

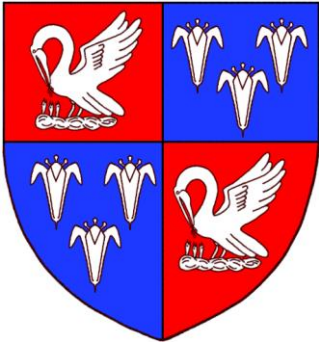


**Corpus Christi College  
Cambridge**

**RECOMMENDED CAMBRIDGE COLLEGE ACCOUNTS (RCCA)**

---

**For the financial year ended  
30 June 2016**





**Page No**

**Reference and Administrative Details**

1 - 3 Trustees and Advisors

**Operating and Financial Review**

4 Aims & Objectives

5 Review of Activity - Financial Review, Plans for the Future and Results

10 Statement Public Benefit

12 Corporate Governance

13 Responsibilities of the Governing Body and Internal Control

14 - 15 **Independent Auditors' Report**

16 – 21 **Statement of Principal Accounting Policies**

22 **Consolidated Statement of Comprehensive Income and Expenditure**

23 **Statement of Changes in Reserves**

24 **Consolidated and College Balance Sheets**

25 **Consolidated Cash Flow Statement**

26 **Notes to the Financial Statements**



## 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

CJB Brookes MA, PhD

RA McMahon MA, PhD (31.12.15)

Professor CJ Howe MA, PhD, ScD, FLS

R Davis LTCL, LRAM, BMus (Hons) (London), MFA, PhD (Princeton),

Professor AG Smith BSc (Bristol), MPhil, PhD

Professor PC Hewett MA, PhD (Edinburgh)

Professor NE Simmonds MA, LL.M, PhD

Professor M Warner FRS, MA, PhD (London)

PNR Zutshi MA, PhD, FSA

Professor CM Kelly BA (Hons) (Sydney), PhD, FSA

D Greaves MA, PhD

Professor S Godsill MA, PhD

Professor EF Wilson MA, PhD

HPC Robinson MA, PhD

DA Sneath BSc (Ulster), PhD

CFR de Hamel Dphil (Oxford), LittD (Hon, St John's,

Minnesota, USA), LittD (Hon, Otago NZ), FSA

KA Seffen MA, PhD, CMath

JI Warren MA, MPhil, PhD

EJ Winter MA

S Cain MA, MPhil

M Sutherland BSc, MSc, PhD (Toronto)

Professor P Cicuta Laurea (Milan), PhD

B Kushner BA, PhD (Princeton)

JAD Buxton BA (Hons), DipTH

M Frasca-Spada Laurea (Rome) PhD

S Kapila BA, MA, PhD

Tutor for Advanced Students, College Lecturer in Mathematics,  
*Affiliated Lecturer in the Faculty of Mathematics*

*Senior Lecturer in Engineering*

*Professor of Plant and Microbial Biochemistry*

*Reader in Ethnomusicology*

*Professor of Plant Biochemistry*

*Food and Wine Steward, Professor of Observational Cosmology  
and Astrophysics*

*Dean of College, Professor of Jurisprudence*

*Professor of Theoretical Physics*

*Graduate Tutor*

*President, Professor of Ancient History, Laurence Lecturer in  
Classics*

*Senior Lecturer in Computer Science*

*Tutor, Professor of Statistical Signal Processing*

*Tutor, Professor of French Literature and the Visual Arts*

*Senior Lecturer in Neuroscience*

*Graduate Tutor, Reader in the Anthropology of Political  
Economy*

*Donnelley Fellow Librarian*

*Reader in Structural Mechanics*

*Tutor, Web Editor, Reader in Ancient Philosophy*

*Development and Communications Director*

*College Teaching Officer in English*

*Admissions Tutor, Tutor, Affiliated Lecturer in Physics*

*Professor of Biological Physics*

*Reader in Modern Japanese History*

*Dean of Chapel, Warden of Leckhampton*

*Senior Tutor, Affiliated Lecturer in the Department of History  
and Philosophy of Science, Affiliated Lecturer in the Faculty of  
Philosophy*

*Lecturer in History*



S Ainger-Brown MA, FCMA, CGMA, FCMI	Treasurer and Second Bursar, GB Secretary
P Bearcroft MA, MB, Bchir, FRCP, FRCR	<i>Radiology Consultant, Lecturer in Clinical Medicine</i>
J Carr BSc, PhD	Graduate Tutor, <i>Reader in Plant Virology</i>
E Spary BA, MA, PhD	Tutor, <i>Reader in History</i>
J Hirst MA, DPhil (Oxon)	<i>Programme Leader at and Deputy Director of the MRC Mitochondrial Biology Unit, Lecturer in Chemistry</i>
J Betts BA, MPhil, MA, PhD (30.09.15)	Research Fellow in History
J Morgan MA(Oxon), PhD	Vice President, Tutor, <i>Senior Lecturer in Law</i>
J Kaminski PhD (30.09.15)	Non-Stipendiary Research Fellow in Modern and Medieval Languages
P Rendahl BA, MA(Lund), PhD (EUI, Florence)	<i>Lecturer in Economics</i>
B Pilgrim MChem, DPhil (Oxon)	<i>Royal Commission for the Exhibition of 1851 Research Fellowship, Fellow in Chemistry</i>
K Collis BA, DPhil (30.09.16)	Research Fellow in English
S Bohndiek MA, PhD (London)	Graduate Tutor, <i>Lecturer in Biomedical Physics</i>
E St John Smith MPharmacol (Bath), PhD	Tutor, Graduate Tutor, Keeper of the Chronophage, <i>Lecturer in Pharmacology</i>
AG Milne BA, MA, PhD	EB Secretary, <i>Judith E Wilson Lecturer in Drama &amp; Poetry</i>
E Kazamia BA, MSc, PhD (30.09.15)	Non-Stipendiary Research Fellow Plant Sciences
T Harvey-Samuel MA	Bursar
A Rapport BA (Northwestern), PhD (Minnesota)	<i>Lecturer in Politics &amp; International Studies</i>
A Davison BA, DPhil (Oxon), MA, PhD	<i>Starbridge Lecturer in Theology &amp; Natural Sciences</i>
S Zadeh BA, MPhil, PhD	Stipendiary Research Fellow in Social Psychology
J Bradley BSc, MSc, PhD (Bristol)	William Cook Research Fellow & College Teaching Officer in Economics
R Adelstein BA, MA, PhD (Chicago)	Donnelley Research Fellow in Ethnomusicology
E Luger BA, MA, PhD (30.09.16)	Microsoft Research Fellow
A Joannides BA, MA, MB, BChir, MRCS, PhD	<i>Clinical Lecturer in Clinical Neurosurgery</i>
V Braithwaite BSc (St Andrews), PhD	Non-Stipendiary Research Fellow in Biological Sciences
JD Rhodes BA(Univ. of the South), MA (Columbia), PhD (New York)	<i>Lecturer in Film, and Visual Media Studies</i>
T Adams BA, BCL, DPhil (Oxon)	Hong Kong Link Research Fellow & College Teaching Officer in Law
A Kisil BA, PhD	Sultan Qaboos Research Fellow & College Teaching Officer in Mathematics
F Iida BEng, MEng (Tokyo) Dr Sc Nat (Zurich)	<i>Lecturer in Mechatronics</i>
R Damgaard BSc, MSc, PhD (Copenhagen)	<i>Marie Curie Postdoctoral Fellow; Non Stipendiary Research Fellow in Molecular Biology</i>

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

#### Senior and Principal Officers

Head of House/Master:	Mr S Laing MA MPhil
Senior Tutor:	Dr M Frasca-Spada Laurea (Rome) PhD
Bursar:	Mr T Harvey-Samuel MA



## Contact Information - Principal Advisors

---

### Actuaries

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

### Auditors

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

### Solicitors

Ashton KCJ  
Chequers House  
77-81 Newmarket Road  
Cambridge CB5 8EU

Mills & Reeve LLP  
Francis House  
112 Hills Road  
Cambridge CB2 1PH

Taylor Vinters LLP  
Merlin Place  
Milton Road  
Cambridge CB4 0DP

### Bankers

Barclays Bank plc (Corporate Banking)  
PO Box 885, Mortlock House  
Histon, Cambridge CB4 9DE

