosvenor Street, London W1K 2ND

Senior and Principal Officers

Head of House/Master: Mr S Laing MA MPhil (to 31.07.18)
Professor C Kelly BA (Hons) (Sydney), PhD, FSA (from 1.8.18)
Senior Tutor: Dr M Frasca-Spada Laurea (Rome) PhD
Bursar: Mr TJ Harvey-Samuel MA



Status

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 Fellows and scholars. The community consists of the Master, 59 active Fellows (42 men and 17 women) and 511 junior members, of whom 274 are undergraduates (160 men and 114 women) and 242 are postgraduates (157 men and 85 women). Postgraduate students include those undertaking both full and part-time study. In addition, 106 full time equivalent members of staff support the College in achieving and upholding its aims and objectives. The College is a registered charity (1137453) and is subject to regulation by the Charity Commission for England and Wales.

Aims and Objectives of the College

The College is an institution of higher education. It continues to promote its statutory charitable objectives “to maintain and support a College within the University of Cambridge for the advancement of education, research, learning and religion”. The College remains an independent foundation while, at the same time, forming part of an internationally renowned collegiate university. The College endorses the University’s mission and core values and views the partnership between University and Colleges as central to Cambridge’s future development. The College plays an active role in University bodies and in formulating University policy.

The College has the following long term aims and objectives:

- A dedication and commitment to the pursuit of the highest standards and quality in teaching and research at undergraduate and postgraduate levels within a stimulating and supportive environment. It maintains the emphasis on the individual in academic and pastoral provision.
- To promote and foster excellence in academic research of the highest quality across a wide variety of disciplines.
- To support a community of Fellows, students and staff allowing the benefits of a large, internationally renowned university to be realised within a small-scale and close knit community.
- To encourage and nurture a community of active alumni contributing to the life and future of the College.
- To manage, enhance and develop its endowments and benefactions, historic buildings and grounds for the benefit of current and future generations.

In pursuit of its objectives, the College admits (as junior members) undergraduates and postgraduate students matriculated in the University of Cambridge. It provides financial and other support to those members that require it and supports teaching and research in the University. In order to support the funding of its activities, the College maintains and manages an endowment of assets including properties. Besides educational, financial and tutorial support, the College supplies accommodation, catering and other services to its members and others.

The College has regard to the Charity Commission’s guidance on public benefit and, inter alia, provides a number of free lectures, concerts and exhibitions for the benefit of the community both nationally and internationally. The College places particular emphasis on sharing its facilities with the local community, the College sports grounds are used by cricket and soccer clubs within the city and the College grounds at the heart of the city are open to the public for most of the year.



Review of activity

274 undergraduates sat classed University examinations in 2018; 84% obtained grades in the First Class or upper division of the Second Class (or in the undivided Second Class). 11 undergraduates were awarded University prizes. 47 postgraduate students successfully completed an MPhil or other one year graduate course, 3 completed clinical studies and 37 satisfied the requirements for a PhD.

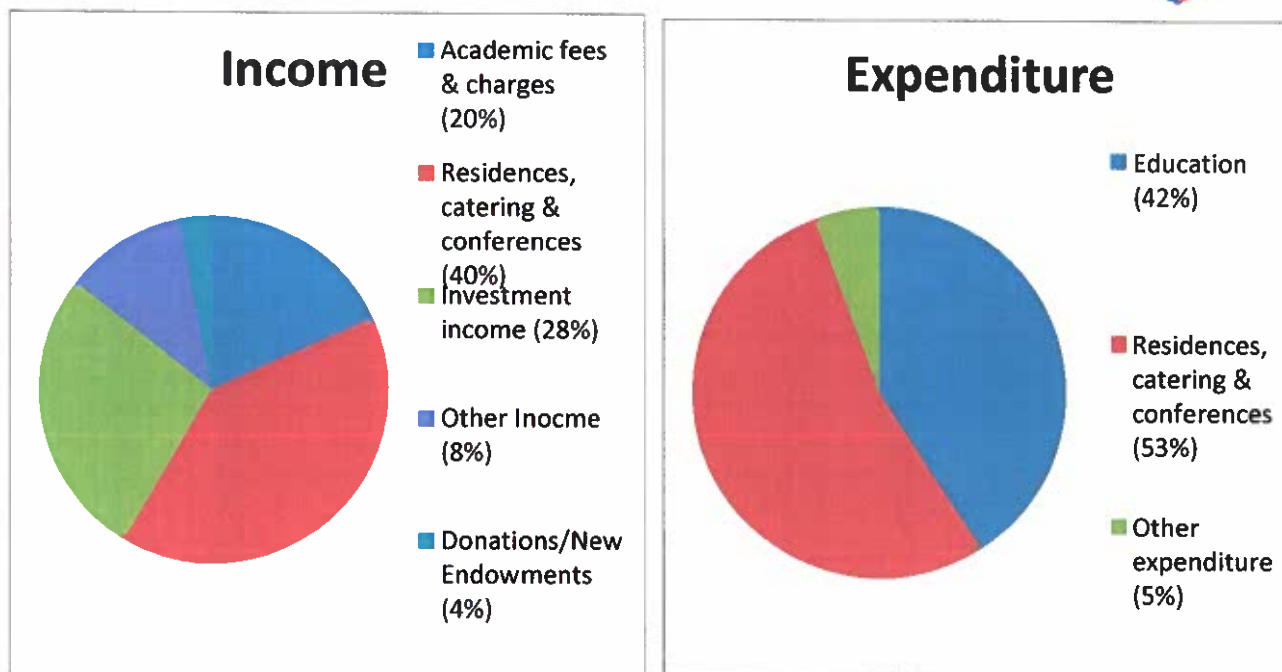
53 undergraduates received means tested awards totalling £181k under the centrally administered Cambridge Bursary Scheme whose goal is to ensure that no UK or EU student should be deterred from applying to Cambridge due to financial considerations. A further £20k was disbursed by College Tutors in hardship funds; scholarships and prizes worth £15k were awarded by the Governing Body to reward excellence and achievement; £64k in grants were awarded for travel and vacation study. The Graduate Tutors made grants to postgraduates totalling £125k for fees, research and maintenance. In 2018 Research Associateships were granted to 3 post-doctoral researchers.

Research Fellowships were awarded in Classics, Applied Mathematics and Theoretical Physics and Molecular Biology. A Teaching and research Fellowship (the Hong Kong Link Fellowship) was awarded in Modern British History.

The College continues to place significant emphasis on its wide ranging access and outreach effort. Through an intensive programme of events including Open Days, Summer Schools, visits to schools, school visits to Corpus and Higher Education fairs a total of over 4,100 pupils had interaction with the College and its Fellowship in 2017/18. This level of activity was reflected in the December 2017 admissions round with the College receiving 435 applications for undergraduate admission. The College is very grateful to those alumni who have generously supported our access and outreach efforts.

Financial Review – overview of the year

At the Unrestricted level the College recorded a surplus of £662k before other gains and losses versus a deficit of £80k in the year to June 2017. Including Restricted and Endowment items, the College recorded a surplus before other gains and losses of £611k in the year to June 2018 against an equivalent surplus of £1,004k in the prior year. The return to an unrestricted surplus is particularly welcome given the levels of expenditure on the Spine Project in Old House during the year. It reflects strong income growth (+5.5% vs 2016/17), disciplined expense control (-2.4% versus 2016/17) and better deployment of income from restricted funds where our allocation is becoming more adept. The principal areas of income and expenditure and their respective proportions are illustrated in the graphs as follows:



College Funding

Corpus is funded from several sources including fees, accommodation and catering revenues from the student body, donations, investment and conference income. The College also has borrowings of £10m against net assets as at 30 June 2017 of £233m. The College’s operating income (i.e. income from academic fees and charges, conferences and catering) does not cover the College’s expenditure. The College is therefore reliant on income from donations, its endowment and the conference and events business to ensure its continued financial stability. It remains the College’s intention to run an extremely conservative balance sheet, as witnessed by a year-end ratio of debt/net assets of 4.3%.

Academic Fees and Charges

Academic fees consist of the College fee and grants to support teaching and research. The sources of funding are tuition fees payable by or on behalf of undergraduates and postgraduates. Fee income from these sources grew by 6.4% in the year under review to £2.2m.

Conferences and catering

The College’s conference and catering business enjoyed another exceptionally strong year. Revenue grew by 4.0% to £1.3m. Since this is the first of two years where we expected business volumes to be adversely affected by the impact of building works in Old House and the consequent disruption and unavailability of certain spaces, this level of growth represents an extremely satisfactory result. We do expect a greater impact on this income stream from the building works next year, since the summer period (when the bulk of revenues are generated) in 2018 was more affected than 2017.



Donations, legacies and Benefactions

The College relies extensively on donations, legacies and benefactions to grow the capital value of its endowment and also to fund capital projects and educational activities (Fellowships, Bursaries and Access/Outreach programmes). In the year 2017/18 the College received £0.9m in aggregate donations and legacies. The College is profoundly grateful to all its donors for their extraordinary support. All donations (including the recovery of Gift Aid where applicable) are now reported in the Consolidated Statement of Comprehensive Income and Expenditure (SOCIE). During the year the College registered with the Fundraising Regulator and agreed to abide by its code of practice. The College also invested significant time preparing its alumni and fundraising activities for compliance with the General Data Protection Regulations (GDPR) upon their implementation.

