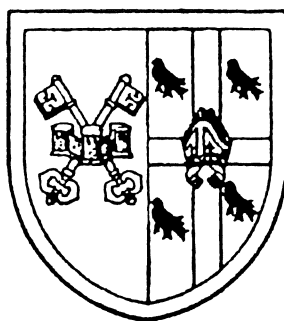


St Peter's College, Oxford



Annual Report

&

Financial Statements

For the year ended 31 July 2009

ST PETER'S COLLEGE

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ST PETER'S COLLEGE

Report of the Governing Body

The Governing Body of St Peter's College presents the annual report and financial statements for the year ended 31 July 2009.

Status

St Peter's College is an eleemosynary chartered charitable corporation aggregate. It was founded by the Rt Revd Francis James Chavasse as St Peter's Hall in 1929. In October 1947 St Peter's Hall was admitted to the privileges of a New Foundation and in November 1961 it became a full college. The University Statute of 7 February 1961 conferring this status took effect on 22 November 1961, when a royal charter of incorporation was granted. The corporation comprises the Master, Fellows and Scholars. The College is an exempt charity under s3(5a) Charities Act 1963 (as listed in Schedule 2(b) to that Act).

Objects

The College exists to provide and promote undergraduate and graduate education within the University of Oxford, and also to provide and promote University academic research. Within these Objects, the College also has various permanently endowed trust funds held for special purposes in connection with the development of College facilities and for scholarships, bursaries, prizes and other educational purposes.

Governance

The Governing Body of the College comprises the Master and Fellows. This body is constituted, and regulated in accordance with the College Statutes, the terms of which are enforceable ultimately by the Visitor. The College Statutes are as made from time to time by order of Her Majesty in Council in accordance with the Royal Charter of 1961, and the Universities of Oxford and Cambridge Act 1923. The Governing Body holds to itself the responsibilities for the ongoing strategic direction of the College, for its administration and for the management of its finances and assets. It meets regularly under the chairmanship of the Master and is advised by a range of committees.

Scope of financial statements

The financial statements consolidate the accounts of St Peter's College and its subsidiary undertaking, Crossed Keys Limited. Crossed Keys Limited is the wholly-owned vehicle for the property development activities of St Peter's College.

Review of Operations and Finance

The College recorded a deficit for the year of £480k (2008: £163k).

The result included a decrease in tuition income of £120k and £77k in conference and function income. Staff costs increased by £207k. The accounts carry a contingent liability for dilapidations claimed by the University, the claim is contested by the College, however it is expected to be settled during the next accounting period (see Note 22).

Investment Performance

The College's investments are managed and accounted for on a total return basis. The College accounts for its investment income on a total return accounting basis as set out in the college accounting policies (page 7). In the present business climate the Governing Body considers it prudent to draw down a maximum of 4.25% of its asset value to fund college activities. The endowment is invested in global equities, low volatility funds and property with a varying amount of cash on the money market. The portfolio thus generated income of £995K. At the year end the endowment stood at £23m against £24.3m for the previous year.

Reserves

The balance on reserves at the year end amounted to £3.4m (note 18) and consists largely of property acquired or built within the last 50 years. The Governing Body has concluded that a general reserve of one year's expenditure (about £6.2m at present) over and above the value of the fixed assets should be

the long term aim to allow the college to be managed efficiently and to provide a buffer for uninterrupted services.

Risk management

The major risks to which the College is exposed, as identified by the Governing Body, have been reviewed and systems have been established to mitigate these risks.

Approved by the Governing Body on 2 December 2009.

S Hesselbo
Vice - Master

ST PETER'S COLLEGE
Responsibilities of the Governing Body

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 preparing the financial statements, 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;
- ◆ it is satisfied that it has adequate resources to continue in operation for the foreseeable future: accordingly the financial statements are 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;
- ◆ secure the economical, efficient and effective management of the College's resources and expenditure.

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

Under the Charities Act 1993 the College is an exempt charity and the members of the Governing Body must ensure that the property and income of the College are applied only in support of purposes which are charitable in law.