### Property Managers and Valuers

Bidwells LLP  
Trumpington Street  
Cambridge CB2 2LD

### Investment Advisors

Cambridge Associates Ltd  
80 Victoria Street, Cardinal Place  
London SW1E 5JL

### Investment Advisors/Managers

BlueBay Asset Management plc  
77 Grosvenor Square  
London W1K 3JR

Cambridge University Endowment Fund  
Treasury & Investments, Finance Division  
Greenwich House, Madingley Rise  
Madingley Road, Cambridge CB3 0TX

Cantab Capital Partners  
City House, 126-130 Hills Road  
Cambridge CB2 1RE

Heronbridge Investment Management LLP  
1 Queen Street  
Bath BA1 1HE

Martin Currie Investment Management Ltd  
Ingham and Wilkinson Building  
129 Front Street  
Hamilton HM12  
Bermuda

Miura Global Management LLC  
101 Park Avenue  
New York NY10178

OrbiMed Advisors LLC  
601 Lexington Avenue, 54<sup>th</sup> Floor  
New York, NY10022

State Street Global Advisors Ltd  
20 Churchill Place  
Canary Wharf, London E14 5HJ

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

Waverton Investment Management Ltd  
21 St James Square  
London SW1Y 4HB



## 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, 56 active Fellows (38 men and 18 women) and 512 junior members, of whom 271 are undergraduates (157 men and 114 women) and 241 are postgraduates (156 men and 85 women). Postgraduate students include those undertaking both full and part-time study. In addition, 96 full time equivalent members of staff support the College in achieving and upholding its aims and objectives. The College is a registered charity and is subject to regulation by the Charity Commission for England and Wales. The College is a charity within the meaning of the Taxes Act 1988, s506(1).

## 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

Two hundred and seventy two undergraduates sat classed University examinations in 2016; 81% obtained grades in the First Class or upper division of the Second Class (or in the undivided Second Class). 10 undergraduates and 3 Postgraduates received University prizes. 61 postgraduate students completed an MPhil or a one year graduate course, 3 completed clinical studies and 26 satisfied the requirements for a PhD.

66 undergraduates received means tested awards totalling £179k 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 £32k was disbursed by College Tutors in hardship funds; scholarships and prizes worth £17k were awarded by the Governing Body to reward excellence and achievement; £33k in grants were awarded for travel and vacation study. The Graduate Tutors made grants to postgraduates totalling £136k for fees, research and maintenance. Research Associateships were granted to 9 post-doctoral students.

Research Fellowships were awarded in medical sciences, medieval studies, molecular biology, modern visual culture and computer science (the Microsoft Research Fellow). Teaching and research Fellowships were awarded in Chemistry and Mechatronics.

The College continues to place significant emphasis on its wide ranging access and outreach effort. Through an intensive programme of 147 events including Open Days, Masterclasses, Summer Schools, visits to schools, school visits to Corpus and Higher Education fairs over 8,000 pupils had interaction with the College and its Fellowship in 2015-16. This level of activity was reflected in the December 2015 admissions round with the College receiving 437 applications for undergraduate admission versus a 10 year average of 356 applications. The College is very grateful to those alumni who have generously supported this effort.

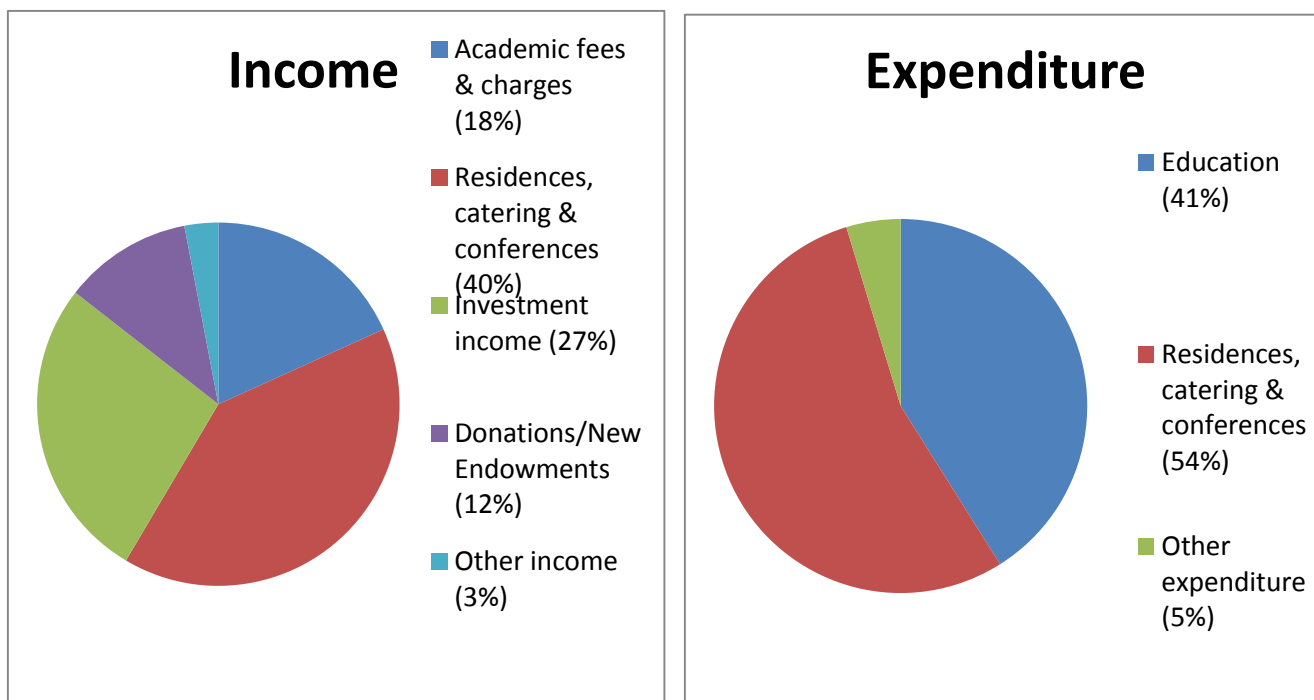
## Strategic Plan and Campaign

The College launched a fundraising campaign in Michaelmas 2015. The Campaign's goals are aligned with the College's strategic plan which was approved in 2014 and sets the framework for the College's development in respect of the Fellowship, student body and buildings and infrastructure over the coming decade. The Campaign intends to raise £30 million (including £5m of loan finance borrowed in 2013/14) to support student bursaries, teaching and research fellowships, access and outreach activity, the construction of new accommodation and the refurbishment of the College's historic fabric. The College had already raised £11 million during the silent phase and thus now needs to raise £14m to achieve its goals.

Corpus' campaign was launched at the same time as the University's campaign to raise £2 billion. Donations to Corpus, while staying within the College, are counted as part of the University's campaign total.

These are the first set of College financial statements prepared in accordance with FRS102 and the 2015 RCCA. The accounting policies set out in the Notes to these accounts have been applied in preparing the comparative information for the year ended 30 June 2015 and the opening financial position as at 1 July 2014 resulting in the restatement of these figures. The reconciliation to the previously published numbers is detailed in Note 26. The changes will considerably increase the volatility in the Consolidated Statement of Comprehensive Income and Expenditure (the SOCIE) from year to year, principally due to the inclusion of all donations for the year and of all gains and losses on investments (even when unrealised) in the overall comprehensive income.

The College was able to continue its recent pattern of improving financial performance in the year to June 30, 2016, recording an unrestricted surplus before other gains and losses of £734k (vs £487k for the prior year), the fifth consecutive year a modest surplus has been recorded. The principal areas of income and expenditure and their respective proportions are illustrated 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 £5.5m against net assets as at 30 June 2016 of £219.7m. It remains the College’s intention to run an extremely conservative balance sheet. 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 and its endowment to ensure its continued financial stability.

**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 was broadly stable in the year under review at £1.9m.

**Conferences and catering**

The College’s conference and catering business enjoyed another strong year after the previous year’s record. Although revenue decreased by 2.1% to £1.2m a number of new clients were obtained across academic, charitable and corporate sectors. The College’s dedicated subsidiary, Corpus Conferences Ltd, enjoyed a successful first full year of operations.