Endowment and Investment Performance

The capital value of the College's Endowment grew during the year by 4.3% from £104.9m to £109.4m. The return on investment for the year (i.e. total return less new donations) was 7.3%. This compares to our benchmark composite (compiled in association with Cambridge Associates) which returned 6.3%, the FTSE All share which returned 9.0% and the ARC Balanced Asset Charity index which returned 3.7%. Returns were fairly evenly split between the securities and property portfolio. A number of retail/leisure properties saw satisfactory lease renewals for longer terms at improved rents providing further evidence of the strength of the Cambridge market in the face of weakness in this area elsewhere in the UK. Within the securities portfolio Japanese equities performed strongly as did our long/short equity fund.

The College's Investment Committee (comprising seven internal and five external members) meets termly and monitors performance, asset allocation, risk and liquidity throughout the year.

The College has a minimum target of maintaining the real value of the Endowment while drawing down a sufficient amount to support its activity. It is exceptionally important for the College to continue to grow its resources so it can continue to provide education at the highest level, support research and maintain and improve its facilities. The College Spending Rule stipulates an annual drawdown rate of 3.75% based on the average endowment value for the preceding 20 quarters.

Capital Expenditure and Building works

This year and next are dominated by the execution of the Spine Project. Managing this, our biggest construction project for a considerable time, has required close attention and the Fellowship, students and staff have shown great resilience in the face of considerable disruption. As a reminder, the project involves:

- The necessary replacement of the ground floor kitchens after over 35 years of continual use
- The restoration of the medieval hall (with its original vaulted ceiling and corbels) and the creation of an upper level refectory
- Consequent improved access from the refectory to the Parker suite of rooms which will be refurbished (Parker, Marlowe and Bacon rooms)
- Improving the interrelation of the Oriel Window to Old Court and the kitchens
- The restoration of Wilkins' stair way/hall (the most heavily used area of College) in line with the architect's original intentions
- The restoration of the dining hall ceiling (completed over summer 2018 and transformational)
- The creation of tutorial, graduate and student social spaces on the ground floor of D staircase which have been previously under used. This part of the project was completed satisfactorily over the summer of 2017. The College's own maintenance team did much of the work.



The catering team have been operating out of temporary kitchens for a year and are coping magnificently. As I write this (in October) we are well over half way through the project. The project team have cohered well to deal with the inevitable challenges that arise when undertaking such fundamental structural work on a medieval building. We are tracking well to time and budget, aiming for a target handover during February 2019. There have been certain project costs that cannot be capitalized as well as temporary losses in conference and event income. However the overall benefit to the College from restoring and revitalizing our kitchens and central range should be enormous and sustained over many years.

The Beldam building and D staircase were also refurbished over summer 2018 and we have planned some works to the Master's Lodge as is customary upon a magisterial transition.

The College's operational properties are recorded within the tangible assets of the balance sheet. The maintenance of these beautiful buildings (most of which are Grade I or II listed) imposes a significant burden on the College's finances. An appropriate level of expenditure on the College's operational buildings is deemed to be 1.5% pa of the insurance replacement value. While this has broadly been maintained for the last five years, the College is still compensating for a significant period of under investment in the estate in the two prior decades.

Future Capital projects

We will be continuing the programme of refurbishment and improvement of student accommodation in 2019/20, F staircases is earmarked to be next. We will also be looking to modernize Botolph hostel in the near future and have taken the opportunity of a low rental commercial lease expiry to create two new student rooms there.

Staff Costs, Employment policy, Pensions and Equal Opportunities

Employment costs comprised 41.3% of total costs in the year under review and are the College's largest category of overhead. The Remuneration and Benefits Committee (which has a majority of external members) is tasked with ensuring good governance and compliance with Charity Commission guidelines.

The College makes pension fund contributions on behalf of its employees to five schemes: three defined benefit schemes, the Cambridge Colleges Federated Pension Scheme (CCFPS), the Universities Superannuation Scheme (USS) and the Church of England Funded Pension Scheme (CEFPS) and two defined contribution schemes (Aviva and NEST). The College's share of the CCFPS deficit was £121k vs £401k in the prior year. The College now presents its theoretical share of the USS deficit in the balance sheet as a liability. At 30 June 2018 this was £335k vs £379k in the prior year although this number fails to account for the "last man standing" nature of that scheme and the 2017 valuation exercise remains at present unresolved. The College's share of the CEFPS deficit at 30 June 2018 was £24k vs £23k in the prior year. An explanation of pension related matters is contained in Note 16 and 26 to the Accounts.

The College has adopted the Living Wage, is committed to the principle and practice of equal opportunities and aims to be an equal opportunities employer. The College employed 2 Apprentices at 30 June 2018 vs 4 in the previous year.



Reserves Policy

The College intends to pursue its objects in perpetuity. Its activities require income support from its investments which include corporate capital, endowments, restricted and unrestricted reserves and funds. The College's unrestricted funds and reserves amount to £194.3m and are represented in the balance sheet by the College's operational buildings, which are used for teaching and residential purposes and part of the College's investment assets. The restricted funds amount to £35.1m, represented by part of the investment portfolio.

Environmental Policy

The College aims to manage its activities, buildings and estates to promote environmental sustainability, conserve natural resources and prevent environmental pollution and to bring about a continual improvement in its environmental performance. The College's efforts in respect of sustainable energy consumption were recognised by a second successive platinum award in the 2017/18 Green Impact awards, organised by the Environment and Energy department of the University (Corpus was one of only two Colleges to receive such an award). Further, the Conservation team which is based in the College and works for the Cambridge Conservation Consortium received a Bronze Labs award. The College (with valuable input from the Green Committee) is committed to reducing its carbon emissions, water consumption and waste footprint. The move to electric induction cooking in the new kitchens at Leckhampton and in Old House is further evidence of this commitment.

Risk Management and Assessment

The major risks to which the College is exposed are reviewed regularly by College Committees and these are reported to the Governing Body. Systems are in place and reviewed regularly in order to mitigate all identified risks. Relevant Committees and individuals in College are charged with responsibility for evaluating risks within their areas of responsibility and advising the Governing Body on the probability of occurrence, nature and likely severity of impact, together with the steps taken in mitigation. The College is faced with numerous risks (extending from owning and operating historic operational buildings, IT, legislation and regulation, academic and pastoral care, investment performance and financial management), not all of which can be mitigated through insurance. The College Health and Safety Policy Statement is reviewed regularly, endorsed by the Governing Body and is displayed in College. The College has a Risk Register which is updated and reviewed annually by the Executive Body.

Financial Outlook and Plans for the Future

Last year I commented on important external uncertainties facing the College, namely Brexit outcomes, the public debate over the costs and funding of higher education and the issues for USS of balancing good pension provision with long term financial sustainability. One year on, the planning to absorb a variety of outcomes from these challenges continues; we can sense progress only in some of these areas, but derive some comfort from the resilience these results for the College demonstrate. The economic cycle continues to advance and the hunt for assets in which we can invest at reasonable valuations to generate long term above inflationary returns becomes ever harder.

In respect of those matters within our control, things are rosier. The progress of the Spine Project has been pleasing, now we must focus on completion. Most importantly this has been a very strong year of academic achievement, whether viewed through the prism of exam results, promotions within the University or national and international accolades to Fellows of the College. In closing I would like to pay tribute to Stuart Laing, whose support of our financial and investment policies throughout his Mastership has enabled the College greatly to improve the stewardship of its resources. As we embark on an exciting new phase under the Mastership of Professor Christopher Kelly this gives us a strong launch pad from which to face the future with confidence.



Public Benefit Statement

Public Benefit Statement

In the founding charter and the College Statutes and Ordinances and as reconfirmed in a Governing Body resolution in 2010, the College's charitable purposes are clearly articulated. These are the advancement of education, research, learning and religion for the public benefit by the provision, support and maintenance of the College in the University of Cambridge. The Governing Body is satisfied that the activities as described in these Reports and Accounts meet the public benefit requirements of a registered charity. The full public benefit statement has been lodged with the Charities Commission but can be summarised as follows:-

Education

The provision (with other Colleges of Cambridge and the University of Cambridge) of an education for undergraduate and graduate students that is recognised internationally as being of the very highest standard. Education and teaching is provided in small groups which allows for strong pastoral, administrative and academic support through the tutorial and postgraduate mentoring systems. The College provides a residential community with social, cultural, musical, recreational and sporting facilities available to all students. These facilities allow them the opportunity to realise their full academic and personal potential whilst studying at the College. Accommodation and catering is provided at reasonable rates. The College provides bursaries and studentships when needed to both undergraduate and postgraduate members of limited means. The general public are also able to attend various educational activities in the College.

Research

The College supports research in a number of ways. It provides Research Fellowships to outstanding academics at an early stage of their careers, this enables them to develop and focus on their research in this formative period before undertaking a full academic post. It supports research work pursued by its Fellows through promoting interaction across disciplines, providing facilities and grants for national and international conferences, research trips and research materials. It encourages the publication of research by members of the College through papers, journals or other suitable means. Visiting Fellowships are available to encourage overseas academics to take a period of research leave from their institutions and work in Cambridge.