ST PETER'S COLLEGE

Report of the Independent Auditor to the Governing Body

We have audited the consolidated College financial statements ("the financial statements") of St Peter's College for the year ended 31 July 2009 which comprise the statement of principal accounting policies, the consolidated income and expenditure account, the statement of total recognised gains and losses, the balance sheets, the cash flow statement and notes 1 to 26. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the Governing Body, in accordance with the College's statutes. Our audit work has been undertaken so that we might state to the Governing Body those matters we are required to state to them in an auditor's 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, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of the Governing Body and the Auditor

The Governing Body's responsibilities for preparing the Report of the Governing Body and the financial statements in accordance with UK law and Accounting Standards (UK GAAP) and the provisions of Statute XV made by the University of Oxford under the Universities of Oxford and Cambridge Act, 1923, and of Regulations for the accounts of the colleges made thereunder, are set out in the 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).

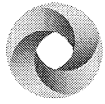
We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the provisions of Statute XV made by the University of Oxford under the Universities of Oxford and Cambridge Act, 1923, and of Regulations for the accounts of the colleges made there under and whether the information given in the Report of the Governing Body is consistent with the financial statements. We also report to you if, in our opinion 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 the other information contained in the Report of the Governing Body and consider whether it is consistent with the audited financial statements. This other information comprises only the Report of the Governing Body. We consider the implications for our report if we become aware of any apparent misstatements, or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of 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 the 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 information in the financial statements.



Grant Thornton

ST PETER'S COLLEGE

Report of the Independent Auditor to the Governing Body (continued)

Opinion

In our opinion:

- a) the financial statements give a true and fair view in accordance with UK GAAP of the state of the College's affairs as at 31 July 2009 and of the deficit for the year then ended;
- b) the financial statements have been properly prepared in accordance with the provisions of Statute XV made by the University of Oxford under the Universities of Oxford and Cambridge Act, 1923, and of Regulations for the accounts of the colleges made there under;
- c) in all material respects, income received from the University of Oxford out of grants from the Further and Higher Education Funding Council for England during the year ended 31 July 2009 has been applied to the purposes for which it was received; and
- d) the information given in the Report of the Governing Body is consistent with the financial statements for the year ended 31 July 2009.

GRANT THORNTON UK LLP
REGISTERED AUDITOR
CHARTERED ACCOUNTANTS
OXFORD

7 December 2009

ST PETER'S COLLEGE
Statement of Principal Accounting Policies

Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of endowment asset investments, and in accordance with both applicable accounting standards and, to the extent appropriate, the Statement of Recommended Practice on Accounting in Further and Higher Education Institutions ("the SORP").

The financial statements consolidate the accounts of the College and of its subsidiary undertaking, Crossed Keys Limited. The accounts of the affiliated student bodies (St Peter's College Junior and Middle Common Rooms) have not been consolidated because the College does not control these activities.

Recognition of income

Fees and other income for services provided are credited to the income and expenditure account on a receivable basis.

Income from specific endowments is included to the extent of the relevant expenditure incurred during the year. Income from the endowment is transferred to the Income and Expenditure account in accordance with the total return policy.

Recognition of conference income

Conference income is recognised in the period in which the conference takes place.

General donations

Unrestricted donations and benefactions are credited to the income and expenditure account on a receivable basis. Annual fundraising expenditure is included in the income and expenditure account.

Pension costs

The two principal pension schemes for the College are the Universities Superannuation Scheme (USS) and Oxford Staff Pension Scheme (OSPS). Contributions to the pension schemes are charged to the income and expenditure account on the basis of the contributions payable during the year.

Tangible fixed assets

Tangible fixed assets are stated at cost and are depreciated on a straight line or reducing balance basis over the following periods:

Freehold buildings	50 years, straight line basis
Leasehold properties	50 years or period of lease if shorter, straight line basis
Building improvements	10 - 25 years, straight line basis
IT equipment	5 years, straight line basis
Furniture and other equipment	10 years, reducing balance basis
Van	5 years straight line basis

Freehold land is not depreciated. The cost of freehold buildings include finance charges arising during construction.