**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 2015-16 the College received £1.2m in aggregate donations and legacies. The College is profoundly grateful to all its donors for their extraordinary support. As mentioned earlier, all donations (including the recovery of Gift Aid where applicable) are now reported in the Consolidated Statement of Comprehensive Income and Expenditure (SOCIE).





## **Endowment and Investment Performance**

The capital value of the College's Endowment grew during the year under review by 2.8% from £94.8m to £97.4m. The return on investment for the year (i.e. total return less new donations) was 5.8%. This compares to our benchmark composite (compiled in association with Cambridge Associates) which returned 8.5%, the FTSE All share which returned 2.2% and the ARC Balanced Asset Charity index which returned 2.9%. Our property investments continued to perform well (especially commercial property) and our UK, US and European actively managed equity funds all showed good performance. Conditions were volatile with three severe market declines in the year (August, January/February and immediately post the EU referendum in June). Nonetheless the portfolio combined resilience with performance. The underperformance versus the Cambridge Associates benchmark is almost entirely due to the higher proportion of non-UK (and therefore non GBP denominated) equity in the benchmark which appreciated significantly in GBP terms due to the sharp devaluation of GBP post the EU referendum. Diversification continues to be very important to the College as a method of gaining exposure to differing sources of returns in an increasingly volatile and unpredictable investment market characterized by high asset valuations, distortions arising from extreme monetary policy and unexpected political outcomes.

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 year under review was the first year where the College applied its new Spending Rule annual drawdown rate of 3.75% based on the average endowment value for the preceding 20 quarters.

## **Capital Expenditure and Building works**

The new dining hall and kitchen building at Leckhampton was completed on time and on budget. Lord Sainsbury, the Chancellor of the University and Visitor of the College opened the facility (which has a 50% greater dining capacity) in June. This project continued the track record of tightly managed development and completes a programme which has seen the College invest c£9m at Leckhampton over the last five years to deliver a postgraduate environment which ranks among the very best in Cambridge. The new dining hall will also provide extremely useful facilities and capacity for the College when the Old House kitchen and Hall is refurbished in the coming years. The College also converted some poor commercial space on Botolph Lane and Pembroke Street into four new student rooms and introduced a multi-year accommodation and office refurbishment programme, starting with E staircase on New Court. The College aims to refurbish all Old House accommodation via this programme, progressively implemented over a number of years.

The College continued to make significant investments in upgrading its information technology. This has provided improvements in student IT provision as well as administrative server and network infrastructure. There remains much work to do on this front and significant further investment is expected in coming years.

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 four years, the College is still compensating for a significant period of under investment in the estate in the two prior decades.



The College has a wholly owned subsidiary (which became operational from July 2015), Corpus Conferences Ltd which provides non educational conferences, events and functions on behalf of the College and makes Gift Aided donations to the College from its pre-tax profits. Corpus Conferences' accounts are filed separately at Companies House and have been consolidated in the College accounts.

### Future Capital projects

The College has started the detailed planning process for the redesign of the Old House kitchens and the restoration of the fabric of the medieval dining hall. During the year under review the design team was appointed and a design plan developed which Governing Body approved subsequent to the financial year end. A planning application is expected to be made in early 2017. The project's objectives are i) to create an excellent modern kitchen within the ground floor of the North range of Old Court, ii) to restore the view of the medieval hall ceiling and corbels within an improved server on the first floor, iii) to restore Wilkins' staircase to his original vision iv) to improve the interrelation of the Oriel Window to Old Court and the kitchens, v) to restore the main Hall ceiling which is in poor condition and vi) to improve the layout of C and D staircase at ground floor level which has been a much underused area of College for many years. This is thus an expensive and complex project which will cause much disruption over the next two years but provides an exceptional opportunity to achieve many improvements in our catering arrangements, the arrangement and functionality of certain key areas within Old House and in the care for and presentation of the historic fabric of the College.

The conversion of Professor Oliver Rackham's house into two flats is to be completed early in the academic year 2016/17. This will provide an immensely valuable new source of Fellows' accommodation with inspirational connections for those residing there. We also plan a comprehensive refurbishment of Bene't Hostel over the summer of 2017.

### Staff Costs, Employment policy, Pensions and Equal Opportunities

Employment costs comprised 41% of total costs in the year under review and are the College's largest category of overhead. While we continue to manage expenses tightly the likely inflationary consequences of the weaker pound sterling are going to apply cost pressure over the coming years.

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 £454k vs £810k 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 2016 this was £388k vs £394k in the prior year. The College's share of the CEFPS deficit at 30 June 2016 was £28k vs £31k in the prior year. A full explanation of pension related matters is contained in Notes 16 and 27.

The College has adopted the Living Wage. The Remuneration and Benefits Committee (which includes external members) is tasked with ensuring good governance and compliance with Charity Commission guidelines. The College is committed to the principle and practice of equal opportunities and aims to be an equal opportunities employer. The College employed one apprentice at 30 June 2016 (which rose to five by September 2016).

### Reserves Policy

The College's unrestricted funds and reserves amount to £187.7m 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 £28.7m, 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 consecutive gold award in the 2015/16 Green Impact awards, organised by the Environment and Energy department of the University (Corpus was one of only six Colleges to receive such an award). The College is committed to reducing its carbon emissions, water consumption and waste footprint.

## **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.

## **Financial Outlook and Plans for the Future**

It is important to look through the changes introduced this year in the presentation of these accounts to the underlying picture. The College has now established a strong level of financial discipline which combines with the extraordinarily generous support of our donors to underpin our ability to support our students intellectually, pastorally and financially, to develop and nurture a Fellowship of great talent and to invest significantly for our future in buildings (both old and new) and infrastructure. This discipline gives us some element of control over some of the factors influencing our future. There are of course many more influences that are far outside our control. The eventual outcomes deriving from the referendum decision to leave the EU will have a profound impact on our human resources (Students, Fellows and Staff) as well as on access to research funding, cost inflation and investment volatility.

The College thus views the future with confidence informed by prudence. While there are many sources of turbulence that can have an impact on our activity we are deploying all our energies to the fulfilment of the various aspects of our mission which has continued unabated through periods of considerably greater upheaval over the six and a half centuries of our existence.



## 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 Donnelley Fellow Librarian, his team and the Cambridge Tourist Office.

The Fitzwilliam Museum has on exhibition 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 are 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](http://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 are 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 is 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. This process was in place for the full financial year and up to the date of approval of these financial statements.
4. The Governing Body are 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, 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.



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

We have audited the financial statements of Corpus Christi College for the year ended 30 June 2016 which comprise the consolidated income and expenditure account, the consolidated statement of total recognised gains and losses, the consolidated balance sheet, the consolidated cash flow statement and related notes. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the College's Governing Body, as a body, in accordance with College's Statutes and the Statutes of the University of Cambridge. Our audit work has been undertaken so that we might state to the College's Governing Body those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the College and the College's Governing Body as a body, for our audit work, for this report, or for the opinions we have formed.

### RESPECTIVE RESPONSIBILITIES OF TRUSTEES AND AUDITORS

As explained more fully in the Trustees' Responsibilities Statement, the trustees are responsible for the preparation of financial statements which give a true and fair view.

We have been appointed as auditors under section 151 of the Charities Act 2011 and report in accordance with regulations made under section 154 of that Act. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's (APB's) Ethical Standards for Auditors.

### SCOPE OF THE AUDIT OF FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the trustees; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Operating & Financial Review and the Corporate Governance & Public Benefit Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

### OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the College's affairs as at 30 June 2016 and of the group's income and expenditure 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

T Harvey-Samuel, Bursar.





- 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.

**MATTERS ON WHICH WE ARE REQUIRED TO REPORT BY EXCEPTION**

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Trustee's Annual Report 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 and returns; or
- we have not received all the information and explanations we require for our audit.

**PETERS ELWORTHY & MOORE**

Chartered Accountants and Statutory Auditors

Salisbury House  
Station Road  
Cambridge  
CB1 2LA

Date: 24/11/2015

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 (the SORP).

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 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.

Donations and endowments with restrictions are classified as restricted reserves with additional disclosure provided within the notes to the accounts.

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.

Donations with no restrictions 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.

*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*

In 2015-16, payment of the Cambridge Bursaries to eligible students was made directly by the Student Loans Company (SLC). As a consequence, Cambridge University reimbursed the SLC for the full amount and each College paid their portion (based on their own eligible students) to the University.

