

ST EDMUND'S COLLEGE

ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2010

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St Edmund's College

Members of the Governing Body

The College is a corporate body consisting of the Master, the Fellows and the Scholars. It is an exempt charity, with its registered office at Mount Pleasant, Cambridge CB3 0BN.

The names of the members of the Governing Body during the year were as follows:

Master	Professor Paul Luzio
Vice Master	Professor Michael Herrtage
Senior Tutor	Dr Helen Mason
Bursar	Mrs Moira Gardiner
Dean	Reverend Dr Michael Robson
Secretary to the Governing Body	Dr Phil Gardner

Dr Dennis Alexander	Dr Edward Kessler
Dr Andrew Bassett	Miss Sorrel Langley-Hobbs
Dr Kate Brett	Dr Pei-Yin Lin
Dr Sandra Brunnegger	Mr Allan McRobie
Dr Judith Bunbury	Dr Omar Merlo
Dr Sean Butler	Dr Su Metcalfe (retired 30th September 2009)
Dr Baptiste Calmès (resigned 31 st December 2009)	Dr Simon Mitton
Dr Fernando Constantino Casas	Dr Maru Mormina
Dr Robin Chatterjee	Mr Jonathan Newton
Professor Edwin Chilvers	Miss Bernadette O'Flynn
Rev Dr David Chatford Clark	Dr Andrew Peden
Dr Alan Colli	Dr Sophie Pickford (resigned 30 th September 2009)
Dr Lucy Davison	Dr Russell Re Manning
Dr Sarah Dewar-Watson	Mr Gregor Schwarb (resigned 30 th September 2009)
Dr Petà Dunstan	Dr Harry Smith (resigned 30 th September 2009)
Dr Mark Field	Professor Ulrich Steiner
Dr Tabitha Freeman	Dr Ciaran Sugrue
Dr Anna Gannon	Dr Mandy Swann
Professor Hill Gaston	Reverend Dr Jim Sweeney (resigned 30 th September 2009)
Professor Peter Guthrie	Professor Bob White
Dr John Haines (retired 30 th September 2009)	Dr George Wilkes
Dr Andy Harter	Dr Diana Wood
Dr Peter Head	Dr Eden Yin
Professor Richard Hills	
Dr Misty Jenkins	
Dr Stephen Jenkins	
Dr Richard Jennings	
Dr Dirk Jongkind	
Dr Ann Kaminski	

Auditors

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

Bankers

Lloyds TSB
Black Horse House
Castle Park
Cambridge
CB3 0AR

Cambridge Building Society
51 Newmarket Road
Cambridge
CB5 8FF

Securities Manager

Credit Suisse
5 Cabot Square
London
E14 4QR

Solicitors

Taylor Vinters
Merlin Place
Milton Road
Cambridge
CB4 0DP

Registered Charity Number

1137454

St Edmund's College

Bursar's Report

Year Ended 30 June 2010

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 accounting standards.

Founded in 1896, St Edmund's College was granted its Royal Charter in 1998. St Edmund's College is an autonomous, self-governing community of scholars, and one of the 31 colleges within the University of Cambridge. St Edmund's College can be distinguished by Statute from the majority of colleges in that it is classed as a graduate college and admits post-graduate students, mature undergraduates and affiliated students. The community consists of the Master, 50 fellows and 458 junior members, of whom 139 are undergraduates and 319 are graduates.

Financial Review

The Income and Expenditure Account

The College funds its activities from academic fees, charges for student residences and catering, income from its educational conference and functions business, its investments and from donations.

In the Income and Expenditure Account the overall deficit for the year is £670,290 (2009 £744,251). This includes, as a non-cash item, a charge for depreciation of £525,909.

The income from academic fees rose only slightly for the current year, while that from accommodation and catering rose more significantly. Catering was outsourced, resulting in lower costs, despite the increased revenue. The activity of the College's Research Institutes (Faraday and Von Hugel) was lower than in the preceding year, resulting in reduced income and cost levels overall.

Donations amounted to £646,594 and included £432,400 from the Colleges Fund (2009 £425,800), for which the College is extremely grateful and which, in accordance with its terms, has been added to the permanent endowment.

The Balance Sheet continues to reflect the long-term borrowing necessitated by substantial new buildings, the benefit of which has begun to be seen in increased income.

The Cash Flow Statement shows a decrease of cash of £430,845 (2009 £35,437). This was due to a temporary hiatus in the cash-flow of the Faraday and Von Hugel Institutes, expected to be reversed in 2011. It includes capital repayments of loan amounting to £528,701 (2009 £436,394).

Risk management is taken seriously by the College, which is in process of upgrading its management accounting and was partially responsible for the outsourcing of its catering, with beneficial effects.

Approved By:

C L Pratt
Acting Bursar
Date: 15 November 2010

St Edmund's College

Responsibilities of the Governing Body

Year Ended 30 June 2010

In accordance with the College's Statutes, the Governing Body is responsible for the administration and management of the College's affairs.

It is responsible for ensuring that there is an effective system of internal control and that accounting records are properly kept. It is required to present audited financial statements for each financial year, prepared in accordance with the Statutes of the University.