The cost of major renovation projects which increase the service potential of buildings are capitalised and depreciated over applicable periods.

Donations received to finance the acquisition of tangible fixed assets are treated as deferred capital and released to income on a straight line basis over the same period as the related asset is depreciated.

The College operates a "de minimis" limit of £1,000 for the capitalisation of expenditure on equipment.

Works of art and other valuable artefacts that can be regarded as inalienable are not included in the financial statements.

Investments

Listed investments and properties held as endowment asset investments are stated at market value. Other investments are included at the lower of cost and net realisable value.

Investment properties are stated at valuation. They are valued using professional advice on the basis of market values as defined in the RICS Appraisal and Valuation Manual ("The Red Book"). The College policy is to obtain an external professional valuation of its properties every three years on a rolling basis.

Stocks

Stocks are stated at the lower of their cost and net realisable value. Where necessary, provision is made for obsolete, slow moving and defective stocks.

Maintenance of premises

The cost of routine corrective maintenance is charged to the income and expenditure account in the period it is incurred.

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 obligation.

Leases

Assets acquired under finance leases are capitalised and the outstanding future lease obligations are shown in creditors. Rental costs under operating leases are charged to expenditure in equal annual amounts over the periods of the leases.

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 of exchange or, where there are related forward foreign exchange contracts, at contract rates. The resultant exchange differences are included in the income and expenditure account for the year.

Taxation status

As an exempt charity within the meaning of Schedule 2 of the Charities Act 1993, the College is potentially exempt from taxation in respect of income or capital gains received within 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.

College Contribution scheme

The College is liable to be assessed for Contribution under the provisions of Statute XV of the University of Oxford. The Contribution Fund is used to make grants and loans to colleges on the basis of need. Contribution is calculated annually in accordance with regulations made by Council.

ST PETER'S COLLEGE
Consolidated Income and Expenditure Account
Year ended 31 July 2009

	Notes	2009 £000	2008 £000
INCOME			
Academic fees, tuition income and other HEFCE support	1	2,020	2,140
Research grants and contracts	2	44	19
Other operating income	3	2,679	2,637
Endowment return and interest receivable	4	995	1,000
Total income		5,738	5,796
EXPENDITURE			
Staff costs	5	3,377	3,170
Depreciation		494	457
Other operating expenses		2,083	1,885
Interest payable		248	440
Contribution under Statute XV		-	-
Total expenditure	7	6,202	5,952
Deficit for the year on continuing operations before taxation and disposal of fixed assets		(464)	(156)
(Deficit)/surplus on disposal of fixed assets		(16)	(7)
Taxation	8	-	-
(Deficit)/surplus for the year after taxation	9	(480)	(163)

Consolidated statement of total recognised gains and losses
Year ended 31 July 2009

	Notes	2009 £000	2008 £000
Reserves			
(Deficit)/surplus for the year	18	(480)	(163)
(Decrease)/increase in reserves	18	(450)	(355)
(Decrease)/increase in designated reserves	18	428	(58)
Endowments			
Income receivable from endowment asset investments	17	550	799
Income return transferred to income and expenditure account	17	(995)	(1,000)
Appreciation of endowment asset investments	17	(1,064)	(290)
New endowments received	17	262	933
Endowments not receivable	17	(116)	-
Other			
Net additions to deferred capital	16	(68)	(67)
Total recognised gains relating to the year		(1,933)	(201)
Opening funds		30,149	30,350
Closing funds		28,216	30,149

