

GIRTON COLLEGE

ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2005

Girton College

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Girton College

Members of the Augmented Council

The members of the Augmented Council during the year were as follows:

Dame Ann Marilyn Strathern MA PHD FBA DBE
Arif Mohiuddin Ahmed MA PHD
Albertina Albors-Llorens LLM PHD
Harriet Dorothy Allen MA PHD MSC
Crispin Henry William Barnes BSC PHD
Kathleen Mary Veronica Bennett BSC PHD
Edward John Briscoe BA MPHIL PHD
Christopher David Cannon BA MA PHD
John Edward Davies MA PHD
Stuart Davis BA PHD
David Norman Dumville MA PHD
Colm Durkan BA PHD
Martin William Ennis MA PHD
Shaun David Fitzgerald MA PHD
Christopher John Bristow Ford MA PHD
Abigail Lesley Fowden MA PHD
Alexandra Mary Fulton BSC PHD
Frances Gandy MA
Sinead Maria Garrigan Mattar BA DPHIL
Patricia Gray BA PHD
Benjamin John Griffin MA PHD
Maureen Jane Hackett MA
Stuart Aleck Hayward MA PHD
John Lovat Hendry MA PHD
Howard Peter Hodson MA PHD
Charity Ann Hopkins MA LLB OBE
Ian Huntsman MA PHD
Andrew Ronald Jefferies MA VETMB
Helen Sheppard Sarah Kay DPHIL FBA
Clive Lawson MA PHD
Ross Ian Lawther MA PHD
Karen Lesley Lee MA
Roger Allen Leigh BSC PHD
Deborah Lowther MA
Santa-Phani Gopal Madabhushi PHD
Melveena Christine McKendrick MA PHD LITTD FBA
Hazel Mary Mills BA DPHIL
Alfredo Gabriele Natali
Stephanie Margaret Palmer SJD LLM
Emma Pugh BSC PHD
Roland Ernest Randall MSC MA PHD
Deana Rankin BA DPHIL
Trevor Rayment MSC DPHIL
Alastair James Reid MA PHD
Julia Margaret Riley MA PHD
Jochen Heiko Runde MPHIL PHD
Christopher John Scarre MA PHD
Hugh Richard Shercliff MA PHD
Julian David Slater BVMS PHD
Dorothy Joan Thompson MA PHD FBA
Per-Olof Helge Wikstrom BA PHD
Ruth Margaret Williams MA PHD
Neil Wright PHD

Girton College

Professional Advisors

Auditors

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

Bankers

Barclays Bank plc
15 Bene't Street
Cambridge CB2 3PZ

Securities Manager

HSBC investment Management
78 St James's Street
London
SW1A 1HL

Solicitors

Taylor Vinters Solicitors
Merlin Place
Milton Road
Cambridge
CB4 0DP

Girton College

Report of the Augmented Council

Year Ended 30 June 2005

Scope of the Financial Statements

The enclosed financial statements are the consolidated financial statements of Girton College and its subsidiary undertaking Girton College Property Services Limited for the year ended 30th June 2005. The activities of student societies have not been consolidated.

Review of operations

During the financial year, the College continued to pursue its statutory objectives of education, religion, learning and research to the full extent of its resources.

The College provides teaching, pastoral care, library and IT facilities, social and sporting facilities, living accommodation and catering services from two sites in Cambridge. These operations are funded by fees and charges paid by College members (or on their behalf from public funds), supplemented where necessary to maintain the standard of education and research by income from the College's endowment and income from conferences and other external users of the College's facilities.

As at 1st October 2004, the College had 42 Official Fellows, 13 Research Fellows, 7 Professorial Fellows, 5 Supernumerary Fellows, 4 Non-Stipendiary Fellows, 24 Life Fellows, 16 Bye-Fellows, 499 undergraduates, 37 postgraduates and 194 research students in residence in Cambridge. Of these, 4 Official Fellows, 8 Research Fellows, 468 undergraduates, and 96 postgraduate and research students were living in College-owned or College-managed accommodation. The College also hosted 1 Visiting Fellow and 1 Visiting Fellow Commoner for varying periods during the year.

The College was responsible for providing a Director of Studies for each undergraduate, and for providing small-group teaching in addition to the teaching provided by the University. The College employed 42 College Lecturers in all the main subjects offered by the University to undergraduates, of whom 28 were also employed by the University or other institutions and 14 were employed solely by the College or under a share arrangement with another College. Of the 450 undergraduates entered for Tripos examinations, 61 obtained Firsts, 243 2:1s, 35 Class 2 (undivided), 83 2:2s, 22 Thirds and 6 other results. 15 students de-graded during the year. 58 postgraduate students graduated with Masters level degrees and 22 research students were awarded their PhDs.

The College provided a Tutor for each student and access to other forms of pastoral care including a chaplain, nurses and counsellors. The College also made grants to its official student bodies, the Junior Combination Room (JCR) and the Middle Combination Room to enable them to provide social support to their members. The College provided a cafeteria service which was available to all of its members throughout the year.