In causing the financial statements to be prepared, the Governing Body has ensured that:

- suitable accounting policies are selected and applied consistently;
- judgements and estimates are made that are reasonable and prudent;
- applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The Governing Body is satisfied that the College has adequate resources to continue in operation for the foreseeable future. The financial statements are accordingly prepared on a going concern basis.

The Governing Body has taken reasonable steps to ensure that there are appropriate financial and management controls in place to safeguard the assets of the College and prevent and detect fraud.

Any system of internal financial control, however, can only provide reasonable, not absolute, assurance against material misstatement or loss.

St Edmund's College

Independent Auditors' Report to the Governing Body of St Edmund's College

Year Ended 30 June 2010

We have audited the financial statements of St Edmund's College for the year ended 30 June 2010 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 statements have been prepared under the accounting policies set out therein.

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

Respective Responsibilities of the Governing Body and Auditors

The Governing Body's responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Responsibilities of the Governing Body.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the financial statements give a true and fair view and have been prepared in accordance with United Kingdom Generally Accepted Accounting Practice, the College's Statutes and the Statutes of the University of Cambridge.

We also report to you if, in our opinion, the Report of the Governing Body is not consistent with the financial statements, if the College has not kept proper accounting records or if we have not received all the information and explanations we require for our audit.

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

Basis of Audit Opinion

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

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

St Edmund's College

Independent Auditors' Report to the Governing Body of St Edmund's College (continued)

Year Ended 30 June 2010

OPINION

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 2010 and of the group's income and expenditure for the year then ended;
- the financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice;
- the financial statements have been prepared in accordance with the College's Statutes and the Statutes of the University of Cambridge;
- the information given in the Report of the Governing Body is consistent with the financial statements; and
- the contribution due from the College to the University has been correctly computed as advised in the provisional assessment by the University of Cambridge and in accordance with the provisions of Statute G, II, of the University of Cambridge.

PETERS ELWORTHY & MOORE

Chartered Accountants and Statutory Auditors

CAMBRIDGE

Date: 3 December 2010

St Edmund's College

Statement of Principal Accounting Policies

Year Ended 30 June 2010

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 Accounting Standards.

In addition, the financial statements comply with the Statement of Recommended Practice for accounting in Further and Higher Education (the SORP) with the exception of the Balance Sheet which has been presented in the different format set out in the relevant section of Statutes and Ordinances of the University of Cambridge (RCCA). The provisions of the SORP require Endowments, Deferred Grants, and Revaluation Reserves to be disclosed on the face of the Balance Sheet whereas RCCA requires that part of this information to be disclosed in the notes to the accounts.

Basis of accounting

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

Basis of Consolidation

A separate balance sheet and related notes for the College are not included in the accounts because the College's subsidiary company is a construction company which donates its profits to the College each year. The balance sheet for the College alone would not be materially different to the one included in these accounts.

Recognition of income

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

Unrestricted donations and benefactions of an income nature are credited to the Income and Expenditure Account in the year of receipt.

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

Pension schemes

The College participates in the Universities Superannuation Scheme, a defined benefit scheme which is contracted out of the State Second Pension (S2P). The assets of the scheme are held in a separate trustee-administered fund. The College 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 FRS 17 "Retirement 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.

The College also contributes to the Cambridge Colleges Federated Pension Scheme, which is a similar defined benefit pension scheme. Unlike the Universities Superannuation Scheme, this scheme has surpluses and deficits directly attributable to individual Colleges. Pension costs are accounted for over the period during which the College benefits from the employees' services.

St Edmund's College

Statement of Principal Accounting Policies

Year Ended 30 June 2010

Tangible fixed assets

a) Buildings

Freehold buildings are stated at cost and are depreciated on a straight line basis over their expected useful economic life of 40 years.

Leasehold buildings are stated at cost and are depreciated on a straight line basis over the period of the lease of 15 years.

Buildings under construction are valued at cost, based on the value of architects' certificates and other direct costs incurred to 30th June and are depreciated once brought into use.

b) Maintenance of premises

The cost of major refurbishment and maintenance which restores value is capitalised and depreciated over the expected useful economic life of the asset concerned.

c) Furniture, fittings and equipment

Furniture, fittings and equipment are capitalised and depreciated over their expected useful life as follows:

Garden equipment	10 years
Furniture and equipment	3 or 10 years

Investments

a) Securities

Securities are shown at their market value. Investment income is included when dividends and interest become payable. Interest on bank deposits is included as earned.

b) Works of Art

Works of art are included at cost.

Stocks

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

Provisions

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

St Edmund's College

Statement of Principal Accounting Policies

Year Ended 30 June 2010

Restricted Reserves

Trust Funds

Donations received by the College that have a legally binding restriction to set up a trust fund for a specific purpose.

Designated Reserves

Special Funds

Special funds represent an amalgamation of designated funds, the income of which the Governing Body has decided to use for a particular purpose.

Undesignated Reserves

These include all other donations and income reserves.

Taxation

During the year the College was an exempt charity within the meaning of Schedule 2 of the Charities Act 1993. On 1 June 2010 the College ceased to be an exempt charity and, subsequent to the balance sheet date, became a registered charity number 1137454 on 12 August 2010.

The College is 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.

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 College received grants of £432,400 (2009: £425,800) which is credited to Permanent Capital.