Learning

The College maintains the Taylor Library, an extensive up to date library (including special collections) for all members where publications and journals can be accessed with a catalogue integrated into that of the University. It provides a valuable resource for students and Fellows of the College, alumni, members of other Colleges and the University of Cambridge, external scholars and researchers. The Parker Library, an important manuscript library of international significance, is open to scholars and researchers from Cambridge and globally. Frequent guided tours, public viewings and exhibitions are held in conjunction with the sub-librarians and the Cambridge Tourist Office.

The Fitzwilliam Museum exhibits the College's Lewis Collection which is on long term loan. Revd. Samuel Savage Lewis (1836-1891) left to the College a large collection of classical coins and other objects.

Religion

The College Chapel is regularly open to visitors of all faiths or none; there is no geographical, age or religious restriction for those attending the Chapel in the College. The chapel is maintained and supported by the College as a place of religious worship. The Dean of Chapel holds regular services in which the College choir participates; these services are open to the public and visitors. The College supports, through the Dean of Chapel and others, the emotional, mental and spiritual well-being of all members of the College Community. The College offers choral and organ scholarships and

Corpus Christi College, Cambridge



instrumental awards. The College maintains its historic connections and links with other churches and parishes through its involvement as Patron of several parishes. The College has established links with local cultural foundations and seeks to develop them further.

The College within the community

The College makes a particular point of sharing and extending the use of its facilities with the local community and local organisations. The College sports ground and boathouse are used by rounders, cricket, soccer and rowing clubs and schools in the city. The College grounds in the heart of the city are open to the public for most of the year. The College hosts local events and functions throughout the year and supports the Corpus Playroom (a small theatre space) whose daily operations are run by the ADC Theatre.



Corporate Governance

1. The following statement is provided by the Governing Body to enable readers of the financial statements to obtain a better understanding of the arrangements in the College for the management of its resources and for audit.
2. The College is a registered charity (registered number 1137453) and subject to regulation by the Charity Commission for England and Wales. The members of the Governing Body are the charity trustees and are responsible for ensuring compliance with charity law.

The Master and Fellows constitute the Governing Body of the College, to whose meetings are invited Junior Member representatives (for open business). The Fellows of the Governing Body are the Trustees of the charity and responsible for ensuring compliance with charity law. The Governing Body is constituted and regulated in accordance with the College Statutes and Ordinances which together also govern the activities of the College. The Governing Body is responsible for the strategic direction of the College, for its on-going administration, and for the management of its finances and assets. Meetings are held seven times a year under the chairmanship of the Master. The Governing Body acknowledges its responsibility to act with prudence and care to ensure the College complies with relevant laws and regulations. The Governing Body elects all Fellows of the College. There is a Register of Interest for all Trustees, which is updated annually. Declarations of interest are made at the start of each meeting. The Executive Body supports the Governing Body.

The Executive Body consists of 8 elected members and no more than 4 ex-officio members. It is responsible for the control and management of the College's affairs as delegated by the Governing Body. There are also a range of committees including: Audit, Development, Estates and Finance, Fellowship, Investment, Buildings, Remunerations and Benefits and Staff.

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 general administration of the College. The Senior Tutor, also accountable to the Governing Body, has overall responsibility for admissions, education and welfare of undergraduate students. The Tutor for Advanced Students has particular responsibility for graduate students. The Warden of Leckhampton has responsibility for Leckhampton, the College's graduate centre in West Cambridge.

3. It is the duty of the Audit Committee to keep under review the effectiveness of the College's internal systems of financial and other controls; to advise the Governing Body on the appointment of external auditors; to consider reports submitted by the auditors; to monitor the implementation of recommendations made by the auditors; to make an annual report to the Governing Body.
4. The Members of the Governing Body are set out on page 1.



Responsibilities of the Governing Body

The Governing Body is responsible for preparing the Annual Report and financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The College's Statutes and the Statutes and Ordinances of the University of Cambridge require the Governing Body to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the College and of the surplus or deficit of the College for that period. In preparing these financial statements, the Governing Body are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis and be satisfied the College has adequate resources to continue in operation for the foreseeable future.

The Governing Body is responsible for keeping accounting records which disclose with reasonable accuracy at any time the financial position of the College and enable them to ensure that the financial statements comply with the Statutes of the University of Cambridge. They are also responsible for safeguarding the assets of the College and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The Governing Body is responsible for the maintenance and integrity of the corporate and financial information included on the College's website (www.corpus.cam.ac.uk). Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Statement of Internal Control

1. The Governing Body is responsible for maintaining a sound system of internal control that supports the achievement of policy, aims and objectives while safeguarding the public and other funds and assets for which the Governing Body is responsible, in accordance with the College's Statutes.
2. The system of internal control is designed to manage rather than eliminate the risk of failure to achieve policies, aims and objectives; it therefore provides reasonable but not absolute assurance of effectiveness.
3. The systems of internal control are designed to identify the principal risks to the achievement of policies, aims and objectives, to evaluate the nature and extent of those risks and to manage them efficiently, effectively and economically. These processes were in place for the full financial year and up to the date of approval of these financial statements.
4. The Governing Body is responsible for reviewing the effectiveness of the system of internal control.
5. The Governing Body's review of the effectiveness of the system of internal control is informed by the work of the various Committees, the Bursar, and College officers, who have responsibility for the development and maintenance of the internal control framework, and by comments made by the external auditors in their management letter and other reports.

A handwritten signature in black ink, appearing to read 'T.S. Ky-Sal'.



Independent auditors' report to the Trustees/Governing Body of Corpus Christi College

Opinion

We have audited the financial statements of Corpus Christi College (the 'College') for the year ended 30 June 2018 which comprise the Statement of Comprehensive Income and Expenditure, the Statement of Changes in Reserves, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. 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).

In our opinion, the financial statements:

- give a true and fair view of the state of the College's affairs as at 30 June 2018 and of its incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- have been prepared in accordance with the requirements of the Charities Act 2011 and the Statutes of the University of Cambridge; and
- the contribution due from the College to the University has been correctly computed as advised in the provisional assessment by the University of Cambridge and in accordance with the provisions of Statute G,II, of the University of Cambridge.

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 Auditors' responsibilities for the audit of the financial statements section of our report. We are independent of the College in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including 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

We have nothing to report in respect of the following matters in relation to which the ISAs (UK) require us to report to you where:

- the Governing Body's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Governing Body's have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the College's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.



Other information

The Governing Body is responsible for the other information. The other information comprises the information included in the Operating and Financial Review other than the financial statements and our auditors' report thereon. 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.

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

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Charities (Accounts and Reports) Regulations 2008 require us to report to you if, in our opinion:

- the information given in the Operating and Financial Review is inconsistent in any material respect with the financial statements ; or
- sufficient accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Responsibilities of the Governing Body

As explained more fully in the Governing Body's responsibilities, the Governing Body 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 trustees 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 trustees are responsible for assessing the College'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 trustees either intend to liquidate the College or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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

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

Corpus Christi College, Cambridge



Use of our report

This report is made solely to the College trustees, as a body, in accordance with College's statutes, the Statutes of the University of Cambridge and the Charities Act 2011. Our audit work has been undertaken so that we might state to the College trustees 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 trustees as a body, for our audit work, for this report, or for the opinions we have formed.

A large, handwritten signature in black ink, appearing to read 'Re', with a long horizontal line extending to the right.

PETERS ELWORTHY & MOORE

Chartered Accountants and Statutory Auditors

Salisbury House

Station Road

Cambridge

CB1 2LA

Date: *7th December 2018*

Peters Elworthy & Moore is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.



Statement of Principal Accounting Policies

Basis of preparation

The financial statements have been prepared in accordance with the provisions of the Statutes of the College and of the University of Cambridge and applicable United Kingdom Accounting Standards. In addition, the financial statements comply with the Statement of Recommended Practice "Accounting for Further and Higher Education Institutions" (the SORP) and with the Financial Reporting Standard FRS102.

The Statement of Comprehensive Income and Expenditure includes activity analysis in order to demonstrate that the College is satisfying its obligations that all fee income is spent for educational purposes. The analysis required by the SORP is set out in notes to the accounts.

Basis of accounting

The financial statements have been prepared under the historical cost convention, modified in respect of the treatment of investments and certain operational properties which is included at valuation.

Basis of consolidation

The consolidated financial statements include the College and its wholly owned subsidiary undertakings; Corpus Developments Ltd (dormant) and Corpus Conferences Ltd. Details of the subsidiary undertakings included are set out in the notes to the accounts. Intra-group balances are eliminated on consolidation. The consolidated Financial Statements do not include the activities of student societies (as these are separate bodies in which the College has no financial interest and over whose policy decisions it has no control).

Recognition of income

Academic fees

Academic fees are recognised in the period to which they relate and include all fees chargeable to students or their sponsors. The costs of any fees waived or written off by the College are included as expenditure.

Research and Grant income

Grants received from non-government sources (including research grants from non-government sources) are recognised within the Consolidated Statement of Comprehensive Income and Expenditure when the College is entitled to the income and performance related conditions have been met.

Income received in advance of performance related conditions is deferred on the balance sheet and released to the Consolidated Statement of Comprehensive Income and Expenditure in line with such conditions being met.