However, to remain consistent with previous years’ presentation as well as the system agreed for 2016-17 (where the College pays Cambridge Bursaries to eligible students and receives a contribution from the University), for 2015-16 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 £84k is shown within the Consolidated Statement of Comprehensive Income and Expenditure as follows:

Income (see note 1)	£179k
Expenditure	£95k



## Foreign currency translation

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling 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 506 (1) of the Taxes Act 1988. Accordingly, the College is exempt from taxation in respect of income or capital gains received within the categories covered by Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied to exclusively charitable purposes.

The College receives no similar exemption in respect of Value Added Tax. 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 old CVCP guidelines, input tax on purchases is, nevertheless, largely irrecoverable.

## **Contribution under Statute G, II**

The College is liable to be assessed for Contribution under the provisions of Statute G,II of the University of Cambridge. Contribution is used to fund grants to 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 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. Full notes are given for these schemes.

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.

The College contributes to Aviva 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.

## **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.



**Transition to the 2015 RCCA**

The College is preparing its financial statements in accordance with 2015 RCCA for the first time, amended for the adoption of FRS 102, and consequently has applied the first time adoption requirements. An explanation of how the transition to the 2015 RCCA has affected the reported financial position, financial performance and cash flows of the consolidated results of the College is provided in the financial statements note 26.

**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 2016

	Note	Unrestricted £000	Restricted £000	Endowment £000	2016 Total £000
<b>Income</b>					
Academic fees and charges	1	1,731	179		1,910
Residences, catering and conferences	2	4,217			4,217
Investment income				2,829	2,829
Endowment return transferred	3	2,293	771	(3,064)	
Other income		306	9		315
<b>Total income before donations and endowments</b>		<b>8,547</b>	<b>959</b>	<b>(235)</b>	<b>9,271</b>
Donations		886			886
New endowments			101	213	314
Other capital grants for assets					
<b>Total income</b>		<b>9,433</b>	<b>1,060</b>	<b>(22)</b>	<b>10,471</b>
<b>Expenditure</b>					
Education	4	3,170	790		3,960
Residences, catering and conferences	5	5,233			5,233
Investment management costs		(158)		158	
Other expenditure		393			393
Contribution under Statute G,II		61			61
<b>Total expenditure</b>	6	<b>8,699</b>	<b>790</b>	<b>158</b>	<b>9,647</b>
<b>Surplus/(deficit) before other gains and losses</b>		<b>734</b>	<b>270</b>	<b>(180)</b>	<b>824</b>
Gain/(loss) on disposal of fixed assets	8				
Gain/(loss) on investments	9	104	2	2,287	2,393
<b>Surplus/(deficit) for the year</b>		<b>838</b>	<b>272</b>	<b>2,107</b>	<b>3,217</b>
<b>Other comprehensive income</b>					
Unrealised surplus on revaluation of fixed assets					
Actuarial gain/(loss) in respect of pension schemes	16	394			394
Unrealised gain/(loss) on foreign currency		106			106
<b>Total comprehensive income for the year</b>		<b>1,338</b>	<b>272</b>	<b>2,107</b>	<b>3,717</b>

Unrestricted £000	Restricted £000	Endowment £000	2015 Total £000
1,764	136		1,900
4,050			4,050
		2,735	2,735
2,438	809	(3,247)	
307	7		314
<b>8,559</b>	<b>952</b>	<b>(512)</b>	<b>8,999</b>
405			405
	859	1,925	2,784
<b>8,964</b>	<b>1,811</b>	<b>1,413</b>	<b>12,188</b>
2,944	857		3,801
4,920			4,920
		184	184
554			554
59			59
<b>8,477</b>	<b>857</b>	<b>184</b>	<b>9,518</b>
<b>487</b>	<b>954</b>	<b>1,229</b>	<b>2,670</b>
248	197	4,802	5,247
<b>735</b>	<b>1,151</b>	<b>6,031</b>	<b>7,917</b>
263			263
(18)			(18)
<b>980</b>	<b>1,151</b>	<b>6,031</b>	<b>8,162</b>





**Statement of Changes in Reserves**  
**Year ended 30 June 2016**

	Income and expenditure reserve			Revaluation	Total
	Unrestricted	Restricted	Endowment	reserve	
	£000	£000	£000	£000	
<b>Balance at 1 July 2015</b>	<b>129,390</b>	<b>3,865</b>	<b>82,722</b>		<b>215,977</b>
Prior Year Adjustment: deferred capital opening balance					
Surplus/(Deficit) from income and expenditure statement	838	272	2,107		<b>3,217</b>
Other comprehensive income	500				<b>500</b>
Release of restricted capital funds spent in the year					
Transfers between revaluation and income and expenditure reserve					
<b>Balance at 30 June 2016</b>	<b>130,728</b>	<b>4,137</b>	<b>84,829</b>		<b>219,694</b>

	Income and expenditure reserve			Revaluation	Total
	Unrestricted	Restricted	Endowment	reserve	
	£000	£000	£000	£000	
<b>Balance at 1 July 2014</b>	<b>128,494</b>	2,874	76,691		<b>208,059</b>
Prior Year Adjustment deferred capital opening balance					
Surplus/(Deficit) from income and expenditure statement	735	1,151	6,031		<b>7,917</b>
Other comprehensive income	245				<b>245</b>
Pension liability - USS	(213)				<b>(213)</b>
Pension liability - Church of England	(31)				<b>(31)</b>
Release of restricted capital funds spent in the year	160	(160)			
Transfers between revaluation and income and expenditure reserve					
<b>Balance at 30 June 2015</b>	<b>129,390</b>	<b>3,865</b>	<b>82,722</b>		<b>215,977</b>

The notes on pages 26 to 44 form part of these accounts



## Consolidated and College Balance Sheets as at 30 June 2016

		2016	2016	2015	2015
	Note	Consolidated	College	Consolidated	College
		£000	£000	£000	£000
<b>Non-current Assets</b>					
Fixed assets	8	119,104	119,104	118,343	118,343
Heritage assets	8				
Investments	9	97,363	97,363	94,756	94,756
<b>Current assets</b>					
Stocks	10	185	185	175	175
Trade and other receivables	11	1,351	1,333	1,560	1,560
Cash and cash equivalents	12	10,311	10,197	9,784	9,784
<b>Creditors: amounts falling due within one year</b>	13	(2,690)	(2,583)	(1,861)	(1,861)
<b>Net current assets</b>		9,157	9,132	9,658	9,658
<b>Total Assets less current liabilities</b>		225,624	225,599	222,757	222,757
<b>Creditors: amounts falling due after more than one year</b>	14	(5,000)	(5,000)	(5,500)	(5,500)
<b>Provisions</b>					
Pension provisions	16	(870)	(870)	(1,235)	(1,235)
Other provisions	15	(60)	(60)	(45)	(45)
<b>Total net assets</b>		<b>219,694</b>	<b>219,669</b>	<b>215,977</b>	<b>215,977</b>
<b>Restricted reserves</b>					
Income and expenditure reserve – endowment reserve	17	84,832	84,832	82,722	82,722
Income and expenditure reserve – restricted reserve	18	4,134	4,134	3,865	3,865
<b>Unrestricted Reserves</b>					
Income and expenditure reserve – unrestricted		105,639	105,614	105,740	105,740
Revaluation reserve		25,089	25,089	23,650	23,650
<b>Total Reserves</b>		<b>219,694</b>	<b>219,669</b>	<b>215,977</b>	<b>215,977</b>

The financial statements were approved by the Governing Body on 28 November 2016 and signed on its behalf by:

T Harvey-Samuel  
Bursar  
28/11/16

The notes on pages 26 to 44 form part of these accounts



**Consolidated Cash Flow Statement**  
**For the year ended 30 June 2016**

		<b>2016</b>	<b>2015</b>
	<b>Note</b>	<b>£000</b>	<b>£000</b>
<b>Net cash inflow from operating activities</b>	20	618	1,084
<b>Cash flows from investing activities</b>	21	6,315	911
<b>Cash flows from financing activities</b>	22	(235)	(252)
<b>Increase/(decrease) in cash and cash equivalents in the year</b>		6,698	1,743
Cash and cash equivalents at beginning of the year		10,848	9,105
Cash and cash equivalents at end of the year		17,546	10,848