ST PETER'S COLLEGE
Balance Sheets
Year ended 31 July 2009

	Notes	CONSOLIDATED		COLLEGE	
		2009 £000	2008 £000	2009 £000	2008 £000
Fixed assets					
Tangible assets	10	14,312	13,789	14,312	13,789
Investments	11	-	-	-	-
		<u>14,312</u>	<u>13,789</u>	<u>14,312</u>	<u>13,789</u>
Endowment asset investments					
Securities and cash deposits		18,300	19,675	18,300	19,675
Land and property		4,676	4,664	4,676	4,664
	12	<u>22,976</u>	<u>24,339</u>	<u>22,976</u>	<u>24,339</u>
Current assets:					
Stocks		46	21	46	21
Debtors	13	734	742	768	775
Short term investments		-	-	-	-
Cash at bank and in hand		264	35	262	34
		<u>1,044</u>	<u>798</u>	<u>1,076</u>	<u>830</u>
Creditors:					
Amounts falling due within one year	14	(3,823)	(2,283)	(3,822)	(2,283)
Net current assets		<u>(2,779)</u>	<u>(1,485)</u>	<u>(2,746)</u>	<u>(1,453)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		34,509	36,643	34,542	36,675
Creditors:					
Amounts falling due after more than one year	15	(6,293)	(6,494)	(6,293)	(6,494)
TOTAL NET ASSETS		<u>28,216</u>	<u>30,149</u>	<u>28,249</u>	<u>30,181</u>
Deferred capital	16	1,861	1,929	1,861	1,929
Endowments					
Specific		4,249	5,004	4,249	5,004
General		18,727	19,335	18,727	19,335
	17	<u>22,976</u>	<u>24,339</u>	<u>22,976</u>	<u>24,339</u>
Reserves					
Designated reserves	18	1,526	1,098	1,526	1,098
General reserves	18	1,853	2,783	1,886	2,815
		<u>3,379</u>	<u>3,881</u>	<u>3,412</u>	<u>3,913</u>
TOTAL FUNDS		<u>28,216</u>	<u>30,149</u>	<u>28,249</u>	<u>30,181</u>

The financial statements were approved by the Governing Body of St Peter's College on 2nd December 2009.

S Hesselbo
Vice - Master

R Gordon
Bursar

ST PETER'S COLLEGE
Consolidated Cashflow Statement
Year ended 31 July 2009

	Note	2009 £000	2008 £000
Net cash inflow/(outflow) from operating activities	24	<u>1,520</u>	<u>124</u>
Returns on investments and servicing of finance			
Income from endowments received		507	756
Other income from investments and interest received		<u>-</u>	<u>-</u>
		507	756
Interest paid		(247)	(440)
Net cash inflow from returns on investments and servicing of finance		<u>260</u>	<u>316</u>
Capital expenditure and financial investment			
Net acquisition of tangible fixed assets		(1,034)	(663)
Net acquisition of endowment asset investments		(685)	(729)
Endowments received		124	520
Deferred capital received			-
Net cash outflow from capital expenditure and financial investment		<u>(1,595)</u>	<u>(872)</u>
Net cash outflow before use of liquid resources and financing		185	(432)
Financing	25	73	-
(Decrease)/increase in cash for the year	26	<u>258</u>	<u>(432)</u>
Reconciliation of net cash flow to movement in net funds		2009 £000	2008 £000
(Decrease)/increase in cash for the year		258	(432)
Change in net funds		<u>258</u>	<u>(432)</u>
Net funds at 1 August		2,932	3,364
Net funds at 31 July		<u>3,190</u>	<u>2,932</u>

ST PETER'S COLLEGE
Notes to the Financial Statements
Year ended 31 July 2009

1 ACADEMIC FEES AND TUITION INCOME	2009	2008
	£000	£000
Tuition fees from UK and European Union students	1,118	1,600
Tuition fees from overseas students	296	188
Other fees	178	231
Other tuition income and HEFCE Support	428	121
	<u>2,020</u>	<u>2,140</u>

The above analysis includes support from the University from HEFCE funds amounting to £1,308K (2008 - £1,489K)

2 RESEARCH GRANTS AND CONTRACTS	2009	2008
	£000	£000
Research Councils	-	-
Other grants and contracts	44	19
	<u>44</u>	<u>19</u>

3 OTHER OPERATING INCOME	2009	2008
	£000	£000
Residential income from college members	1,194	1,261
Conference and function income	555	632
Grants and donations	737	496
Release of deferred capital contributions	68	67
Other income	125	181
	<u>2,679</u>	<u>2,637</u>