Donations, benefactions and endowments

Non exchange transactions without performance related conditions are donations and endowments. Donations and endowments with donor imposed restrictions are recognised within the Consolidated Statement of Comprehensive Income and Expenditure when the College is in receipt of or entitled to the income. Income is retained within restricted reserves until such time that it is utilised in line with such restrictions at which point the income is released to general reserves through a reserve transfer.

There are four main types of donations and endowments with restrictions:

1. Restricted donations – the donor has specified that the donation must be used for a particular objective.



2. Unrestricted permanent endowments – the donor has specified that the fund is to be permanently invested to generate an income stream for the general benefit of the College.
3. Restricted expendable endowments – the donor has specified a particular objective and the College can convert the donated sum into income.
4. Restricted permanent endowments – the donor has specified that the fund is to be permanently invested to generate an income stream to be applied to a particular objective.

All donations are recorded within the Consolidated Statement of Comprehensive Income and Expenditure when the College is in receipt of or entitled to the income.

Investment income and change in value of investment assets

Investment income and the change in value of investment assets is recorded in income in the year in which it arises and as either restricted or unrestricted income according to the terms or other restrictions applied to the individual endowment fund.

Total return

The College invests its endowment investment portfolio and allocates a proportion of the related earnings and capital appreciation to the income and expenditure account in accordance with the total return investment concept. The allocation to income is determined by a spending rule, currently 3.75% (prior to 30 June 2015 it was 4%), which is designed to stabilize annual spending levels from the endowment. The income transferred to the income and expenditure account on this total return basis is calculated using a formula that uses the weighted average quarterly value of the College's investment portfolio over a five year period up to the commencement of the current accounting year. Total Return was adopted as a methodology and first reported in the financial statements ended June 2011.

Other income

Income is received from a range of activities including residences, catering, conferences and other services rendered. Income is recognised in the period in which the related goods or services are delivered.

Gifts in kind

Properties, investments, and other fixed assets donated without restrictions to the College are included as donation income at market value at the time of receipt, if restricted they are recorded as restricted income and the relevant restriction applied.

Cambridge Bursary Scheme

The Cambridge Bursary Scheme (CBS) administration changed in 2016/17.

- SLC (Student Loans Company) assesses the students for CBS eligibility.
- SLC pays the student direct for the CBS payment and then takes the funds from the College by direct debit.
- At the end of the term, Cambridge University provides the College with a list of student's and how much their and the College's contribution is.

The College has shown the gross payment made to eligible students and a contribution from the University as Income under "Academic Fees and Charges", although strictly speaking this was not a College transaction for this year.

The net payment of £91k is shown within the Consolidated Statement of Comprehensive Income and Expenditure as follows:

Income (see note 1)	£90k
Expenditure	£181k



Foreign currency translation

Transactions denominated in foreign currencies are recorded at the rate of exchange prevailing at the date of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year end rates or, where there are forward foreign exchange contract, at contract rates. The resulting exchange differences are dealt with in the determination of the comprehensive income and expenditure for the financial year.

Fixed assets

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 LLP, Chartered Surveyors.

Where parts of a fixed asset have different useful lives, they are accounted for as separate items of fixed assets.

Costs incurred in relation to land and buildings after initial purchase or construction, and prior to valuation, are capitalised to the extent that they increase the expected future benefits to the College.

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

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.

Freehold land is not depreciated as it is considered to have an indefinite useful life. Freehold buildings (including the cost of major renewals) are depreciated on a straight line basis over their expected useful economic life of 100 years.

Land held specifically for development, investment and subsequent sale is included in current assets at the lower of cost and net realisable value.

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 maintenance costs, these being disclosed within general reserves

Furniture, fittings, computer and general 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)



Leased assets

Leases in which the College assumes substantially all the risks and rewards of ownership of the leased asset are classified as finance leases. Leased assets acquired by way of finance leases are stated at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease, less accumulated depreciation and less accumulated impairment losses. Lease payments are accounted for as described below.

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

Costs in respect of operating leases are charged on a straight-line basis over the lease term. Any lease premiums or incentives are spread over the minimum lease term.

Heritage assets

The College holds and conserves a number of collections, exhibits, artefacts and other assets of historical, artistic or scientific importance. Heritage assets acquired before 1 July 1999 have not been capitalised since reliable estimates of cost or value are not available on a cost-benefit basis. Acquisitions since 1 July 1999 have been capitalised at cost or, in the case of donated assets, at expert valuation on receipt. Heritage assets are not depreciated since their long economic life and high residual value mean that any depreciation would not be material.

Investments

Fixed asset investments are included in the balance sheet at fair value, except for investments in subsidiary undertakings which are stated in the College's balance sheet at cost and eliminated on consolidation. Investments that are not listed on a recognised stock exchange are carried at historical cost less any provision for impairment in their value/market value.

Stocks

Stocks are stated at the lower of cost and net realisable value after making provision for slow moving and obsolete items.

Provisions

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

Contingent liabilities and assets

A contingent liability arises from a past event that gives the College a possible obligation whose existence will only be confirmed by the occurrence or otherwise of uncertain future events, not wholly within the control of the College. Contingent liabilities also arise in circumstances where a provision would otherwise be made but either it is not probable that an outflow of resources will be required or the amount of the obligation cannot be measured reliably.

A contingent asset arises where an event has taken place that gives the College a possible asset whose existence will only be confirmed by the occurrence or otherwise of uncertain future events not wholly within the control of the College.

Contingent assets and liabilities are not recognised in the balance sheet but are disclosed in the notes.



Taxation

The College is a registered charity (number 1137453) and also a charity within the meaning of Section 467 of the Corporation Tax Act 2010. Accordingly, the College is exempt from taxation in respect of income or capital gains received within the categories covered by Sections 478 to 488 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied to exclusively charitable purposes.

The College receives no similar exemption in respect of Value Added Tax for which it operates as a VAT group with the wholly owned College subsidiaries. The College is a partially exempt organisation for VAT purposes. With the approval of H M Revenue and Customs, it has adopted a methodology that enables it to recover part of the VAT on its expenses. Though recovered VAT exceeds the VAT previously recoverable under the former CVCP guidelines, input tax on purchases is, nevertheless, largely irrecoverable.

Contribution under Statute G, II

The College is liable to be assessed for a Contribution under the provisions of Statute G,II of the University of Cambridge. This contribution is used to fund grants to colleges from the Colleges Fund. The liability for the year is as advised to the College by the University based on an assessable amount derived from the value of the College's investment assets as at the end of the previous financial year.

Pension costs

The College contributes to a number of defined benefit schemes. The College participates in the Universities Superannuation Scheme (USS Ltd) and the Church of England Funded Pension Scheme.

The College also contributes to the Cambridge Colleges' Federated Pension Scheme (CCFPS), another defined benefit scheme. The assets of the scheme are measured at fair value, and the liabilities are measured on an actuarial basis using the projected unit method and discounted at an appropriate rate of return. The College's share of the surplus or deficit of the scheme is recognised as an asset or liability on the balance sheet. The current service costs, being the actuarially determined present value of the pension value of the pension benefits earned by employees in the current period, are included within staff costs. Investment income includes the net of the expected return on assets, being the actuarial forecast of total return on the assets of the scheme, and the interest cost being the notional interest cost arising from unwinding the discount on the scheme liabilities.

Full notes are given for these schemes.

The College contributes to USS and NEST defined contribution schemes in order to meet its regulatory requirement under automatic enrolment. The staging date notified by the Pensions Regulator for Corpus was April 2014 and for re-enrolment was June 2017.

Employment benefits

Short term employment benefits such as salaries and compensated absences are recognised as an expense in the year in which the employees render service to the College. Any unused benefits are accrued and measured as the additional amount the College expects to pay as a result of the unused entitlement.

Reserves Policy

The College's reserves are allocated between restricted and unrestricted reserves. Endowment reserves include balances which, in respect of endowment to the College, are held as permanent funds, which the College must hold to perpetuity.

Restricted reserves include balances in respect of which the donor has designated a specific purpose and therefore the College is restricted in the use of these funds.



Consolidated Statement of Comprehensive Income and Expenditure
Year ended 30 June 2018

	Note	Unrestricted £000	Restricted £000	Endowment £000	Total £000		Unrestricted £000	Restricted £000	Endowment £000	Total £000
Income										
Academic fees and charges	1	2,092	90		2,182	1,965	86		2,051	
Residences, catering and conferences	2	4,370			4,370	4,365			4,365	
Investment income				3,143	3,143			2,898	2,898	
Endowment return transferred	3	2,556	958	(3,514)		2,429	855	(3,284)		
Other income		446	20		466	224	21		245	
Total income before donations and endowments		9,464	1,068	(371)	10,161	8,983	962	(386)	9,559	
Donations		416			416	379			379	
New endowments			224	267	491		23	1,316	1,339	
Other capital grants for assets										
Total income		9,880	1,292	(104)	11,068	9,362	985	930	11,277	
Expenditure										
Education	4	3,293	1,073		4,366	3,526	659		4,185	
Residences, catering and conferences	5	5,490			5,490	5,495			5,495	
Investment management costs		(166)		166		(172)		172		
Other expenditure		543			543	532			532	
Contribution under Statute G.11		58			58	61			61	
Total expenditure	6	9,218	1,073	166	10,457	9,442	659	172	10,273	
Surplus/(deficit) before other gains and losses		662	219	(270)	611	(80)	326	758	1,004	
Gain/(loss) on disposal of fixed assets	8									
Gain/(loss) on investments	9	465	210	4,047	4,722	1,035	289	5,303	6,627	
Surplus/(deficit) for the year		1,127	429	3,777	5,333	955	615	6,061	7,631	
Other comprehensive income										
Unrealised surplus on revaluation of fixed assets										
Actuarial gain/(loss) in respect of pension schemes	16	303			303	72			72	
Unrealised gain/(loss) on foreign currency		(1)			(1)	23			23	
Total comprehensive income for the year		1,429	429	3,777	5,635	1,050	615	6,061	7,726	