In its capacity as trustee of restricted funds totalling £21.9m (see note 12), the College awarded full bursaries (i.e. sufficient to cover all College rent, heating and kitchen fixed charges) to 9 home students. Childcare bursaries were awarded to five graduate students, five Fellows and four members of staff. The College also contributed 12.5% of the cost of the 82 Newton Trust bursaries awarded to Girton students.

The College also hosted 394 conferences and events for external users.

The operating environment remains difficult for Colleges. The scaled reduction in the real value of publicly-funded undergraduate College fees, imposed by the government over a 10-year period from 1999/2000, reached its sixth year in 2004/05. Girton's publicly-funded undergraduate fee income was £1,339,080 in 2004/05 cf. £1,345,401 in 1999/2000. The loss of income resulting from this enforced real reduction was of the order of £170,000 in 2003/04, relative to what fee income would otherwise have been. The withdrawal of Advance Corporation Tax (ACT) relief on investment income between 1999/2000 and 2003/04 has also involved an ongoing loss of annual income to the College of approximately £80,000.

Girton College

Report of the Augmented Council – continued

Year Ended 30 June 2005

Financial management and control

The College operates a devolved budgeting system under which individual budget holders are responsible for managing income and expenditure within their own areas of operation, and for bringing forward budget proposals through an annual budgeting process. Students, Fellows and members of staff are encouraged to participate in the process through their membership of the College's various executive committees. The Budget Sub-Committee of the Financial Planning Committee is responsible for turning the proposals into a coherent and transparent budget proposal which is part of a sustainable ten year financial plan. The budget proposal is considered in detail by the College Council before it is approved, to ensure that it is consistent with the College's strategic aims and objectives.

The proper use of finances and resources, in a manner which not only satisfies the requirements of internal control expected of a college, but also fulfils any legal or financial obligations as laid down by the Statutes and Ordinances, the Inland Revenue, Customs and Excise, the University of Cambridge and other authorities, is ensured by the College's Financial Regulations, which are approved by the College Council on the advice of the Bursar.

Cash flow, funding and liquidity

The College aims to break even before depreciation on its normal operations, and to build up its capital and reserves over time from unrestricted donations and bequests. Capital projects which cannot be funded from operational income are funded from specific appeals.

Nevertheless, because of the difficult operating environment described above, in 2004/05 the College's management accounts, after adjustments to eliminate capital items, showed an operating deficit before depreciation of £442,248 cf. a budgeted operating deficit of £18,980, to be funded from reserves. An operating surplus of £35,000 is budgeted for 2005/06.

During the year, the College completed the spending on construction, commenced in the previous year, of the restricted and designated funds which had accumulated over the previous five years for the Library and Archive Project (see below). The budget for this project was £2.5m, and although the College has not yet received the final financial report, it is believed that the project was completed within budget.

Unrestricted bequests totalling £81,997 were received during the year and have been added to capital. Other unrestricted donation income has been taken to the income and expenditure account in accordance with College policy to fund part of the costs of the Development Office.

Restricted donations and bequests totalling £580,135 have been received for various other purposes, including scholarship, bursary and hardship funds, the Library and Archive Project, teaching fellowships, the refurbishment of student accommodation, the refurbishment of the bar and new sports pitches and pavilion (see below).

Girton College

Report of the Augmented Council – continued

Year Ended 30 June 2005

Capital projects

Development on the College's main site is constrained not only by funding but also by its location within the green belt and because the buildings are Grade II* listed. Wolfson Court is in a conservation area.

The main capital projects in progress during the financial year were:

Project	Budget £000	Status
Library and archive project	2,500	Completed Nov 04
Day nursery at Wolfson Court	750	Completed Dec 04
Refurbishment of "Pear Trees" area*	800	Completed July 05

Project	Budget £000	Status
Refurbishment of rooms in turret end of Hospital Wing*	110	Completed Sept 04
New signage throughout College and at Wolfson Court	30	Completed Sept 04

*The refurbishment of the turret end of Hospital Wing enabled the addition of *en-suite* bathrooms to three bedrooms there, and the refurbishment of Pear Trees will create 7 new student bedrooms and one guest room, all with *en-suite* bathrooms.

Projects which have commenced or are due to commence in 2005/06 include:

Project	Budget £000	Status
Refurbishment of JCR Corridor toilets	140	Completed October 05
Disabled access to Porters' Lodge	36.5	Completed October 05

Future developments

The College has a number of major projects in development. Some of these will be unable to go ahead unless funds are raised specifically for those projects from donations and bequests. Projects in the planning phase include:

- Disabled access to Chapel Wing and Woodlands Wing
- The refurbishment of Tower Wing, including renovation of the Tower itself
- New sports pitches and pavilion
- Construction of a new wing to enclose Ash Court

Girton College

Report of the Augmented Council – continued

Year Ended 30 June 2005

In addition, the College is actively raising funds for :

- Teaching and Research Fellowships
- Childcare bursaries
- Student bursaries

On behalf of the Augmented Council

Deborah Lowther

Bursar

November 2005

Girton College

Responsibilities of the Council and the Augmented Council

Year Ended 30 June 2005

In accordance with the Statutes of the College, the Council is responsible for the administration of the affairs of the College and for the management of its property and income. For the purposes of approving the accounts and audit report, its membership is Augmented as described in the Statutes.