4 ENDOWMENT RETURN AND INTEREST RECEIVABLE	2009	2008
	£000	£000
Transferred from specific endowments (note 17)	66	-
Transferred from general endowments (note 17)	929	1,000
Other interest receivable	-	-
	<u>995</u>	<u>1,000</u>

5 STAFF COSTS	2009	2008
	£000	£000
Gross pay	2,808	2,622
Social Security costs	188	180
Other pension costs	360	335
Other benefits	21	33
	<u>3,377</u>	<u>3,170</u>

It is standard accounting practice to disclose further information relating to staff numbers and analyses of remuneration for higher paid employees. This information has not been included due to the particular difficulty of presenting meaningful data for staff jointly employed by the University and College.

ST PETER'S COLLEGE
Notes to the Financial Statements
Year ended 31 July 2009

6 PENSION SCHEMES

1. The pensions schemes

The College participates in two principal pension schemes for its staff - the Universities Superannuation Scheme ('USS') and the University of Oxford Staff Pension Scheme ('OSPS'). Both schemes are contributory defined benefit schemes (i.e. they provide benefits based on length of service and final pensionable salary), and are contracted out from the State Second Pension Scheme. The assets of USS and OSPS are each held in separate trustee-administered funds. Both schemes are multi-employer schemes and the College is unable to identify its share of the underlying assets and liabilities of each scheme on a consistent and reasonable basis. Therefore, as required by the accounting standard FRS17 "Retirement Benefits", the College accounts for the schemes as if they were defined contribution schemes. As a result, the amount charged to the income and expenditure account represents the contributions payable to the schemes in respect of the accounting period.

In the event of the withdrawal of any participating employers in USS, the amount of any pension funding shortfall (which cannot be otherwise recovered) in respect of that employer will be spread across the remaining participating employers and relected in the next actuarial valuation of the scheme.

However, in OSPS, the amount of any pension funding shortfall in respect of any withdrawing participating employer will be charged to that employer.

The College has also made available a Stakeholder Scheme for individual employees, but does not contribute to the scheme.

2. Actuarial valuations

The Schemes are periodically valued by qualified actuaries. Both USS and OSPS are valued using the "projected unit" method, embracing a market value approach. The resulting levels of contribution take account of actuarial surpluses or deficits in each scheme. The financial assumptions were derived from market conditions prevailing at the valuation date. The results of the latest actuarial valuations and the assumptions, which have the most significant effect on the results of the latest valuations and the determination of the contribution levels, are shown in the following table.

	USS	OSPS
Date of valuation	31/03/2008 ^a	31/07/2007
Date valuation results published	04/02/2009	09/10/2008
Value of liabilities	£28,135m	£322m
Value of assets	£28,842m	£279m
Funding Surplus/(Deficit)	(£707m) ^b	(£43m) ^c
Principal assumptions		
Rate of interest (past service liabilities)	4.4% pa	-
Rate of interest (future service liabilities)	6.1% pa	-
Rate of interest (periods up to retirement)	-	6.9% pa
Rate of interest (periods after retirement)	-	4.9% pa
Rate of increase in salaries	4.3% pa	4.8% pa
Rate of increase in pensions	3.3% pa	3.3% pa
Mortality assumptions		
Assumed life expectancy at age 65 (males)	23 yrs	22 yrs
Assumed life expectancy at age 65 (females)	25 yrs	24 yrs
Funding Ratios		
Scheme valuation basis	103% ^d	87%
Statutory Pension Protection Fund basis	107%	95%
"Buy-out" basis	79% ^d	71%
Estimated FRS17 basis	104% ^d	89%
Recommended Employer's contribution rate (as % of pensionable salaries):	16% ^e	21.5% ^e
Effective date of next valuation	31/03/2011 ^a	31/03/2010

ST PETER'S COLLEGE
Notes to the Financial Statements
Year ended 31 July 2009

PENSION SCHEMES (CONTINUED)

Notes:

- a. USS' actuary is undertaking an actuarial valuation of the Scheme as at 31 March 2011, the results of which are not expected to be finalised until December 2011, with the publication of the final results in 2012.
- b. In light of the considerable swings in markets since the valuation date, the nature of the demographic and financial assumptions used in the ongoing and solvency valuations, the significant positive cash flows and equity orientated investment strategy, USS' actuary recommended, and the Trustee agreed, that the ongoing funding surplus could be carried forward to the next valuation.
- c. OSPS' actuarial valuation as at 31 July 2007 identified a required long-term employer contribution rate of 17.85% of total pensionable salaries, but also a funding deficit of £43.2m. The University, on behalf of all the employers participating in the scheme, has agreed with the trustees of OSPS to address this deficit by increasing the employer contribution rate to the previously agreed rate of 21.5% of total pensionable salaries with effect from 1 August 2008. The actuary certified that the additional 3.65% contribution should eliminate the deficit by 31 July 2025.
- d. Since 31 March 2005, the financial security of USS has improved and the actuary has estimated that the funding level has increased from 77% at 31 March 2005 to 103% at 31 March 2008. The fluctuation is due to volatility of investment returns and gilt yields (used to value scheme liabilities) compared to the rates assumed at 31 March 2005. On the FRS17 basis, the actuary estimated that the funding level at 31 March 2008 was above 104% and on a buy out basis was approximately 79%.
- e. The USS employer contribution rate required for future service benefits alone at the date of the valuation was 16% of total pensionable salaries but the Trustee company, on the advice of the actuary, decided to implement the increase from 14% to 16% on 1 October 2009.

3. Sensitivity of actuarial valuation assumptions:

Surpluses or deficits which arise at future valuations may impact on the College's future contribution commitment. The sensitivities regarding the principal assumptions used to measure the scheme liabilities are set out below:

Assumption	Change in assumption	Impact on Scheme Liabilities	
		USS	OSPS
Valuation rate of interest	increase by 0.5%	decrease by £2.2bn	decrease by £30m
	decrease by 0.5%	increase by £2.2bn	increase by £30m
Rate of pension increases	increase by 0.5%	increase by £1.5bn	increase by £20m
	decrease by 0.5%	decrease by £1.5bn	decrease by £20m
Rate of salary growth	increase by 0.5%	increase by £0.7bn	increase by £7m
	decrease by 0.5%	decrease by £0.7bn	decrease by £7m
Rate of mortality	More prudent assumption (mortality used at last valuation, rated down by a further year)	increase by £1.6bn	increase by £10m

4. Pension charge for the year:

The pension charge recorded by the College during the accounting period was equal to the contributions payable as follows:

Scheme	Year to 31/07/2009 £000	Year to 31/07/2008 £000
Universities Superannuation Scheme	240	233
Oxford Staff Pension Scheme	119	102
Total	359	335

ST PETER'S COLLEGE
Notes to the Financial Statements
Year ended 31 July 2009

7 ANALYSIS OF EXPENDITURE				2009	2008
	Staff costs	Depreciation	Other operating expenses	Total	Total
	£000	£000	£000	£000	£000
Academic	1,677	18	321	2,016	1,833
Residences, catering and conferences	1,136	49	943	2,128	1,980
Premises	141	409	426	976	919
College administration	271	17	258	546	535
Endowment management	-	-	24	24	2
Fundraising	151	1	70	222	196
Other	1	-	41	42	47
	<u>3,377</u>	<u>494</u>	<u>2,083</u>	<u>5,954</u>	<u>5,512</u>
Interest payable				248	440
Contribution under Statute XV				-	-
Total expenditure				<u>6,202</u>	<u>5,952</u>
Interest payable relates to -					
Bank loans, overdrafts and other loans:					
Repayable within 5 years				-	1,013
				<u>-</u>	<u>1,013</u>
Other operating expenses include auditors' remuneration:					
in respect of the audit of these financial statements				13	12
in respect of other services				<u>1</u>	<u>1</u>
				<u>14</u>	<u>13</u>
8 TAXATION				2009	2008
				£000	£000
United Kingdom corporation tax				<u>-</u>	<u>-</u>