Statement of Changes in Reserves
Year ended 30 June 2018

	Income and expenditure reserve			Revaluation reserve £000	Total £000
	Unrestricted £000	Restricted £000	Endowment £000		
Balance at 1 July 2017	131,755	4,744	90,899		227,398
Prior Year Adjustment:	(2)				(2)
Surplus/(Deficit) from income and expenditure statement	1,127	429	3,777		5,333
Other comprehensive income	301				301
Release of restricted capital funds spent in the year					
Transfers between revaluation and income and expenditure reserve	(1)	(6)	7		
Balance at 30 June 2018	133,180	5,167 (note 18)	94,683 (note 17)		233,030

	Income and expenditure reserve			Revaluation reserve £000	Total £000
	Unrestricted £000	Restricted £000	Endowment £000		
Balance at 1 July 2016	130,728	4,134	84,832		219,694
Prior Year Adjustment deferred capital opening balance					
Surplus/(Deficit) from income and expenditure statement	955	616	6,061		7,632
Other comprehensive income	72				72
Release of restricted capital funds spent in the year					
Transfers between revaluation and income and expenditure reserve		(6)	6		
Balance at 30 June 2017	131,755	4,744 (note 18)	90,899 (note 17)		227,398

The notes on pages 27 to 45 form part of these accounts



Consolidated and College Balance Sheets as at 30 June 2018

		2018	2018	2017	2017
	Note	Consolidated	College	Consolidated	College
		£000	£000	£000	£000
Non-current Assets					
Fixed assets	8	120,040	120,040	118,147	118,147
Heritage assets	8				
Investments	9	109,419	109,419	104,911	104,911
Current assets					
Stocks	10	184	184	190	190
Trade and other receivables	11	1,538	1,613	1,202	1,391
Cash and cash equivalents	12	14,216	14,116	16,121	15,849
Creditors: amounts falling due within one year	13	(1,824)	(1,837)	(2,317)	(2,289)
Net current assets		14,114	14,076	15,196	15,141
Total Assets less current liabilities		243,573	243,535	238,254	238,199
Creditors: amounts falling due after more than one year	14	(10,000)	(10,000)	(10,000)	(10,000)
Provisions					
Pension provisions	16	(480)	(480)	(803)	(803)
Other provisions	15	(63)	(63)	(53)	(53)
Total net assets		233,030	232,992	227,398	227,343
Restricted reserves					
Income and expenditure reserve – endowment reserve	17	94,683	94,683	90,899	90,899
Income and expenditure reserve – restricted reserve	18	5,167	5,167	4,744	4,744
Unrestricted Reserves					
Income and expenditure reserve – unrestricted		133,180	133,142	131,755	131,700
Total Reserves		233,030	232,992	227,398	227,343

The financial statements were approved by the Governing Body on 26 November 2018 and signed on its behalf by:

T.J. Hay - Seal

The notes on pages 27 to 45 form part of these accounts



**Consolidated Cash Flow Statement
For the year ended 30 June 2018**

	Note	2018 £000	2017 £000
Net cash inflow from operating activities	20	(1,596)	374
Cash flows from investing activities	21	(2,446)	(987)
Cash flows from financing activities	22	(368)	4,210
Increase/(decrease) in cash and cash equivalents in the year		(4,410)	3,598
Cash and cash equivalents at beginning of the year		21,140	17,543
Cash and cash equivalents at end of the year		16,730	21,140

The notes on pages 27 to 45 form part of these accounts



Notes to the Accounts
For the year ended 30 June 2018

1	Academic fees and charges	2018	2017
		£000	£000
	Colleges fees:		
	Fee income received at the Regulated Undergraduate rate	1,043	1,064
	Fee income received at the Unregulated Undergraduate rate	343	267
	Fee income received at the Graduate rate	695	625
	Other income	11	9
	Cambridge Bursary Scheme (restricted)	90	86
	Total	2,182	2,051

2	Income from residences, catering and conferences	2018	2017
		£000	£000
	Accommodation		
	College members	2,193	2,173
	Conferences	889	805
	Catering		
	College members	893	957
	Conferences	395	430
	Total	4,370	4,365

3	Endowment return and investment income	2018	2017
		£000	£000
3a	Analysis		
	Total return contribution (see note 3b)		
	Income from:		
	Land and buildings	1,833	1,771
	Securities	1,577	1,458
	Fixed interest securities		
	Income from short-term investments		
	Other interest receivable	104	55
	Total	3,514	3,284
3b	Summary of total return		
	Income from:		
	Land and buildings	(371)	(386)
	Securities and cash	3,514	3,284
	Gains/(losses) on endowment assets:		
	Land and buildings	161	165
	Securities and cash	4,561	6,462
	Investment management costs (see note 3c)	(166)	(172)
	Total return for year	7,699	9,353
	Total return transferred to income and expenditure reserve (see note 3a)	(3,514)	(3,284)
	Unapplied total return for year included within Statement of Comprehensive Income and Expenditure (see note 19)	4,185	6,069



Notes to the Accounts
For the year ended 30 June 2018

3c	Investment management costs	2018 £000	2017 £000
	Land and buildings		
	Securities	166	172
	Other investments		
	Cash		
	Total	166	172

4	Education expenditure	2018 £000	2017 £000
	Teaching	1,314	1,309
	Tutorial	790	649
	Admissions	350	445
	Research	351	395
	Scholarships and awards	558	443
	Other educational facilities	1,003	944
	Total	4,366	4,185

5	Residences, catering and conferences expenditure	2018 £000	2017 £000
	Accommodation College members	3,192	3,192
	Conferences	863	788
	Catering College members	1,124	1,166
	Conferences	311	349
	Total	5,490	5,495

6a	Analysis of 2017/2018 expenditure by activity	Staff costs (note 7) £000	Other operating expenses £000	Depreciation £000	Total £000
	Education (note 4)	2,126	1,911	329	4,366
	Residences, catering and conferences	1,981	2,437	1,072	5,490
	Other	207	394		601
	Totals	4,314	4,742	1,401	10,457
	Expenditure includes fundraising costs of £283,837. This expenditure includes the costs of alumni relations.				



Notes to the Accounts
For the year ended 30 June 2018

6b Analysis of 2016/2017 expenditure by activity					
		Staff costs (note 7)	Other operating expenses	Depreciation	Total
		£000	£000	£000	£000
	Education (note 4)	2,065	1,718	402	4,185
	Residences, catering and conferences	1,888	2,298	1,309	5,495
	Other	200	393		593
	Totals	4,153	4,409	1,711	10,273
Expenditure includes fundraising costs of £258,095. This expenditure includes the costs of alumni relations.					

6c Auditors' remuneration		2018	2017
		£000	£000
Other operating expenses include:			
Audit fees payable to the College's external auditors		24	24
Other fees payable to the College's external auditors		7	19
Total		31	43

7 Staff costs						
	Consolidated	College Fellows	Other academic	Non-academic	2018 Total	2017 Total
		£000	£000	£000	£000	£000
Staff costs:						
	Emoluments	1,028		2,712	3,740	3,615
	Social security costs	78		213	291	272
	Other pension costs	138		145	283	266
		1,244		3,070	4,314	4,153
Average staff numbers (full-time equivalents):						
	Academic (numbers in Governing Body)	60			60	57
	Non-academic (full time equiv.)	3		106	109	106
	Total	63		106	169	163
The Governing Body at the year-end comprises 52 Fellows, of which 27 declared above are stipendiary.						
The number of officers and employees of the College, including Head of House, who received emoluments in the following ranges was:						
					2018 Total	2017 Total
					£000	£000
	£100,001 - £110,000				0	0
No officer or employee of the College, including the Head of House, received emoluments of over £100,000.						
Key management personnel						
Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the College. This includes aggregated emoluments paid to key management personnel. Aggregated emoluments consist of salary and taxable benefits but exclude any employer's pension contribution.						
					2018 Total	2017 Total
					£000	£000
	Key management personnel				0	0



**Notes to the Accounts
For the year ended 30 June 2018**

During the year, emoluments paid to Trustees in their capacity as College Officers were:

	2018 Total £	2017 Total £
Aggregate Emoluments	475,683	488,934

The Trustees received no emoluments in their capacity as Trustees of the Charity.