The Augmented Council 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 Augmented Council 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 Augmented Council 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 Augmented Council 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.

Girton College

Independent Auditors' Report to the Augmented Council of Girton College

Year Ended 30 June 2005

We have audited the financial statements 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. These financial statements have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and the accounting policies set out therein.

This report is made solely to the College's Augmented Council, 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 Augmented Council 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 Augmented Council as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of the Augmented Council and Auditors

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

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

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

Basis of Audit Opinion

We conducted our audit in accordance with United Kingdom Auditing Standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Augmented Council 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.

Opinion

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

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

**Chartered Accountants and
Registered Auditor
Cambridge**

Girton College

Statement of Principal Accounting Policies

Year Ended 30 June 2005

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 known as Recommended Cambridge College Accounts 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 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 and certain land and buildings.

Basis of consolidation

The consolidated financial statements consolidate the financial statements of the College and its subsidiary undertaking Girton College Property Services Limited, a company registered in England and Wales. The College owns 100% of the issued share capital of the Company which amounts to £2. A separate balance sheet and related notes for the College are not included because Girton College Property Services is a design and build company and therefore the balance sheet of the College would not be materially different to the one included in the accounts. The activities of student societies have not been consolidated.

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.

Donations and benefactions of an income nature are shown as income in the year in which they become receivable.

Benefactions and donations accepted on condition that only the income may be spent are credited to the balance sheet as permanent capital funds. The income from a permanent capital fund is shown as income in the year that it is receivable. Income from a permanent capital fund that is not expended in the year in which it is receivable is, at the year-end, transferred from the income and expenditure account to a restricted or unrestricted 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 to match the expenditure.

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

College fee income is recognised in the period for which it is received and includes all fees chargeable to students or their sponsors. The costs of any fees waived or written off by the College are included as expenditure.

Girton College

Statement of Principal Accounting Policies - continued

Year Ended 30 June 2005

Pension schemes

The College participates in the Universities Superannuation Scheme, a defined benefit scheme which is externally funded and contracted out of the State Earnings-related Pension Scheme. The fund is valued every three years by a professionally qualified independent actuary using the projected unit method, the rates of contribution payable being determined by the trustees on the advice of the actuary. In the intervening years, the actuary reviews the progress of the scheme. Pension costs are accounted for over the period during which the College benefits from the employees' services.

The College also contributes to the Cambridge Colleges Federated Pension Scheme, which is a similar defined benefit 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.

Tangible fixed assets

a. Land and buildings

Land and buildings are stated at valuation. Where buildings have been revalued, they are valued on the basis of their depreciated replacement cost. The valuation in November 2002 was carried out by FPD Savills, Chartered Surveyors. Freehold buildings are depreciated on a straight line basis over their expected useful economic life of 50 years, having initially deducted from the valuation an amount to reflect accumulated obsolescence in use. Depreciation is not charged in the year of acquisition of an asset, but is charged in the year of disposal. Freehold land is not depreciated.

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

Finance costs which are directly attributable to the construction of buildings are capitalised as part of the cost of those assets.

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

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

The cost of additions to operational property shown in the balance sheet includes the cost of land where applicable.

b. Maintenance of premises

The College has a ten year rolling maintenance plan which is reviewed on an annual basis. The cost of routine maintenance is charged to the Income and Expenditure account as it is incurred.

c. Furniture, fittings and equipment

Furniture, fittings and equipment are written off in the year of acquisition except for assets costing more than £50,000 per individual item, which are capitalised and written off over their expected useful lives as follows:

Furniture and fittings	20% per annum
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Depreciation is not charged in the year of acquisition of an asset, but is charged in the year of disposal.

Girton College

Statement of Principal Accounting Policies - continued

Year Ended 30 June 2005

d. Rare books, silver, works of art and other assets not related to education

Rare books, silver, works of art and other assets not related to education are valued at the insured value. Assets deemed to be inalienable are not included in the balance sheet. Items of antique furniture and silver have been valued by Cheffins, Auctioneers and Valuers.

Investments

Investments are included in the balance sheet at market value. Investments that are not listed on a recognised stock exchange are carried at historical cost less any provision for impairment in their value. Investment properties have been valued by FPDSavills, Chartered Surveyors.

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, 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.