ST PETER'S COLLEGE
Notes to the Financial Statements
Year ended 31 July 2009

9 (DEFICIT)/SURPLUS FOR THE YEAR	2009	2008
	£000	£000
College's (deficit)/surplus for the year	(479)	(162)
Deficit generated by the subsidiary undertaking	(1)	(1)
	<u>(480)</u>	<u>(163)</u>

10 TANGIBLE FIXED ASSETS

CONSOLIDATED AND COLLEGE

	Land & buildings			Equipment	Total
	Freehold	Long leasehold	£000		
Cost	£000	£000	£000	£000	£000
At 1 August 2008	15,066	731	1,212	17,009	
Additions	849	100	85	1,034	
Disposals	(29)	(256)	(47)	(332)	
At 31 July 2009	<u>15,886</u>	<u>575</u>	<u>1,250</u>	<u>17,711</u>	
Depreciation					
At 1 August 2008	2,350	323	547	3,220	
Charge for period	387	11	96	494	
On disposals	(18)	(256)	(41)	(315)	
Impairment of value	-	-	-	-	
At 31 July 2009	<u>2,719</u>	<u>78</u>	<u>602</u>	<u>3,399</u>	
Net book value					
At 31 July 2009	<u>13,167</u>	<u>497</u>	<u>648</u>	<u>14,312</u>	
At 31 July 2008	<u>12,716</u>	<u>408</u>	<u>665</u>	<u>13,789</u>	

The college has no tangible fixed assets held under finance leases at 31 July 2009 or 31 July 2008.

11 FIXED ASSET INVESTMENTS

COLLEGE	2009	2008
	£	£
At cost		
Investment in subsidiary company	<u>2</u>	<u>2</u>

The College owns 100% of the issued share capital of Crossed Keys Limited, a company incorporated in England and Wales. The principal business activity of Crossed Keys Limited is the development of property for St Peter's College.

ST PETER'S COLLEGE
Notes to the Financial Statements
Year ended 31 July 2009

12 ENDOWMENT ASSET INVESTMENTS

	CONSOLIDATED			COLLEGE		
	Securities & cash	Land & property	Total	Securities & cash	Land & property	Total
	£000	£000	£000	£000	£000	£000
At market value						
At 1 August 2008	19,675	4,664	24,339	19,675	4,664	24,339
Purchases at cost	6,191	-	6,191	6,191	-	6,191
Sales proceeds	(5,506)	-	(5,506)	(5,506)	-	(5,506)
(Decrease) in cash held by fund manager	(984)	-	(984)	(984)	-	(984)
Revaluation (loss)/gain	(1,076)	12	(1,064)	(1,076)	12	(1,064)
At 31 July 2009	18,300	4,676	22,977	18,300	4,676	22,977

	CONSOLIDATED £000	COLLEGE £000
Analysed as		
Fixed interest stocks (listed)	-	-
Equities (listed)	11,214	11,214
Unlisted securities	41	41
Cash	7,046	7,046
Land and property	4,676	4,676
	<u>22,977</u>	<u>22,977</u>
Historical cost at end of year	<u>21,004</u>	<u>21,004</u>

The estates land and property valuation as at 31 July 2009 was revalued by an independent firm of Surveyors, the basis of valuation being market value on existing use. An independent valuation is obtained every three years (next due 2012).