8	Fixed assets					
	Consolidated	Land and buildings £000	Assets in construction £000	Equipment £000	2018 Total £000	2017 Total £000
	Cost or valuation					
	At beginning of year	136,128	457	3,495	140,080	139,327
	Additions	1,015	2,279		3,294	753
	Transfers					
	Disposals					
	At end of year	137,143	2,736	3,495	143,374	140,080
	Depreciation					
	At beginning of year	18,586		3,347	21,933	20,222
	Charge for the year	1,371		30	1,401	1,711
	Eliminated on disposals					
	Written back on revaluation					
	At end of year	19,957		3,377	23,334	21,933
	Net book value					
	At end of year	117,186	2,736	118	120,040	118,147
	At beginning of year	117,543	457	147	118,147	119,104
	College					
	Cost or valuation					
	At beginning of year	136,128	457	3,495	140,080	139,327
	Additions	1,015	2,279		3,294	753
	Transfers					
	Disposals					
	At end of year	137,144	2,736	3,495	143,374	140,080
	Depreciation					
	At beginning of year	18,586		3,347	21,933	20,222
	Charge for the year	1,371		30	1,401	1,711
	Eliminated on disposals					
	Written back on revaluation					
	At end of year	19,957		3,377	23,334	21,933
	Net book value					
	At end of year	117,186	2,736	118	120,040	118,147
	At beginning of year	117,543	457	147	118,147	119,104
	The insured value of freehold land and buildings as at 30 June 2018 was £190,488,795 (2017: £183,797,145).					



Notes to the Accounts
For the year ended 30 June 2018

8	Fixed assets (continued)
	Heritage assets
	The College holds and conserves certain collections, artefacts and other assets of historical, artistic or scientific importance. Most of these are housed within the main College building and archive library, those items not on general display can be accessed by the wider public by prior arrangement. On occasion, objects may be loaned to other institutions for public display.
	The objects within College care are preserved, conserved and managed in accordance with recognised national standards. The College acquires heritage assets principally through donation. Depending on restrictions and subject to the approval of the Trustees, the College may dispose of objects held.
	As stated in the statement of principal accounting policies, heritage assets acquired since 1999 have been capitalised. However, the majority of assets held in the College's collections were acquired prior to this date. As reliable estimates of cost or valuation are not available for these on a cost-benefit basis, they have not been capitalised. As a result the total included in the balance sheet is partial.

9	Investments				
		Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Balance at beginning of year	104,911	104,911	97,363	97,363
	Additions	4,799	4,799	17,301	17,301
	Disposals	(2,507)	(2,507)	(14,330)	(14,330)
	Gain/(loss)	4,722	4,722	6,627	6,627
	Increase/(decrease) in cash balances held at fund managers	(2,506)	(2,506)	(2,050)	(2,050)
	Balance at end of year	109,419	109,419	104,911	104,911
	Represented by:				
	Property	48,097	48,097	46,524	46,524
	Securities	58,808	58,808	53,367	53,367
	Investments in subsidiary undertakings				
	Cash in hand and at investment managers	2,514	2,514	5,020	5,020
	Totals	109,419	109,419	104,911	104,911

10	Stocks and work in progress				
		Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Goods for resale: catering	10	10	17	17
	Wine Cellar	174	174	173	173
	Other stocks				
	Total	184	184	190	190



Notes to the Accounts
For the year ended 30 June 2018

11	Trade and other receivables	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Members of the College	154	153	139	137
	Amounts due from subsidiary undertakings				
	Other receivables	618	712	546	750
	Prepayments and accrued income	766	748	517	504
	Total	1,538	1,613	1,202	1,391

12	Cash and cash equivalents	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Short-term money market investments	10,150	10,150	13,588	13,588
	Bank deposits				
	Current accounts	4,065	3,965	2,532	2,260
	Cash in hand	1	1	1	1
	Total	14,216	14,116	16,121	15,849

13	Creditors: amounts falling due within one year	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Bank overdraft				
	Trade creditors	152	176	682	679
	Members of the College	158	158	135	135
	Amounts due to subsidiary undertakings		1		3
	University fees	28	28	86	86
	Contribution to Colleges Fund	62	62	61	61
	Other creditors	652	643	669	644
	Bank loans				
	Accruals and deferred income	772	769	684	681
	Total	1,824	1,837	2,317	2,289

14	Creditors: amounts falling due after more than one year	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Other loans	10,000	10,000	10,000	10,000
	Bank loan				
	Total	10,000	10,000	10,000	10,000

During 2013-14, the College borrowed from institutional investors, collectively with other Colleges, the College's share being £5 million. The loans are unsecured and repayable during the period 2043-2053 and are at fixed interest rates of c4.4%.

During 2016-17 the College borrowed from institutional investors, with another College, the College's share being £5 million. The loan is unsecured and repayable during 2052 and is at a fixed interest rate of c2.93%.

The College has agreed a financial covenant of ratio of Borrowings to Net Assets, and has been in compliance with the covenant at all times since incurring these debts.



Notes to the Accounts
For the year ended 30 June 2018

15	Provisions	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Balance at beginning of year	53	53	60	60
	Charge to comprehensive income	20	20	(5)	(5)
	Utilised in year	(10)	(10)	(2)	(2)
	Balance at end of year	63	63	53	53

16a	Pension provisions – Cambridge Colleges Federated Pension Scheme (CCFPS)	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Balance at beginning of year	(401)	(401)	(454)	(454)
	Movement in year:				
	Current service cost including life assurance	(40)	(40)	(36)	(36)
	Contributions	17	17	17	17
	Other finance (income)/cost				
	Actuarial loss/(gain) recognised in Statement of Comprehensive Income and Expenditure	303	303	72	72
	Balance at end of year	(121)	(121)	(401)	(401)

16b	Pension provisions – Universities Superannuation Scheme (USS)	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Balance at beginning of year	(379)	(379)	(388)	(388)
	Movement in year:				
	Current service cost including life assurance				
	Contributions	50	50	21	21
	Other finance (income)/cost	(6)	(6)	(12)	(12)
	Actuarial loss/(gain) recognised in Statement of Comprehensive Income and Expenditure				
	Balance at end of year	(335)	(335)	(379)	(379)

16c	Pension provisions – Church of England Funded Pension Scheme	Consolidated	College	Consolidated	College
		2018	2018	2017	2017
		£000	£000	£000	£000
	Balance at beginning of year	(23)	(23)	(28)	(28)
	Movement in year:				
	Current service cost including life assurance				
	Contributions	(1)	(1)	5	5
	Other finance (income)/cost				
	Actuarial loss/(gain) recognised in Statement of Comprehensive Income and Expenditure				
	Balance at end of year	(24)	(24)	(23)	(23)



Notes to the Accounts
For the year ended 30 June 2018

17	Endowment funds				
	Restricted net assets relating to endowments are as follows:				
	Consolidated	Restricted permanent endowments	Unrestricted permanent endowments	2018 Total	2017 Total
		£000	£000	£000	£000
	Balance at beginning of year				
	Capital	31,630	59,269	90,899	84,832
	New donations and endowments	267		267	1,316
	Investment Income: Total return recognised in the I&E	(112)	(252)	(364)	(379)
	Expenditure: Investment Management costs		(166)	(166)	(172)
	Increase/(decrease) in market value of investments	1,536	2,511	4,047	5,302
	Balance at end of year	33,321	61,362	94,683	90,899
	Analysis by type of purpose				
	Fellowship Funds	16,744		16,744	15,938
	Scholarship Funds	5,825		5,825	5,547
	Prize Funds	1,302		1,302	1,240
	Hardship Funds	3,673		3,673	3,432
	Bursary Funds	2,643		2,643	2,487
	Travel Grant Funds	1,055		1,055	1,005
	Other Funds	2,079		2,079	1,980
	General endowments		61,362		59,270
	Total	33,321	61,362	94,683	90,899
	Analysis by asset				
	Property		47,407	47,407	45,810
	Investments	33,321	13,955	47,276	45,089
	Cash				



Notes to the Accounts
For the year ended 30 June 2018

17	Endowment funds				
	Restricted net assets relating to endowments are as follows:				
College	Restricted permanent endowments	Unrestricted permanent endowments	2018 Total	2017 Total	
	£000	£000	£000	£000	
Balance at beginning of year					
Capital	31,630	59,269	90,899	84,832	
New donations and endowments	267		267	1,316	
Investment Income: Total return recognised in the I&E	(112)	(252)	(364)	(379)	
Expenditure: Investment Management costs		(166)	(166)	(172)	
Increase/(decrease) in market value of investments	1,536	2,511	4,047	5,302	
Balance at end of year	33,321	61,362	94,683	90,899	
Analysis by type of purpose					
Fellowship Funds	16,744		16,744	15,938	
Scholarship Funds	5,825		5,825	5,547	
Prize Funds	1,302		1,302	1,240	
Hardship Funds	3,673		3,673	3,432	
Bursary Funds	2,643		2,643	2,487	
Travel Grant Funds	1,055		1,055	1,005	
Other Funds	2,079		2,079	1,980	
General endowments		61,362	61,362	59,270	
Total	33,321	61,362	94,683	90,899	
Analysis by asset					
Property		47,407	47,407	45,810	
Investments	33,321	13,955	47,276	45,089	
Cash					