Foreign currencies

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

Taxation

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

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

Contribution under Statute G,II

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

Girton College

Consolidated Income and Expenditure Account

Year Ended 30 June 2005

		2005	2004
		£'000	£'000
Income	Note		
Academic Fees and Charges	1	1,760	1,769
Residences, Catering and Conferences	2	2,815	2,764
Endowment Income	3	1,415	1,321
Total Income		<u>5,990</u>	<u>5,854</u>
Expenditure			
Education	4	2,582	2,575
Residences, Catering and Conferences	5	4,562	4,451
Total Expenditure	7	<u>7,144</u>	<u>7,026</u>
Operating Deficit		(1,154)	(1,172)
Contribution under Statute G,II	6	<u>1</u>	<u>2</u>
		(1,155)	(1,174)
Transfer (to)/from accumulated income within restricted expendable capital		(136)	90
Net Deficit		<u>(1,291)</u>	<u>(1,084)</u>

Girton College

Consolidated Statement of Total Recognised Gains and Losses

Year Ended 30 June 2005

	Collegiate Purposes £'000	Unrestricted Funds Designated Funds £'000	Unrestricted Funds Undesignated Funds £'000	Total £'000
Balance brought forward at 1 July 2004	<u>19,414</u>	<u>5,002</u>	<u>58,457</u>	<u>82,873</u>
Retained Deficit for the Year	-	22	(1,313)	(1,291)
Appreciation of Investment Assets	1,478	301	1,591	3,370
Unspent Trust or Other Restricted Fund Income Retained by Funds	136	-	-	136
Release of Deferred Capital Fund	(66)	-	-	(66)
Benefactions and Donations	416	202	60	678
Capital Grant Received from Colleges Fund	-	-	63	63
Transfers between Funds	557	(209)	(348)	-
Total Recognised Gains/(Losses) for the Year	<u>2,521</u>	<u>316</u>	<u>53</u>	<u>2,890</u>
Balance carried forward at 30 June 2005	<u><u>21,935</u></u>	<u><u>5,318</u></u>	<u><u>58,510</u></u>	<u><u>85,763</u></u>

Girton College

Consolidated Balance Sheet

Year Ended 30 June 2005

	Note	2005 £'000	2004 £'000
Fixed Assets			
Tangible Assets	8		
Freehold land and buildings		46,522	45,827
Long leasehold land and buildings		506	283
Equipment		180	160
		<u>47,208</u>	<u>46,270</u>
Investments			
Freehold land and buildings		8,170	5,316
Fixed interest stocks, equities and cash		30,439	27,284
Other Fixed Assets		3,518	3,500
		<u>42,127</u>	<u>36,100</u>
Current Assets			
Stock		33	47
Debtors		656	1,168
Cash	9	651	124
		<u>1,340</u>	<u>1,339</u>
Creditors: amounts falling due within one year	10	<u>(921)</u>	<u>(578)</u>
Net Current Assets		419	761
Total Assets Less Current Liabilities		<u>89,754</u>	<u>83,131</u>
Creditors: amounts falling due after more than one year	11	<u>(3,991)</u>	<u>(258)</u>
Net Assets		<u>85,763</u>	<u>82,873</u>

		Income/ Expendable Capital Funds £'000	Permanent Capital Funds £'000	2005 £'000	2004 £'000
Capital and Reserves					
Restricted funds held for Collegiate purposes	12	6,336	15,599	21,935	19,414
Unrestricted – Designated funds	12	1,650	3,668	5,318	5,002
Unrestricted – Undesignated funds	12	48,119	10,391	58,510	58,457
		<u>56,105</u>	<u>29,658</u>	<u>85,763</u>	<u>82,873</u>

Approved by the Augmented Council on 29th November 2005 and signed on their behalf by:

Prof Marilyn Strathern
Mistress

Deborah Lowther
Bursar

Girton College

Consolidated Cash Flow Statement

Year Ended 30 June 2005

	2005 £000	2004 £000
Operating Activities		
Operating Deficit	(1,154)	(1,172)
Depreciation	973	933
Deferred Capital Fund Applied	(66)	(66)
Investment Income	(1,172)	(1,071)
Interest Payable	93	-
(Increase)/Decrease in Stocks	14	(12)
(Increase)/Decrease in Debtors	519	(622)
Increase/(Decrease) in Creditors	422	(85)
Net Cash Outflow from Operating Activities	(371)	(2,095)
Returns on Investments and Servicing of Finance		
Investment Income	1,160	1,008
Other Interest Received	12	63
Interest Paid	(93)	-
Net Cash Inflow from Returns on Investments and Servicing of Finance	1,079	1,071
Contribution to Colleges Fund	(2)	-
Capital Transactions		
Donations & Benefactions	677	893
Capital Grants Received from Colleges Fund	63	99
	740	992
Payments to Acquire Tangible Fixed Assets	(1,912)	(1,988)
Payments to Acquire Investment Assets	(2,663)	(243)
	(4,575)	(2,231)
Net Cash Outflow from Capital Transactions	(3,835)	(1,239)
Net Cash Outflow Before Financing	(3,129)	(2,263)
Financing		
Long Term Loans Received	3,825	-
Long Term Loans Repaid	(43)	-
Net Cash Inflow from Financing	3,782	-
Increase/(Decrease) in Cash in Year	653	(2,263)
Reconciliation of net cash flow to movement in net liquid assets		
(Decrease)/Increase in Cash in the Year	653	(2,263)
Movement in Long Term Loans	(3,782)	-
Net change in debt	(3,129)	(2,263)
Net Funds brought forward at 1 July 2004	(3)	2,260
Net Funds carried forward at 30 June 2005	(3,132)	(3)