The notes on pages 26 to 44 form part of these accounts



**Notes to the Accounts**  
**For the year ended 30 June 2016**

<b>1</b>	<b>Academic fees and charges</b>	<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
	Colleges fees:		
	Fee income received at the Regulated Undergraduate rate	930	1,087
	Fee income received at the Unregulated Undergraduate rate	209	182
	Fee income received at the Graduate rate	583	493
	Other income	9	2
	Cambridge Bursary Scheme (restricted)	179	136
	<b>Total</b>	<b>1,910</b>	<b>1,900</b>

<b>2</b>	<b>Income from residences, catering and conferences</b>	<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
	Accommodation		
	College members	2,126	1,935
	Conferences	724	791
	Catering		
	College members	915	914
	Conferences	452	410
	<b>Total</b>	<b>4,217</b>	<b>4,050</b>

<b>3</b>	<b>Endowment return and investment income</b>	<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
<b>3a</b>	<b>Analysis</b>		
	Total return contribution (see note 3b)		
	Income from:		
	Land and buildings	1,759	1,749
	Quoted securities	1,261	1,448
	Fixed interest securities		
	Income from short-term investments		
	Other interest receivable	44	50
	<b>Total</b>	<b>3,064</b>	<b>3,247</b>
<b>3b</b>	<b>Summary of total return</b>		
	Income from:		
	Land and buildings	(236)	(511)
	Quoted and other securities and cash	3,064	3,246
	Gains/(losses) on endowment assets:		
	Land and buildings	703	510
	Quoted and other securities and cash	1,691	4,738
	Investment management costs (see note 3c)	(158)	(184)
	<b>Total return for year</b>	<b>5,064</b>	<b>7,799</b>
	Total return transferred to income and expenditure reserve (see note 3a)	(3,064)	(3,246)
	<b>Unapplied total return for year included within Statement of Comprehensive Income and Expenditure (see note 19)</b>	<b>2,000</b>	<b>4,552</b>



**Notes to the Accounts**  
For the year ended 30 June 2016

<b>3c</b>	<b>Investment management costs</b>	<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
	Land and buildings		
	Quoted securities - equities	158	184
	Fixed interest securities		
	Other investments		
	Cash		
	<b>Total</b>	<b>158</b>	<b>184</b>

<b>4</b>	<b>Education expenditure</b>	<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
	Teaching	1,378	1,312
	Tutorial	654	623
	Admissions	298	242
	Research	373	336
	Scholarships and awards	463	523
	Other educational facilities	794	765
	<b>Total</b>	<b>3,960</b>	<b>3,801</b>

<b>5</b>	<b>Residences, catering and conferences expenditure</b>	<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
	Accommodation College members	3,139	2,682
	Conferences	713	776
	Catering College members	1,039	1,126
	Conferences	342	336
	<b>Total</b>	<b>5,233</b>	<b>4,920</b>

<b>6a</b>	<b>Analysis of 2015/2016 expenditure by activity</b>				
		<b>Staff costs (note 7)</b>	<b>Other operating expenses</b>	<b>Depreciation</b>	<b>Total</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	Education	1,956	1,603	401	3,960
	Residences, catering and conferences	1,811	2,116	1,306	5,233
	Other	183	271		454
	<b>Totals</b>	<b>3,950</b>	<b>3,990</b>	<b>1,707</b>	<b>9,647</b>
	Expenditure includes fundraising costs of £244,774. This expenditure includes the costs of alumni relations.				



Notes to the Accounts  
For the year ended 30 June 2016

<b>6b Analysis of 2014/2015 expenditure by activity</b>					
		Staff costs (note 7)	Other operating expenses	Depreciation	Total
		£000	£000	£000	£000
	Education	1,946	1,460	395	3,801
	Residences, catering and conferences	1,751	1,881	1,288	4,920
	Other	97	700		797
	<b>Totals</b>	<b>3,794</b>	<b>4,041</b>	<b>1,683</b>	<b>9,518</b>
Expenditure includes fundraising costs of £204,721. This expenditure includes the costs of alumni relations.					

<b>6c Auditors' remuneration</b>		2016	2015
		£000	£000
Other operating expenses include:			
	Audit fees payable to the College's external auditors	19	16
	Other fees payable to the College's external auditors	5	4
	<b>Total</b>	<b>24</b>	<b>20</b>

<b>7 Staff costs</b>						
	Consolidated	College Fellows	Other academic	Non-academic	2016 Total	2015 Total
		£000	£000	£000	£000	£000
<b>Staff costs:</b>						
	Emoluments	1,908		2,361	3,459	3,150
	Social security costs	68		166	234	213
	Other pension costs	108		148	257	431
<b>Average staff numbers (full-time equivalents):</b>						
	Academic (numbers in Governing Body)	47			47	60
	Non-academic (full time equiv.)	4		96	100	95
	<b>Total</b>	<b>51</b>		<b>96</b>	<b>147</b>	<b>155</b>

The Governing Body at the year-end comprises 51 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:

	2016 Total	2015 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.		
<b>Key management personnel</b>		
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.		
	<b>2016 Total</b>	<b>2015 Total</b>
	<b>£000</b>	<b>£000</b>
<b>Key management personnel</b>	<b>0</b>	<b>0</b>



**Notes to the Accounts**  
For the year ended 30 June 2016

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

	2016 Total £	2015 Total £
Aggregate Emoluments	501,221	496,128

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

8	<b>Fixed assets</b>					
	<b>Consolidated</b>	<b>Land and buildings</b>	<b>Assets in construction</b>	<b>Equipment</b>	<b>2016 Total</b>	<b>2015 Total</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	<b>Cost or valuation</b>					
	At beginning of year	133,362		3,495	136,857	136,259
	Additions	2,469			2,469	598
	Transfers					
	Disposals					
	At end of year	<b>135,831</b>		<b>3,495</b>	<b>139,326</b>	<b>136,857</b>
	<b>Depreciation</b>					
	At beginning of year	15,866		2,648	18,514	16,831
	Charge for the year	1,358		350	1,708	1,683
	Eliminated on disposals					
	Written back on revaluation					
	At end of year	<b>17,224</b>		<b>2,998</b>	<b>20,222</b>	<b>18,515</b>
	<b>Net book value</b>					
	At end of year	118,607		497	119,104	118,343
	At beginning of year	117,496		847	118,343	119,428
	<b>College</b>					
	<b>Cost or valuation</b>					
	At beginning of year	133,362		3,495	136,857	136,259
	Additions	2,469			2,469	598
	Transfers					
	Disposals					
	At end of year	<b>135,831</b>		<b>3,495</b>	<b>139,326</b>	<b>136,857</b>
	<b>Depreciation</b>					
	At beginning of year	15,866		2,648	18,514	16,831
	Charge for the year	1,358		350	1,708	1,683
	Eliminated on disposals					
	Written back on revaluation					
	At end of year	<b>17,224</b>		<b>2,998</b>	<b>20,222</b>	<b>18,515</b>
	<b>Net book value</b>					
	At end of year	118,607		497	119,104	118,343
	At beginning of year	117,496		847	118,343	119,428
	The insured value of freehold land and buildings as at 30 June 2016 was £179,241,616 (2015: £173,156,071).					



**Notes to the Accounts**  
**For the year ended 30 June 2016**

<b>8</b>	<b>Fixed assets (continued)</b>
	<b>Heritage assets</b>
	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.