Notes to the Accounts
For the year ended 30 June 2018

18 Restricted Reserves					
Reserves with restrictions are as follows:					
Consolidated	Capital grants unspent £000	Permanent unspent and other restricted income £000	Restricted expendable endowment £000	2018 Total £000	2017 Total £000
Balance at beginning of year					
Capital		1,715		1,715	1,441
Accumulated income		3,029		3,029	2,693
New grants		90		90	
New donations		223		223	23
Endowment return transferred		(94)		(94)	303
Other investment income		(6)		(6)	(6)
Increase/(decrease) in market value of investments		210		210	290
Expenditure					
Capital grants utilised					
Balance at end of year		5,167		5,167	4,744
Capital		1,825		1,825	1,715
Accumulated income		3,342		3,342	3,029
Analysis of other restricted funds/donations by type of purpose					
Fellowship Funds		1,141		1,141	1,050
Scholarship Funds		716		716	688
Prize Funds		180		180	178
Hardship Funds		1,604		1,604	1,342
Bursary Funds		336		336	398
Travel Grant Funds		292		292	280
Other Funds		898		898	808
General					



Notes to the Accounts
For the year ended 30 June 2018

18 Restricted Reserves					
Reserves with restrictions are as follows:					
College	Capital grants unspent £000	Permanent unspent and other restricted income £000	Restricted expendable endowment £000	2018 Total £000	2017 Total £000
Balance at beginning of year					
Capital		1,715		1,715	1,441
Accumulated income		3,029		3,029	2,693
New grants		90		90	
New donations		223		223	23
Endowment return transferred		(94)		(94)	303
Other investment income		210		210	290
Increase/(decrease) in market value of investments		(6)		(6)	(6)
Expenditure					
Capital grants utilised					
Balance at end of year		5,167		5,167	4,744
Capital		1,825		1,825	1,715
Accumulated income		3,342		3,342	3,029
Analysis of other restricted funds/donations by type of purpose					
Fellowship Funds		1,141		1,141	1,050
Scholarship Funds		716		716	688
Prize Funds		180		180	178
Hardship Funds		1,604		1,604	1,342
Bursary Funds		336		336	398
Travel Grant Funds		292		292	280
Other Funds		898		898	808
General					



Notes to the Accounts
For the year ended 30 June 2018

19 Memorandum of Unapplied Total Return		
Included within reserves the following amounts represent the Unapplied Total Return of the College:		
	2018	2017
	£000	£000
Unapplied Total Return at beginning of year	71,623	65,554
Unapplied Total Return for year (see note 3b)	4,185	6,069
Unapplied Total Return at end of year	75,808	71,623

20 Reconciliation of consolidated surplus for the year to net cash inflow from operating activities		
	2018	2017
	£000	£000
Surplus/(deficit) for the year	5,333	7,631
Adjustment for non-cash items		
Depreciation	1,401	1,711
Investment income	(3,143)	(2,898)
(Loss)/gain on endowments, donations and investment property	(4,722)	(6,627)
Decrease/(increase) in stocks	5	(5)
Decrease/(increase) in trade and other receivables	(311)	149
Increase/(decrease) in creditors	(516)	127
Increase/(decrease) in provisions	10	(7)
Pension costs less contributions payable	(20)	5
Foreign Exchange movement	(1)	23
Adjustment for investing or financing activities		
Investment income		
Interest payable	368	290
Profit on the sale of non-current assets		
Net cash inflow from operating activities	(1,596)	375

21 Cash flows from investing activities		
	2018	2017
	£000	£000
Proceeds from sales of non-current fixed assets		
Non-current investment disposal	2,507	14,546
Investment income	3,143	2,898
Endowment funds invested	(4,799)	(17,301)
Withdrawal of deposits	(3)	(161)
Payments made to acquire non-current assets	(3,294)	(969)
Total cash flows from investing activities	(2,446)	(987)

22 Cash flows from financing activities		
	2018	2017
	£000	£000
Interest paid	(368)	(290)
Interest element of finance lease rental payment		
New unsecured loans		5,000
Repayments of amounts borrowed		(500)
Capital element of finance lease rental payments		
Total cash flows from financing activities	(368)	4,210



**Notes to the Accounts
For the year ended 30 June 2018**

23	Analysis of cash and cash equivalents			
		At beginning of year	Cash flows	At end of year
		£000	£000	£000
	Bank overdrafts	-	-	-
	Cash at bank and in hand	-	-	-
	Net Funds	-	-	-

24	Capital commitments		
		2018	2017
		£000	£000
	Capital commitments at 30 June 2016:	-	-
	Authorised and contracted	-	-
	Authorised but not yet contracted for	-	-
	Commitments under finance leases entered into but not yet provided for	-	--

25	Lease obligations		
		2018	2017
		£000	£000
	Lease obligations	-	-



Notes to the Accounts
For the year ended 30 June 2018

26 Pension schemes

The College participates in three defined benefit schemes: the University Superannuation Scheme (USS) Ltd, the Cambridge Colleges' Federated Scheme (CCFPS) and the Church of England Funded Pension Scheme (CEFPS).

University Superannuation Scheme (USS)

The College participates in the Universities Superannuation Scheme (the scheme). The scheme is a hybrid pension scheme, providing defined benefits (for all members), as well as defined contribution benefits. The assets of the scheme are held in a separate trustee - administered fund. Because of the mutual nature of the scheme, the assets are not attributed to individual institutions and a scheme-wide contribution rate is set. The institution is therefore exposed to actuarial risks associated with other institutions' employees and is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. As required by Section 28 of FRS 102 "Employee benefits", the institution therefore accounts for the scheme as if it were a wholly defined contribution scheme. As a result, the amount charged to the profit and loss account represents the contributions payable to the scheme. Since the institution has entered into an agreement (the Recovery Plan) that determines how each employer within the scheme will fund the overall deficit, the institution recognises a liability for the contributions payable that arise from the agreement (to the extent that they relate to the deficit) and therefore an expense is recognised.

FRS 102 makes the distinction between a group plan and a multi-employer scheme. A group plan consists of a collection of entities under common control typically with a sponsoring employer. A multi-employer scheme is a scheme for entities not under common control and represents (typically) an industry-wide scheme such as Universities Superannuation Scheme. The accounting for a multi-employer scheme where the employer has entered into an agreement with the scheme that determines how the employer will fund a deficit results in the recognition of a liability for the contributions payable that arise from the agreement (to the extent that they relate to the deficit) and the resulting expense in profit or loss in accordance with section 28 of FRS 102. The trustees are satisfied that the scheme provided by Universities Superannuation Scheme meets the definition of a multi-employer scheme and has therefore recognised the discounted fair value of the contractual contributions under the funding plan in existence at the date of approving the financial statements.

The total cost charged to the profit and loss account is £227,661 (2017: £232,174).

The latest available complete actuarial valuation of the Retirement Income Builder Section of the Scheme was at 31 March 2014 (the valuation date), which was carried out using the projected unit method. The valuation as at 31 March 2017 is underway but not yet completed.

Since the College cannot identify its share of scheme assets and liabilities, the following disclosures reflect those relevant for the scheme as a whole.

The 2014 valuation was the third valuation for USS under the scheme-specific funding regime introduced by the Pensions Act 2004, which requires schemes to adopt a statutory funding objective, which is to have sufficient and appropriate assets to cover their technical provisions. At the valuation date, the value of the assets of the scheme was £41.6 billion and the value of the scheme's technical provisions was £46.9 billion indicating a shortfall of £5.3 billion. These figures will be revised once the 2017 Scheme Valuation is complete.

Defined benefit liability numbers for the Scheme for accounting purposes have been produced using the following assumptions as at 31 March 2017 and 2018:

	2018			2017
Discount rate	2.64%			2.57%
Pensionable salary growth	n/a			n/a
Pension increases (CPI)	2.02%			2.41%



**Notes to the Accounts
For the year ended 30 June 2018**

The main demographic assumption used relates to the mortality assumptions. These assumptions have been updated for the 31 March 2018 accounting position, based on updated analysis of the Scheme's experience carried out as part of the 2017 actuarial valuation. The mortality assumptions used in these figures are as follow:

	2018	2017
Mortality base table	Pre-retirement 71% of AMCO (duration 0) for males and 112% of AFC00 (duration 0) for females	98% of SAPS S1NA "light" YOB unadjusted for males
	Post retirement 96.5% of SAPS S1NMA "light" for males and 101.3% of RFV00 for females	99% of SAPS S1NA "light" YOB with -1 year adjustment for females
Future improvements to mortality	CMI_2016 with a smoothing parameter of 8.5 and a long term improvement rate of 1.8% pa for males and 1.6% pa for females	CMI_2014 with a long term rate of 1.5% pa

The current life expectancies on retirement at age 65 are:	2018	2017
Males currently aged 65 (years)	24.5	24.4
Females currently aged 65 (years)	26.0	26.6
Males currently aged 45 (years)	26.5	26.5
Females currently aged 45 (years)	27.8	29.0
Scheme assets	£63.6bn	£60.0bn
Total scheme liabilities	£72.0bn	£77.5bn
FRS 102 total scheme deficit	£8.4bn	£17.5bn
FRS 102 total funding level	88%	77%

Cambridge Colleges' Federated Pension Scheme

The College operates a defined benefit pension plan for the College's employees of the Cambridge Colleges' Federated Pension Scheme.

The liabilities of the plan have been calculated, at 30 June 2018 for the purposes of FRS102 using a valuation system designed for the Management Committee, acting as Trustee of the Cambridge Colleges' Federated Pension Scheme, but allowing for the different assumptions required under FRS102 and taking fully into consideration changes in the plan benefit structure and membership since that date.