Girton College

Notes to the Accounts

Year Ended 30 June 2005

1. Academic Fees and Charges		2005	2004
		£'000	£,000
College Fees:			
Fee Income paid on behalf of Undergraduates eligible for Student Support (per capita fee £2,843)		1,339	1,346
Other Undergraduate Fee Income (per capita fee £3,283)		172	139
Graduate Fee Income (per capita fee £1,932)		249	284
Total		<u>1,760</u>	<u>1,769</u>
2. Residences, Catering and Conferences Income		2005	2004
		£'000	£,000
Accommodation	College members	1,365	1,364
	Conferences	349	325
Catering	College members	559	590
	Conferences	542	485
Total		<u>2,815</u>	<u>2,764</u>
3. Endowment Income			
	2005	2005	
	Income from	Income	
	Restricted	from	
	Funds for	Unrestricted	
	Collegiate	Funds	2005
	Purposes	£'000	Total
	£'000		£'000
Income from:			
Freehold land and buildings	-	310	310
Quoted Securities – Equities	316	241	557
Quoted Security – Fixed Interest	63	72	135
Cash	44	33	77
Donations and Benefactions	228	108	336
	<u>651</u>	<u>764</u>	<u>1,415</u>
			<u>1,321</u>
Liability to Contribution under Statute G,11:		2005	2004
		£'000	£'000
Endowment income liable to Contribution		1,151	1,140
Endowment income not liable to Contribution		336	250
Total		<u>1,487</u>	<u>1,390</u>
Investment Management Costs			
Freehold land and buildings		26	18
Quoted securities		46	51
Total		<u>72</u>	<u>69</u>

Girton College

Notes to the Accounts

Year Ended 30 June 2005

4. Education Expenditure		2005	2004		
		£'000	£'000		
Teaching		1,309	1,320		
Tutorial		233	245		
Admissions		175	129		
Research		486	487		
Scholarships and awards		257	283		
Other Educational Facilities		122	111		
Total		2,582	2,575		
5. Residence, Catering and Conferences Expenditure		2005	2004		
		£'000	£'000		
Accommodation	College Members	1,986	1,790		
	Conferences	930	838		
Catering	College Members	1,191	1,343		
	Conferences	455	480		
Total		4,562	4,451		
6. Contribution Under Statute G,II		2005	2005	2004	2004
		£'000	£'000	£'000	£'000
Endowment Income as per Income and Expenditure Account (note 3)			1,415		1,321
Less: items not assessable to Contribution:					
Donations and Bequests	336			250	
Items deductible from external revenue	<u>316</u>			<u>233</u>	
Assessable Income			<u>(652)</u>		<u>(483)</u>
Less: Deductible items (note 17)			(740)		(778)
Net assessable income			<u>23</u>		<u>60</u>
Assessment: £0 - £250,000 @ 3%			<u>1</u>		<u>2</u>
Actual Contribution Payable			<u>733</u>		<u>1,793</u>
7a Analysis of 2005 Expenditure by Activity		Staff Costs (Note 15) £'000	Other Operating Expenses £'000	Depreciation £'000	Total £'000
Education (Note 4)		1,576	714	292	2,582
Residences, Catering and Conferences (Note 5)		<u>2,154</u>	<u>1,727</u>	<u>681</u>	<u>4,562</u>
		<u>3,730</u>	<u>2,441</u>	<u>973</u>	<u>7,144</u>

Included in the above costs are £262,382 of development costs including alumni relations.

Girton College

Notes to the Accounts

Year Ended 30 June 2005

7b. Analysis of 2004 Expenditure by Activity	Staff Costs (Note 15) £'000	Other Operating Expenses £'000	Depreciation £'000	Total £'000
Education (Note 4)	1,656	778	141	2,575
Residences, Catering and Conferences (Note 5)	1,933	1,726	792	4,451
	<u>3,589</u>	<u>2,504</u>	<u>933</u>	<u>7,026</u>

8a. Fixed Assets

	Freehold Land & Buildings £'000	Long Leasehold Land & Buildings £'000	Furniture, Fittings and Equipment £'000	Total £'000
Original Cost				
As at 1 July 2004	46,719	284	200	47,203
Additions	1,600	251	60	1,911
As at 30 June 2005	<u>48,319</u>	<u>535</u>	<u>260</u>	<u>49,114</u>
Accumulated Depreciation				
At 1 July 2004	892	1	40	933
Charge for the Year	905	28	40	973
At 30 June 2005	<u>1,797</u>	<u>29</u>	<u>80</u>	<u>1,906</u>
Net Book value				
At 30 June 2005	<u>46,522</u>	<u>506</u>	<u>180</u>	<u>47,208</u>
At 30 June 2004	<u>45,827</u>	<u>283</u>	<u>160</u>	<u>46,270</u>

The insured value of Freehold Buildings at 30 June 2005 was £77,882,436.