<b>9</b>	<b>Investments</b>				
		<b>Consolidated</b>	<b>College</b>	<b>Consolidated</b>	<b>College</b>
		<b>2016</b>	<b>2016</b>	<b>2015</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	<b>Balance at beginning of year</b>	<b>94,756</b>	<b>94,756</b>	<b>87,299</b>	<b>87,299</b>
	Additions	2,378	2,378	5,376	5,376
	Disposals	(8,334)	(8,334)	(4,150)	(4,150)
	Gain/(loss)	2,393	2,393	5,248	5,248
	Increase/(decrease) in cash balances held at fund managers	6,170	6,170	983	983
	<b>Balance at end of year</b>	<b>97,363</b>	<b>97,363</b>	<b>94,756</b>	<b>94,756</b>
	Represented by:				
	Property	45,814	45,814	44,252	44,252
	Quoted securities – equities	44,479	44,479	49,441	49,441
	Fixed interest securities				
	Investments in subsidiary undertakings				
	Cash in hand and at investment managers	7,070	7,070	1,063	1,063
	<b>Totals</b>	<b>97,363</b>	<b>97,363</b>	<b>94,756</b>	<b>94,756</b>

<b>10</b>	<b>Stocks and work in progress</b>				
		<b>Consolidated</b>	<b>College</b>	<b>Consolidated</b>	<b>College</b>
		<b>2016</b>	<b>2016</b>	<b>2015</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	Goods for resale: catering	18	18	15	15
	Wine Cellar	167	167	160	160
	Other stocks				
	<b>Total</b>	<b>185</b>	<b>185</b>	<b>175</b>	<b>175</b>





**Notes to the Accounts**  
For the year ended 30 June 2016

<b>11 Trade and other receivables</b>					
		<b>Consolidated</b>	<b>College</b>	<b>Consolidated</b>	<b>College</b>
		<b>2016</b>	<b>2016</b>	<b>2015</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	Members of the College	151	147	157	157
	Amounts due from subsidiary undertakings				
	Other receivables	593	580	910	910
	Prepayments and accrued income	607	606	493	493
	<b>Total</b>	<b>1,351</b>	<b>1,333</b>	<b>1,560</b>	<b>1,560</b>

<b>12 Cash and cash equivalents</b>					
		<b>Consolidated</b>	<b>College</b>	<b>Consolidated</b>	<b>College</b>
		<b>2016</b>	<b>2016</b>	<b>2015</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	Short-term money market investments	13,590	13,590	9,549	9,549
	Bank deposits	163	163		
	Current accounts	(3,443)	(3,557)	234	234
	Cash in hand	1	1	1	1
	<b>Total</b>	<b>10,311</b>	<b>10,197</b>	<b>9,784</b>	<b>9,784</b>

<b>13 Creditors: amounts falling due within one year</b>					
		<b>Consolidated</b>	<b>College</b>	<b>Consolidated</b>	<b>College</b>
		<b>2016</b>	<b>2016</b>	<b>2015</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	Bank overdraft				
	Trade creditors	509	442	141	141
	Members of the College	114	114	129	129
	Amounts due to subsidiary undertakings		1		
	University fees	144	144	78	78
	Contribution to Colleges Fund	61	61	59	59
	Other creditors	702	662	725	725
	Bank loans	500	500		
	Accruals and deferred income	660	659	729	729
	<b>Total</b>	<b>2,690</b>	<b>2,583</b>	<b>1,861</b>	<b>1,861</b>

<b>14 Creditors: amounts falling due after more than one year</b>					
		<b>Consolidated</b>	<b>College</b>	<b>Consolidated</b>	<b>College</b>
		<b>2016</b>	<b>2016</b>	<b>2015</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
	Other loans	5,000	5,000	5,000	5,000
	Bank loan			500	500
	<b>Total</b>	<b>5,000</b>	<b>5,000</b>	<b>5,500</b>	<b>5,500</b>

A bank loan (500k) was advanced to the College on 15 February 2012 and is repayable in full on 15 February 2017. Interest is payable on the balance of the loan at a rate of 2.75%pa. The loan is unsecured.

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%. 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 the debt.



Notes to the Accounts  
For the year ended 30 June 2016

15	Provisions	Consolidated	College	Consolidated	College
		2016	2016	2015	2015
		£000	£000	£000	£000
	Balance at beginning of year	45	45	45	45
	Charge to comprehensive income	19	19		
	Utilised in year	(4)	(4)		
	<b>Balance at end of year</b>	<b>60</b>	<b>60</b>	<b>45</b>	<b>45</b>

16a	Pension provisions – Cambridge Colleges Federated Pension Scheme (CCFPS)	Consolidated	College	Consolidated	College
		2016	2016	2015	2015
		£000	£000	£000	£00
	<b>Balance at beginning of year</b>	<b>(810)</b>	<b>(810)</b>	<b>(1,129)</b>	<b>(1,129)</b>
	Movement in year:				
	Current service cost including life assurance	(54)	(54)	(23)	(23)
	Contributions	16	16	16	16
	Other finance (income)/cost			63	63
	Actuarial loss/(gain) recognised in Statement of Comprehensive Income and Expenditure	394	394	263	263
	<b>Balance at end of year</b>	<b>(454)</b>	<b>(454)</b>	<b>(810)</b>	<b>(810)</b>

16b	Pension provisions – Universities Superannuation Scheme (USS)	Consolidated	College	Consolidated	College
		2016	2016	2015	2015
		£000	£000	£000	£00
	<b>Balance at beginning of year</b>	<b>(394)</b>	<b>(394)</b>	<b>(213)</b>	<b>(213)</b>
	Movement in year:				
	Current service cost including life assurance				
	Contributions	18	18	(175)	(175)
	Other finance (income)/cost	(12)	(12)	(6)	(6)
	Actuarial loss/(gain) recognised in Statement of Comprehensive Income and Expenditure				
	<b>Balance at end of year</b>	<b>(388)</b>	<b>(388)</b>	<b>(394)</b>	<b>(394)</b>

16c	Pension provisions – Church of England Funded Pension Scheme	Consolidated	College	Consolidated	College
		2016	2016	2015	2015
		£000	£000	£000	£00
	<b>Balance at beginning of year</b>	<b>(31)</b>	<b>(31)</b>	<b>(36)</b>	<b>(36)</b>
	Movement in year:				
	Current service cost including life assurance				
	Contributions	3	3	3	3
	Other finance (income)/cost			2	2
	Actuarial loss/(gain) recognised in Statement of Comprehensive Income and Expenditure				
	<b>Balance at end of year</b>	<b>(28)</b>	<b>(28)</b>	<b>(31)</b>	<b>(31)</b>



**Notes to the Accounts**  
**For the year ended 30 June 2016**

<b>17</b>	<b>Endowment funds</b>			
	Restricted net assets relating to endowments are as follows:			
<b>Consolidated</b>	<b>Restricted permanent endowments</b>	<b>Unrestricted permanent endowments</b>	<b>2016 Total</b>	<b>2015 Total</b>
	<b>£000</b>	<b>£000</b>	<b>£000</b>	<b>£000</b>
<b>Balance at beginning of year</b>				
Capital	26,696	56,026	82,722	76,690
New donations and endowments	213		213	1,925
Investment Income: Total return recognised in the I&E	(176)	(56)	(232)	(447)
Expenditure: Investment Management costs		(158)	(158)	(184)
Increase/(decrease) in market value of investments	547	1,740	2,287	4,738
<b>Balance at end of year</b>	<b>27,280</b>	<b>57,552</b>	<b>84,832</b>	<b>82,722</b>
<b>Analysis by type of purpose</b>				
Fellowship Funds	14,286		14,286	13,950
Scholarship Funds	4,979		4,979	4,884
Prize Funds	1,113		1,113	1,092
Hardship Funds	3,081		3,081	3,022
Bursary Funds	1,152		1,152	1,130
Travel Grant Funds	892		892	875
Other Funds	1,777		1,777	1,743
General endowments		57,552	57,552	56,026
<b>Total</b>	<b>27,280</b>	<b>57,552</b>	<b>84,832</b>	<b>82,722</b>
<b>Analysis by asset</b>				
Property		45,704	45,704	44,253
Investments	27,280	11,848	39,128	38,469
Cash				



Notes to the Accounts  
For the year ended 30 June 2016

<b>17 Endowment funds</b>				
Restricted net assets relating to endowments are as follows:				
College	Restricted permanent endowments	Unrestricted permanent endowments	2016 Total	2015 Total
	£000	£000	£000	£000
<b>Balance at beginning of year</b>				
Capital	26,696	56,026	82,722	76,690
New donations and endowments	213		213	1,925
Investment Income: Total return recognised in the I&E	(176)	(56)	(232)	(447)
Expenditure: Investment Management costs		(158)	(158)	(184)
Increase/(decrease) in market value of investments	547	1,740	2,287	4,738
<b>Balance at end of year</b>	<b>27,280</b>	<b>57,552</b>	<b>84,832</b>	<b>82,722</b>
<b>Analysis by type of purpose</b>				
Fellowship Funds	14,286		14,286	13,950
Scholarship Funds	4,979		4,979	4,884
Prize Funds	1,113		1,113	1,092
Hardship Funds	3,081		3,081	3,022
Bursary Funds	1,152		1,152	1,130
Travel Grant Funds	892		892	875
Other Funds	1,777		1,777	1,743
General endowments		57,552	57,552	56,026
<b>Total</b>	<b>27,280</b>	<b>57,552</b>	<b>84,832</b>	<b>82,722</b>
<b>Analysis by asset</b>				
Property		45,704	45,704	44,253
Investments	27,280	11,848	39,128	38,469
Cash				