The principal actuarial assumptions at the balance sheet date (expressed as weighted averages) were as follows:

	2018 % p.a.	2017 % p.a.
Discount rate	2.7	2.6
Increase in salaries	2.75	2.85
RPI assumption	3.25	3.35
CPI assumption	2.25	2.35
Pension increases in payment (RPI Max 5% p.a.)	3.15	3.25
Pension Increases in payment (CPI Max 2.5% p.a.)	1.8	1.85

The underlying mortality assumption is based upon the standard table known as S2PA on a year of birth usage with CMI_2017 future improvement factors and a long-term rate of future improvement of 1.25% p.a. (2017: S2PA with CMI_2016 future improvement factors and a long-term future improvement rate of 1.25% p.a.). This results in the following life expectancies:

- Male age 65 now has a life expectancy of 21.9 years (previously 22.1 years).
- Female age 65 now has a life expectancy of 23.8 years (previously 23.9 years).
- Male age 45 now and retiring in 20 years has a life expectancy of 23.3 years (previously 23.5 years).
- Female age 45 now and retiring in 20 years has a life expectancy of 25.4 years (previously 25.4 years).



Notes to the Accounts For the year ended 30 June 2018

The amounts recognised in the Balance Sheet as at 30 June 2018 (with comparative figures as at 30 June 2017) are as follows:

	2018 £	2017 £
Present value of plan liabilities	(7,972,959)	(8,189,325)
Market value of plan assets	7,851,766	7,787,626
Net defined benefit asset/(liability)	(121,193)	(401,699)

The amounts to be recognised in Profit and Loss for the year ending 30 June 2018 (with comparative figures for the year ending 30 June 2017) are as follows.

	2018 £	2017 £
Current service cost	17,322	12,103
Administrative expenses	11,544	11,544
Interest on net defined benefit (asset)/liability	10,695	12,956
(Gain)/loss on plan changes	0	0
Curtailment (gain)/loss	0	0
Total	39,561	36,603

Changes in the present value of the plan liabilities for the year ending 30 June 2018 (with comparative figures for the year ending 30 June 2017) are as follows:

	2018 £	2017 £
Present value of plan liabilities at beginning of period	8,189,325	7,529,779
Current service cost	17,322	12,103
Employee contributions	9,369	9,179
Benefits paid	(237,829)	(257,388)
Interest on plan liabilities	210,197	207,552
Actuarial (gains)/losses	(215,425)	688,100
(Gain)/loss on plan changes		
Curtailment (gain)/loss		
Present value of plan liabilities at end of period	7,972,959	8,189,325

Changes in the fair value of the plan assets for the year ending 30 June 2018 (with comparative figures for the year ending 30 June 2017) are as follows:

	2018 £	2017 £
Market value of plan assets at beginning of period	7,787,626	7,076,225
Contributions paid by the College	16,934	16,489
Employee contributions	9,369	9,179
Benefits paid	(237,829)	(257,388)
Administrative expenses paid	(17,983)	(17,275)
Interest on plan assets	199,502	194,596
Return on assets, less interest included in Profit & Loss	94,117	765,800
Market value of plan assets at end of period	7,851,766	7,787,626
Actual return on plan assets	293,619	960,396

The major categories of plan assets as a percentage of total plan assets for the year ending 30 June 2018 (with comparative figures for the year ending 30 June 2017) are as follows:

	2018	2017
Equities	64%	67%
Bonds & Cash	30%	27%
Property	6%	6%
Total	100%	100%

The plan has no investments in property occupied by, assets used by or financial instruments issued by the College.



Notes to the Accounts For the year ended 30 June 2018

Analysis of the re-measurement of the net defined benefit liability recognised in Other Comprehensive Income (OCI) for the year ending 30 June 2018 (with comparative figures for the year ending 30 June 2017) are as follows:

	2018 £	2017 £
Return on assets, less interest included in Profit and Loss	94,117	765,800
Expected less actual plan expenses	(6,409)	(5,731)
Experience gains and losses arising on plan liabilities	(103,295)	114,373
Changes in assumptions underlying the present value of plan liabilities	318,720	(802,473)
Remeasurement of net defined benefit liability recognised in OCI	303,133	71,969

Movement in net defined benefit asset/ (liability) during the year ending 30 June 2018 (with comparative figures for the year ending 30 June 2017) are as follows:

	2018 £	2017 £
Surplus/(deficit) in plan at beginning of year	(401,699)	(453,554)
Recognised in Profit and Loss	(39,561)	(36,603)
Contributions paid by the College	16,934	16,489
Remeasurement of net defined benefit liability recognised in OCI	303,133	71,969
Net defined benefit asset/(liability) at end of year	(121,193)	(401,699)

Funding Policy

Funding valuations are carried out every three years on behalf of the Management Committee, acting as the Trustee of the Scheme, by a qualified independent actuary. The actuarial assumptions underlying the funding valuation are different to those adopted under FRS102.

The last such valuation was as at 31 March 2017. This showed that the plan's assets were sufficient to cover the liabilities on the funding basis.

Church of England Funded Pension Scheme (CEFPS)

Corpus Christi College participates in the Church of England Funded Pensions Scheme for stipendiary clergy. This scheme is administered by the Church of England Pensions Board, which holds the assets of the schemes separately from those of the Employer and the other participating employers.

Each participating employer in the scheme pays contributions at a common contribution rate applied to pensionable stipends.

The scheme is considered to be a multi-employer scheme as described in Section 28 of FRS 102. This means it is not possible to attribute the Scheme's assets and liabilities to specific employers and that contributions are accounted for as if the Scheme were a defined contribution scheme. The pensions costs charged to the SOCIE in the year are contributions payable towards benefits and expenses accrued in that year, plus any impact of deficit contributions (see below).

A valuation of the Scheme is carried out once every three years. The most recent Scheme valuation completed was carried out at 31 December 2015. The 2015 valuation revealed a deficit of £236m, based on assets of £1,308m and a funding target of £1,544m, assessed using the following assumptions and an investment strategy of:

- for investments backing liabilities for pensions in payment, an allocation to gilts of 33% from the valuation date until 31 December 2019 and thereafter increasing linearly to 70% by December 2030; and
- a 100% allocation to return-seeking assets for investments backing liabilities prior to retirement;
- Investment returns of 2.6% p.a. on gilts and 4.6% p.a. on return seeking assets;
- RPI inflation of 3.2% p.a. (and pension increases consistent with this);
- Increase in pensionable stipends of 3.2% p.a.;
- Mortality in accordance with 80% of the S2NMA and S2NFA tables, with allowance for improvements in mortality rates in line with the CMI 2015 core projections, with a long term annual rate of improvement of 1.5%.



Notes to the Accounts
For the year ended 30 June 2018

Following the 31 December 2015 valuation, a recovery plan was put in place until 31 December 2025 and the deficit repair contributions payable (as a percentage of pensionable stipends) are set out in the table below.

% of pensionable stipends	January 2016 to December 2017	January 2018 to December 2025
Deficit repair contributions	14.1%	11.9%

As at December 2015, the deficit recovery contributions payable under the recovery plan in force at the time were 14.1% of pensionable stipends until December 2025. As at December 2016 and December 2017 the deficit recovery contributions under the recovery plan in force were set out in the above table.

For senior office holders, pensionable stipends are adjusted in the calculations by a multiple, as set out in the Scheme's rules.

Section 28.11A of FRS 102 requires agreed deficit recovery payments to be recognised as a liability. The movement in the provision is set out in the table below.

	2017	2016
Balance sheet liability at 1 January	23,000	28,000
Deficit contribution paid	-2,000	-3,000
Interest cost (recognised in SOCIE)	0	1,000
Remaining change to the balance sheet liability* (recognised in SOCIE)	3,000	-3,000
Balance sheet liability at 31 December	24,000	23,000

* Comprises change in agreed deficit recovery plan and change in discount rate and assumptions between year-ends.

This liability represents the present value of the deficit contributions agreed as at the accounting date and has been valued using the following assumptions set by reference to the duration of the deficit recovery payments:

	December 2017	December 2016	December 2015
Discount rate	1.4% pa	1.5% pa	2.5% pa
Price inflation	3.0% pa	3.1% pa	2.4% pa
Increase to total pensionable payroll	1.5% pa	1.6% pa	0.9% pa

The legal structure of the scheme is such that if another employer fails, the employer could become responsible for paying a share of that employer's pension liability.

27 Principal subsidiary and associated undertakings and other significant investments

	Country of Incorporation and Operation	Cost
Corpus Developments Ltd	United Kingdom	1
Corpus Conferences Ltd	United Kingdom	1

Corpus Developments Ltd was incorporated on 4 November 2009. The principal activity of the company is student accommodation development. This company is included in these consolidated financial statements. Corpus Conferences Ltd was incorporated on 13 February 2015. The company commenced trading on 1 July 2015. The principal activity of the company is external non educational conference business.



**Notes to the Accounts
For the year ended 30 June 2018**

28 Contingent Liabilities

The College participates in the Universities Superannuation Scheme (USS), with effect from 16 March 2007 USS positioned itself as a "last man standing" scheme so that in the event of an insolvency of any of the participating employers in USS, the amount of any pension funding shortfall (which cannot otherwise be recovered) in respect of that employer will be spread across the remaining participant employers.

29 Related Party Transactions

Owing to the nature of the College's operations and the composition of its Governing Body, it is possible that transactions will take place with organisations in which a member of the College Governing Body may 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.