Girton College

Notes to the Accounts

Year Ended 30 June 2005

8b. Investment Assets	2005 £'000	2004 £'000
As at 1 July 2004	36,100	32,925
Additions	19,201	8,846
Disposals	(15,259)	(8,222)
Appreciation/(depreciation) on revaluation	2,431	1,921
Increase/(Decrease) in Cash Balances held by Fund Managers	(346)	630
As at 30 June 2005	<u>42,127</u>	<u>36,100</u>

Represented by:	2005 £'000	2004 £'000
Freehold Land and Buildings	8,170	5,316
Quoted Securities – Fixed Interest	2,904	3,301
Quoted Securities – Equities	26,455	22,557
Cash held for Reinvestment	1,080	1,426
Antique Furniture, Works of Art etc	<u>3,518</u>	<u>3,500</u>
	<u>42,127</u>	<u>36,100</u>

The College is also the joint beneficiary with another organisation of a trust which owns a number of properties in Ealing, West London. Rental income less expenses is divided equally between the beneficiaries. When tenants vacate the properties, they are sold and the proceeds of the sales (less expenses) are divided equally between the beneficiaries. At 30 June 2005, the College's share in the seven remaining properties is worth £788,000 (gross), this amount is not included within Investment Assets.

9. Cash	2005 £'000	2004 £'000
Bank Deposits	650	123
Cash in Hand	<u>1</u>	<u>1</u>
	<u>651</u>	<u>124</u>

10. Creditors: amounts falling due within one year	2005 £'000	2004 £'000
Long Term Loans	90	-
Bank Overdraft	-	126
Student Prepayments	52	65
Other Creditors	<u>779</u>	<u>387</u>
	<u>921</u>	<u>578</u>

11. Creditors: amounts falling due after more than one year	2005 £'000	2004 £'000
Long Term Loans	3,693	-
Student Prepayments	<u>298</u>	<u>258</u>
	<u>3,991</u>	<u>258</u>

Girton College

Notes to the Accounts

Year Ended 30 June 2005

12. Capital and Reserves	Income/ Expendable Capital Funds	Permanent Capital Funds	Total 2005 £'000	Total 2004 £'000
<i>Restricted Funds:</i>				
Trust Funds	427	15,599	16,026	14,390
Donations & benefactions	455	-	455	349
Deferred capital funds	5,454	-	5,454	4,675
	6,336	15,599	21,935	19,414
 <i>Unrestricted Funds:</i>				
<i>Designated Funds:</i>				
Special Funds	1,319	3,668	4,987	4,174
Donations & benefactions	331	-	331	828
	1,650	3,668	5,318	5,002
 <i>Undesignated Funds:</i>				
Corporate Capital	-	10,324	10,324	9,804
Donations & benefactions	63	67	130	136
Other General Capital	48,056	-	48,056	48,517
	48,119	10,391	58,510	58,457
	56,105	29,658	85,763	82,873

Reconciliation of Movement in Capital Reserves

	Restricted Funds		Unrestricted Funds				Total 2005 £'000	Total 2004 £'000
	Income/ Expendable Capital Funds £'000	Permanent Capital Funds £'000	<i>Designated Funds</i>		<i>Undesignated Funds</i>			
			Income/ Expendable Capital Funds £'000	Permanent Capital Funds £'000	Income/ Expendable Capital Funds £'000	Permanent Capital Funds £'000		
Balance as at 1 July 2004	5,292	14,122	1,835	3,167	48,593	9,864	82,873	80,397
Increases in Year	1,622	1,477	371	501	1,387	527	5,885	6,553
Decreases in Year	(578)	-	(556)	-	(1,861)	-	(2,995)	(4,077)
Balance as at 30 June 2005	6,336	15,599	1,650	3,668	48,119	10,391	85,763	82,873

Girton College

Notes to the Accounts

Year Ended 30 June 2005

12. Capital and Reserves continued

Analysis of Restricted and Designated Funds

	Restricted Funds 2005 £'000	Designated Funds 2005 £'000	Total 2005 £'000	Total 2004 £'000
Fellowship Funds	8,243	2,052	10,295	8,996
Scholarship Funds	3,706	-	3,706	3,289
Prizes Funds	319	158	477	428
Hardship Funds	510	187	697	280
Bursary Funds	2,451	159	2,610	2,202
Travel Grants Funds	358	45	403	506
Other Funds	6,348	2,717	9,064	8,715
	<u>21,935</u>	<u>5,318</u>	<u>27,253</u>	<u>24,416</u>