**Notes to the Accounts**  
**For the year ended 30 June 2016**

<b>18 Restricted Reserves</b>					
Reserves with restrictions are as follows:					
<b>Consolidated</b>	<b>Capital grants unspent £000</b>	<b>Permanent unspent and other restricted income £000</b>	<b>Restricted expendable endowment £000</b>	<b>2016 Total £000</b>	<b>2015 Total £000</b>
<b>Balance at beginning of year</b>					
Capital			1,025	1,025	2,874
Accumulated income			2,840	2,840	
New grants					
New donations			280	280	859
Unspent endowment fund income			(10)	(10)	(66)
Other investment income			(3)	(3)	0
Increase/(decrease) in market value of investments			2	2	198
Expenditure					
Capital grants utilised					
<b>Balance at end of year</b>					
Capital			1,441	1,441	1,025
Accumulated income			2,693	2,693	2,840
<b>Analysis of other restricted funds/donations by type of purpose</b>					
Fellowship Funds			783	783	752
Scholarship Funds			603	603	581
Prize Funds			162	162	162
Hardship Funds			1,204	1,204	1,068
Bursary Funds			373	373	365
Travel Grant Funds			279	279	262
Other Funds			730	730	675
General					



Notes to the Accounts  
For the year ended 30 June 2016

18	<b>Restricted Reserves</b>					
	Reserves with restrictions are as follows:					
College	Capital grants unspent £000	Permanent unspent and other restricted income £000	Restricted expendable endowment £000	2016 Total £000	2015 Total £000	
<b>Balance at beginning of year</b>						
Capital			1,025	1,025	2,874	
Accumulated income			2,840	2,840		
New grants						
New donations			280	280	859	
Endowment return transferred			(10)	(10)	(66)	
Other investment income			2	2	198	
Increase/(decrease) in market value of investments			(3)	(3)		
Expenditure						
Capital grants utilised						
<b>Balance at end of year</b>			<b>4,134</b>	<b>4,134</b>	<b>3,865</b>	
Capital			1,441	1,441	1,025	
Accumulated income			2,693	2,693	2,840	
<b>Analysis of other restricted funds/donations by type of purpose</b>						
Fellowship Funds			783	783	752	
Scholarship Funds			603	603	581	
Prize Funds			162	162	162	
Hardship Funds			1,204	1,204	1,068	
Bursary Funds			373	373	365	
Travel Grant Funds			279	279	262	
Other Funds			730	730	675	
General						



**Notes to the Accounts**  
For the year ended 30 June 2016

<b>19 Memorandum of Unapplied Total Return</b>			
Included within reserves the following amounts represent the Unapplied Total Return of the College:			
		<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
Unapplied Total Return at beginning of year		63,554	59,002
Unapplied Total Return for year (see note 3b)		2,000	4,552
<b>Unapplied Total Return at end of year</b>		<b>65,554</b>	<b>63,554</b>

<b>20 Reconciliation of consolidated surplus for the year to net cash inflow from operating activities</b>			
		<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
Surplus/(deficit) for the year		3,217	7,917
<b>Adjustment for non-cash items</b>			
Depreciation		1,708	1,683
Investment income		(2,829)	(2,735)
(Loss)/gain on endowments, donations and investment property		(2,393)	(5,247)
Decrease/(increase) in stocks		(9)	(4)
Decrease/(increase) in trade and other receivables		209	(435)
Increase/(decrease) in creditors		329	(453)
Increase/(decrease) in provisions		15	
Pension costs less contributions payable		29	124
Foreign Exchange movement		107	(18)
<b>Adjustment for investing or financing activities</b>			
Investment income			
Interest payable		235	252
Profit on the sale of non-current assets			
<b>Net cash inflow from operating activities</b>		<b>618</b>	<b>1,084</b>

<b>21 Cash flows from investing activities</b>			
		<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
Proceeds from sales of non-current fixed assets			
Non-current investment disposal		8,118	4,150
Investment income		2,829	2,735
Endowment funds invested		(2,378)	(5,376)
Withdrawal of deposits			
Payments made to acquire non-current assets		(2,254)	(598)
<b>Total cash flows from investing activities</b>		<b>6,315</b>	<b>911</b>

<b>22 Cash flows from financing activities</b>			
		<b>2016</b>	<b>2015</b>
		<b>£000</b>	<b>£000</b>
Interest paid		(235)	(252)
Interest element of finance lease rental payment			
New secured loans			
Repayments of amounts borrowed			
Capital element of finance lease rental payments			
<b>Total cash flows from financing activities</b>		<b>(235)</b>	<b>(252)</b>



**Notes to the Accounts**  
For the year ended 30 June 2016

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

<b>24 Capital commitments</b>			
		2016	2015
		£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	-	--

<b>25 Lease obligations</b>			
At 30 June 2016 the College had no annual commitments under non-cancellable operating leases.			
		2016	2015
		£000	£000
	Lease obligations	-	-

<b>26 Transition to 2015 RCCA</b>	
As explained in the accounting policies, these are the College's first financial statements prepared in accordance with FRS102 and the 2015 RCCA. The accounting policies set out in these notes have been applied in preparing the comparative information for the year ended 30 <sup>th</sup> June 2015 and the opening financial position as at 1 <sup>st</sup> July 2014 resulting in the restatement of these figures.	
In accordance with FRS102 a reconciliation of opening balances is provided here:	

	<b>30 June 2015</b>
	<b>£'000</b>
<b>Surplus (Deficit) for the year as previously stated</b>	<b>928</b>
Adjustment for transfer from restricted funds	(66)
Revised treatment of deferred capital	(284)
Adjustment for movement in pension deficit funding provisions	(181)
Adjustment for gains(losses) previously recognised in the Statement of Recognised gains and losses	
Unapplied total return transferred to Endowment	4,718
New endowments	2,784
Actuarial profit (loss) in respect of pension schemes	263
<b>Total Comprehensive Income (expenditure) as restated</b>	<b>8,162</b>
<b>Reconciliation of reserves and balances</b>	
Reserve balances as previously stated	216,403
Pension deficit funding provision	(425)
<b>Reserve balances restated</b>	<b>215,978</b>





## Notes to the Accounts

### For the year ended 30 June 2016

#### 27 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

The College participates in the Universities Superannuation Scheme (the scheme). During the current period and the preceding periods, the scheme was a defined benefit only pension scheme until 31 March 2016 which was contracted out of the State Second Pension (S2P). The assets of the scheme are held in a separate trustee-administered fund. Because of the mutual nature of the scheme, the scheme's assets are not hypothecated to individual institutions and a scheme-wide contribution rate is set. The College 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 and therefore, as required by Section 28 of FRS 102 "Employee benefits", accounts for the scheme as if it were a defined contribution scheme. As a result, the amount charged to the income and expenditure account represents the contributions payable to the scheme in respect of the accounting period. Since the College has entered into an agreement (the Recovery Plan that determines how each employer within the scheme will fund the overall deficit), the College recognises 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 the income and expenditure account.

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 that provided by USS. 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 is recognised in profit or loss. The trustees are satisfied that the scheme provided by USS 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 £220,006 (2015: £213,482). The latest available full actuarial valuation of the scheme was at 31 March 2014 ("the valuation date"), which was carried out using the projected unit method.

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. The assets therefore were sufficient to cover 89% of the benefits which had accrued to members after allowing for expected future increases in earnings.