Capital is invested in the following categories of assets

	Restricted Funds		Unrestricted Funds				Total 2005 £'000	Total 2004 £'000
	Income/ Expendable Capital Funds £'000	Permanent Capital Funds £'000	<i>Designated Funds</i>		<i>Undesignated Funds</i>			
			Income/ Expendable Capital Funds £'000	Permanent Capital Funds £'000	Income/ Expendable Capital Funds £'000	Permanent Capital Funds £'000		
Tangible Fixed Assets	5,438	-	-	-	41,770	-	47,208	46,270
Investment Assets	16	15,266	-	3,115	16,215	7,515	42,127	36,100
Net Current Assets	882	333	1,650	553	(3,876)	877	419	761
Sinking Fund	-	-	-	-	(1,999)	1,999	-	-
Creditors: more than one year	-	-	-	-	(3,991)	-	(3,991)	(258)
Total	<u>6,336</u>	<u>15,599</u>	<u>1,650</u>	<u>3,668</u>	<u>48,119</u>	<u>10,391</u>	<u>85,763</u>	<u>82,873</u>

13. Policy on Management of Reserves

The income or expendable capital of restricted funds is used only for the purposes for which the funds were originally given or bequeathed to the College. The income or expendable capital of unrestricted funds may be used either for the general educational purposes of the College or for a particular purpose designated by Council. The Council may designate or re-designate unrestricted funds as it deems appropriate depending on the College's financial situation. The permanent capital of restricted funds is invested for the long-term with a view to maintaining its real value. Expendable capital is also invested for the long-term unless expenditure is planned. Expendable capital required for specific projects is held in the form of cash.

14. Capital Commitments

	2005 £'000	2004 £'000
Commitments contracted for at 30 June 2005	<u>162</u>	<u>1,542</u>

Girton College

Notes to the Accounts

Year Ended 30 June 2005

15. Staff

	College Fellows 2005 £'000	Academics 2005 £'000	Other Non- Academics 2005 £'000	Total 2005 £'000	Total 2004 £'000
Staff Costs					
Emoluments	838	11	2,266	3,115	2,978
Social Security Costs	57	-	155	212	205
Other Pension Costs (see note 16)	109	1	293	403	406
	<u>1,004</u>	<u>12</u>	<u>2,714</u>	<u>3,730</u>	<u>3,589</u>
Average Staff Numbers					
Academic 71 of whom remunerated by College					
Academic	64	2	-	66	56
Non-Academic – full time equivalent	-	-	121	121	124
	<u>64</u>	<u>2</u>	<u>121</u>	<u>187</u>	<u>180</u>

No officers or employees of the College, including the Head of House, received emoluments over £70,000

16. Pension Schemes

The College's employees belong to two principal pension schemes, the Universities Superannuation Scheme (USS) and the Cambridge Colleges Federation Pension Scheme (CCFPS). The total pension cost for the period was £503,000 (2004: £506,000).

University Superannuation Scheme

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

It is not possible to identify each institution's share of the underlying assets and liabilities of the scheme and hence contributions to the scheme are accounted for as if it were a defined contribution scheme. The cost recognised within the surplus/deficit for the year in the Income and Expenditure Account being equal to the contributions payable to the scheme for the year.

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

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

Girton College

Notes to the Accounts

Year Ended 30 June 2005

16. Pension Schemes continued

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

Surpluses or deficits which arise at future valuations may impact on the institution's future contribution commitment. The next formal actuarial valuation is due as at 31 March 2005 when the above rates will be reviewed. The total pension cost for the College was £139,000 (2004: £134,000). The contribution rate payable by the College was 14% of pensionable salaries.

Cambridge Colleges Federated Pension Scheme

The College also participates in the Cambridge Colleges Federated Pension Scheme, a defined benefit scheme the assets of which are held in a separate trustee administered fund.

The funding of the scheme is based upon regular triennial actuarial valuations, the last full valuation was carried out at 31 March 2005 by a qualified independent actuary. The Financial Reporting Standard 17 (FRS 17) valuation as at 31 March 2005 uses this valuation as a base and updates the figures using the FRS 17 assumptions. There have been no material changes in the figures between 31 March 2005 and the 30 June 2005. The total pension cost for the College was £364,000 (2004: £372,000). This included a special contribution of £100,000 that is included within debtors and is being charged to the Income & Expenditure account over the period during which the College benefits from the employee's services. The contribution rate payable by the College was 18.86% of pensionable salaries

The major assumptions used by the actuary were:

	31 March 2005	30 June 2004
Rate of increase in salaries	3.75%	3.8%
Rate of increase in pensions in deferment		
- Guaranteed minimum pension (GMP)	3.75%	3.8%
- Excess pension	3.0%	3.1%
Rate of increase in pensions in payment		
- GMP accrued up to 5 April 1988	0.0%	0.0%
- GMP accrued after 5 April 1988	2.25%	2.3%
- Excess pension over GMP and pension accrued after 5 April 1997		
- for members as at 31 March 2004	3.0%	3.1%
- for members joining on or after 1 April 2004	2.5%	2.6%
Discount rate	5.4%	5.8%
Inflation assumption	3.0%	3.1%

Girton College

Notes to the Accounts

Year Ended 30 June 2005

16. Pension Schemes continued

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

	Long term rate of return expected at 31 March 2005	Value at 31 March 2005 £000	Long term rate of return expected at 30 June 2004	Value at 30 June 2004 £000
Equities	7.5% pa	2,285	8.0%	1,875
Cash, Bonds & Net Current Assets	4.7% pa	1,311	5.1%	1,191
Property	6.5% pa	97	7.0%	217
Total market value of assets		<u>3,693</u>		<u>3,283</u>
Present value of scheme liabilities		(4,472)		(3,872)
Net pension liability		<u>(779)</u>		<u>(589)</u>

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

Analysis of amounts charged to operating profit

9 Months Ended 31 March 2005 £000

Current service cost	146
Life assurance premium	23
Total operating charge	<u>169</u>

Analysis of amount credited to other finance income

9 Months Ended 31 March 2005 £000

Expected return on pension scheme assets	170
Interest on pension scheme liabilities	(167)
Net return	<u>3</u>

Girton College

Notes to the Accounts

Year Ended 30 June 2005

16. Pension Schemes continued

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

	9 Months Ended 31 March 2005 £000
Actual return less expected return on pension scheme assets	71
Experience gains and losses arising on scheme liabilities	(79)
Changes in assumptions underlying the present value of the scheme liabilities	(285)
Actuarial loss recognised in STRGL	<u>(293)</u>

Movement in deficit during the year

	9 Months Ended 31 March 2005 £000
Deficit in scheme at beginning of the year	(589)
Movement in year:	
Current service costs including life assurance	(169)
Contributions	269
Other finance income	3
Actuarial loss	(293)
Deficit in scheme at end of the year	<u>(779)</u>

History of experience gains and losses

	9 Months Ended 31 March 2005
Difference between the expected and actual return on scheme assets:	
Amount (£000)	72
Percentage of scheme assets	2%
Experience loss on scheme liabilities:	(79)
Amount (£000)	(2%)
Percentage of the present value of the scheme liabilities	
Total amount recognised in Statement of Total Recognised Gains and Losses:	
Amount (£000)	(293)
Percentage of the present value of the scheme liabilities	(7%)

Girton College

Notes to the Accounts

Year Ended 30 June 2005

16. Pension Schemes continued

The College elected to prepare its financial statements in accordance with RCCA for the first time in respect of the year ended 30th June 2004. For accounting periods prior to that, the accounts prepared in accordance with Statute GIII did not require compliance with accounting standards. This means that information that would be necessary in order to comply fully with the requirements of FRS17 was not collated in those earlier years. Some of the requirements of FRS17 have been implemented in these financial statements but it is not possible to fully comply for the reason stated.

17. Contribution Assessment

a. Assessable Income

	2005 £'000	2005 £'000	2004 £'000	2004 £'000
<u>I External Revenue</u>				
College Estates let at Rack Rent	416		337	
Dividends and interest gross	<u>192</u>		<u>355</u>	
		608		692
Less:				
Insurance of College Buildings	39		38	
Agency, management charges	130		69	
Transfer to Estates Repairs & Improvements Fund	104		84	
Sinking Fund payments under Statute GII4(iv)	<u>114</u>		<u>111</u>	
		(387)		(302)
		<u>221</u>		<u>390</u>
 <u>II Trust & Other Funds Subject to Contribution:</u>				
Dividends and interest gross		542		448
 Assessable Income		<u>763</u>		<u>838</u>

b. Deductible Items

Half sums paid to Scholars, Exhibitioners & Research Students	34	41
Prizes	11	17
College Fees for Overseas Students	9	-
Half maintenance of Chapel expenditure	2	1
Net expenditure on College Library	153	165
College Teaching Officers	168	164
College Research Fellows	140	145
College Building Fund (under Statute GII4(vii))	187	188
Donations for University purposes:	9	9
University Counselling Service		
Other sums approved under Statute G11,4xxiii	27	48
	<u>740</u>	<u>778</u>

Girton College

Notes to the Accounts

Year Ended 30 June 2005

17. Contribution Assessment continued

c. Building fund under Statute GII, 4 (vii)

	2005 £'000	2004 £'000
Balance at 1 July 2004	368	180
Transfer approved under GII, 4 (vii)	187	188
Balance at 30 June 2005	<u>555</u>	<u>368</u>

d. Estates Repairs and Improvements Fund

	2005 £'000	2004 £,000
Balance at 1 July 2004	322	238
Transfer approved under GII, 4 (vii)	104	84
25% of College Estate let at Rack Rent		
Balance at 30 June 2005	<u>426</u>	<u>322</u>

18. Related Party Transactions

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