Defined benefit liability numbers for the scheme have been produced using the following assumptions:

	2016	2015
Discount rate	3.6%	3.3%
Pensionable salary growth	n/a	3.5% in the first year and 4.0% thereafter
Pension increases (CPI)	2.2%	2.2%



**Notes to the Accounts  
For the year ended 30 June 2016**

The main demographic assumption used relates to the mortality assumptions. Mortality in retirement is assumed to be in line with the Continuous Mortality Investigation's (CMI) S1NA tables as follows:

Male members' mortality 98% of S1NA ["light"] YoB tables – No age rating  
Female members' mortality 99% of S1NA ["light"] YoB tables – rated down 1 year

Use of these mortality tables reasonably reflects the actual USS experience. To allow for further improvements in mortality rates the CMI 2014 projections with a 1.5% pa long term rate were also adopted. The current life expectancies on retirement at age 65 are:

	<b>2016</b>	<b>2015</b>
Males currently aged 65 (years)	24.3	24.2
Females currently aged 65 (years)	26.5	26.4
Males currently aged 45 (years)	26.4	26.3
Females currently aged 45 (years)	28.8	28.7
	<b>2016</b>	<b>2015</b>
Scheme assets	£49.8bn	£49.1bn
Total scheme liabilities	£58.3bn	£60.2bn
FRS 102 total scheme deficit	£8.5bn	£11.1bn
FRS 102 total funding level	85%	82%

**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 for the purposes of FRS102 using a valuation system designed for the Management Committee, acting as Trustee of the Cambridge Colleges' Federated Pension Scheme, at 31 March 2014 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:

	<b>2016 % p.a.</b>	<b>2015 % p.a.</b>
Discount rate	2.8	3.7
Increase in salaries	2.4*	2.75**
RPI assumption	2.9	3.25
CPI assumption	1.9	2.25
Pension increases in payment (RPI Max 5% p.a.)	2.7	3.05
Pension Increases in payment (CPI Max 2.5% p.a.)	1.7	N/A

\*1.5% in 2016, 2.4% thereafter

\*\*1.5% in 2015 and 2016, 2.75% thereafter

The underlying mortality assumption is based upon the standard table known as S2PA on a year of birth usage with CMI\_2015 future improvement factors and a long-term rate of future improvement of 1% p.a. (2015: same base table with CMI\_2014 future improvement factors and a long-term future improvement rate of 1% p.a.). This results in the following life expectancies:

- Male age 65 now has a life expectancy of 21.9 years.
- Female age 65 now has a life expectancy of 23.9 years.
- Male age 45 now and retiring in 20 years has a life expectancy of 23.2 years.
- Female age 45 now and retiring in 20 years has a life expectancy of 25.4 years.



**Notes to the Accounts  
For the year ended 30 June 2016**

**Employee Benefit Obligations**

The amounts recognised in the Balance Sheet as at 30 June 2016 (with comparative figures as at 30 June 2015) are as follows:

	<b>2016</b> £	<b>2015</b> £
Present value of plan liabilities	(7,529,779)	(7,060,046)
Market value of plan assets	7,076,225	6,250,498
<b>Net defined benefit asset/(liability)</b>	<b>(453,554)</b>	<b>(809,548)</b>

The amounts to be recognised in Profit and Loss for the year ending 30 June 2016 (with comparative figures for the year ending 30 June 2015) are as follows.

	<b>2016</b> £	<b>2015</b> £
Current service cost	24,162	23,001
Interest on net defined benefit (asset)/liability	30,260	47,765
(Gain)/loss on plan changes	0	0
Curtailement (gain)/loss	0	0
<b>Total</b>	<b>54,422</b>	<b>70,766</b>

Changes in the present value of the plan liabilities for the year ending 30 June 2016 (with comparative figures for the year ending 30 June 2015) are as follows:

	<b>2016</b> £	<b>2015</b> £
Present value of plan liabilities at beginning of period	7,060,046	6,808,249
Current service cost (including Employee contributions)	33,141	33,587
Benefits paid	(285,009)	(235,930)
Interest on plan liabilities	256,689	281,792
Actuarial (gains)/losses	464,912	172,348
(Gain)/loss on plan changes	0	0
Curtailement (gain)/loss	0	0
<b>Present value of plan liabilities at end of period</b>	<b>7,529,779</b>	<b>7,060,046</b>

Changes in the fair value of the plan assets for the year ending 30 June 2016 (with comparative figures for the year ending 30 June 2015) are as follows:

	<b>2016</b> £	<b>2015</b> £
Market value of plan assets at beginning of period	6,250,498	5,679,193
Contributions paid by the College	16,590	16,597
Employee contributions	8,979	10,586
Benefits paid	(285,009)	(235,930)
Interest on plan assets	226,429	234,027
Return on assets, less interest included in Profit & Loss	858,738	546,025
<b>Market value of plan assets at end of period</b>	<b>7,076,225</b>	<b>6,250,498</b>

Actual return on plan assets	1,085,167	780,052
------------------------------	-----------	---------

The major categories of plan assets as a percentage of total plan assets for the year ending 30 June 2016 (with comparative figures for the year ending 30 June 2015) are as follows:

	<b>2016</b>	<b>2015</b>
Equities	59%	69%
Bonds & Cash	35%	25%
Property	6%	6%
<b>Total</b>	<b>100%</b>	<b>100%</b>

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 2016**

Analysis of the re-measurement of the net defined benefit liability recognised in Other Comprehensive Income (OCI) for the year ending 30 June 2016 (with comparative figures for the year ending 30 June 2015) are as follows:

	2016 £	2015 £
Actual return less expected return on plan assets	858,738	546,025
Experience gains and losses arising on plan liabilities	113,516	134,937
Changes in assumptions underlying the present value of plan liabilities	(578,428)	(307,285)
<b>Actuarial gain/(loss) recognised in OCI</b>	<b>393,826</b>	<b>373,677</b>

Movement in surplus/(deficit) during the year ending 30 June 2016 (with comparative figures for the year ending 30 June 2015) are as follows:

	2016 £	2015 £
Surplus/(deficit) in plan at beginning of year	(809,548)	(1,129,056)
Recognised in Profit and Loss	(54,422)	(70,766)
Contributions paid by the College	16,590	16,597
Actuarial gain/(loss) recognised in OCI	393,826	373,677
<b>Surplus/(deficit) in plan at the end of the year</b>	<b>(453,554)</b>	<b>(809,548)</b>

#### **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 2014. This showed that the plan's assets were sufficient to cover the liabilities on the funding basis.

#### **Church of England Funded Pension Scheme**

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 2012. Though work has commenced on the 31 December 2015 valuation, the final report and recovery plan is not expected to be finalised until late 2016 and is not formally required to be finalised until 31 March 2017. The 2012 valuation revealed a deficit of £293m, based on assets of £896m and a funding target of £1,189m, assessed using the following assumptions and an investment strategy of:

- for investments backing liabilities for pensions in payment, an allocation to gilts, increasing linearly from 10% at 31 December 2012 to two thirds by 31 December 2029, with the balance in return-seeking assets; and
- a 100% allocation to return-seeking assets for investments backing liabilities prior to retirement;
- Investment returns of 3.2% p.a. on gilts and 5.2% p.a. on equities;
- RPI inflation of 3.2% p.a. (and pension increases consistent with this);
- Increase in pensionable stipends of 3.2% p.a.;



**Notes to the Accounts**  
**For the year ended 30 June 2016**

- Post-retirement mortality in accordance with 80% of the S1NFA and S1NMA tables, with allowance for future improvements in mortality rates from 2003 in line with the CMI 2012 core projections, with a long term annual rate of improvement of 1.5% for females and males.

Following the 31 December 2012 valuation, a recovery plan was put in place until 31 December 2025 and the contribution rates (as a percentage of pensionable stipends) were set as follows:

% of pensionable stipends	1 January 2014 to 31 December 2014	1 January 2015 to 31 December 2025
Accrual of future service benefits (including expenses)	25.8%	25.8%
Deficit repair contributions	12.4%	14.1%
<b>Total contribution rate</b>	<b>38.2%</b>	<b>39.9%</b>

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.

	2015	2014
Balance sheet liability at 1 January	31,000	36,000
Deficit contribution paid	-3,000	-3,000
Interest cost (recognised in SoFA)	1,000	1,000
Remaining change to the balance sheet liability* (recognised in SoFA)	-1,000	-3,000
<b>Balance sheet liability at 31 December</b>	<b>28,000</b>	<b>31,000</b>

\* Comprises change in agreed deficit recovery plan and change in discount rate 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 2015	December 2014	December 2013
Discount rate	2.5% pa	2.3% pa	3.5% pa
Price inflation	2.4% pa	2.7% pa	3.2% pa
Increase to total pensionable payroll	0.9% pa	1.2% pa	1.7% pa

**28 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 2016**

**29 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.

**30 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.