13 DEBTORS

	CONSOLIDATED		COLLEGE	
	2009 £000	2008 £000	2009 £000	2008 £000
Amounts falling due within one year				
Amounts owed by College members	47	120	47	120
Other debtors	-	-	34	33
Prepayments and accrued income	687	622	687	622
	<u>734</u>	<u>742</u>	<u>768</u>	<u>775</u>

14 CREDITORS: AMOUNT FALLING DUE WITHIN ONE YEAR

	CONSOLIDATED		COLLEGE	
	2009 £000	2008 £000	2009 £000	2008 £000
Bank loans and overdrafts	254	1,013	254	1,013
Unsecured loans	7	7	7	7
Boat house lease loan	20	-	20	-
Trade creditors	213	175	213	175
College Contribution	25	-	25	-
Other taxation and social security	76	58	76	58
Accruals and deferred income	3,053	801	3,052	801
Other creditors	175	229	175	229
	<u>3,823</u>	<u>2,283</u>	<u>3,822</u>	<u>2,283</u>

ST PETER'S COLLEGE
Notes to the Financial Statements
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15 CREDITORS: AMOUNT FALLING DUE AFTER MORE THAN ONE YEAR

	CONSOLIDATED		COLLEGE	
	2009 £000	2008 £000	2009 £000	2008 £000
Bank loan	6,226	6,480	6,226	6,480
Unsecured loans	7	14	7	14
Boat house lease loan	60	-	60	-
	6,293	6,494	6,293	6,494

The bank loan is secured by a fixed charge over properties to which it relates.

16 DEFERRED CAPITAL

	CONSOLIDATED		COLLEGE	
	2009 £000	2008 £000	2009 £000	2008 £000
At start of year	1,929	1,996	1,929	1,996
New capital	-	-	-	-
Transfer from designated reserve	-	-	-	-
Released to income and expenditure account	(68)	(67)	(68)	(67)
At end of year	1,861	1,929	1,861	1,929

The balance on deferred capital represents donations received to finance the purchase of tangible fixed assets. Amounts are released to the income and expenditure account over the lives of the related assets on the same basis as the charge for depreciation.

17 ENDOWMENTS

	CONSOLIDATED			COLLEGE		
	Specific £000	General £000	Total £000	Specific £000	General £000	Total £000
At 1 August 2008	5,004	19,335	24,339	5,004	19,335	24,339
Endowments received	39	26	65	39	26	65
Endowments not receivable	(116)	-	(116)	(116)	-	(116)
Appreciation of endowment investments	(716)	(348)	(1,064)	(716)	(348)	(1,064)
Cost of managing endowment	-	-	-	-	-	-
Income receivable from endowment asset investments	104	446	550	104	446	550
Transferred to income and expenditure account (note 4)	(66)	(929)	(995)	(66)	(929)	(995)
Capital grant from the University	-	175	175	-	175	175
Transfer from reserves	-	22	22	-	22	22
At 31 July 2009	4,249	18,727	22,976	4,249	18,727	22,976

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Notes to the Financial Statements
Year ended 31 July 2009

17 ENDOWMENTS (continued)

Endowments comprise those funds which are regarded as for the long term and which fundamentally underpin and sustain the operation of the College at its desired level of activity.

Specific Endowments are those bequests and gifts where the use of the capital and income, or only the income, is for a specific purpose or activity so designated by the donor and which can only be used for that purpose or activity.

General Endowments represent the corporate capital of the College and include bequests and gifts where the use of the capital and income, or only the income is for the general purposes of the College. Part of these funds may have been designated for a particular purpose by the Governing Body.

There are no specific endowments (Consolidated or College) which provide income that lie outside the objects of the College.

18 RESERVES

DESIGNATED RESERVES	CONSOLIDATED	COLLEGE
	£000	£000
At start of year	1,098	1,098
Transfers from general reserve	428	428
At end of year	1,526	1,526

Designated reserves are those reserves set aside by the College to be used for a special purpose, and which do not form part of College endowments. At 31 July 2009 they comprised

	CONSOLIDATED	COLLEGE
	£000	£000
Development Reserve	791	791
Annual Bursaries Fund	69	69
Harnsworth Research Fellowship	50	50
Other designated reserves each less than £50,000	616	616
	1,526	1,526

GENERAL RESERVES	CONSOLIDATED	COLLEGE
	£000	£000
At start of year	2,783	2,815
(Deficit)/surplus from income and expenditure account	(480)	(479)
Capital repaid to endowment	-	-
Transfer to endowment	(22)	(22)
Transfers from designated reserves	(428)	(428)
At end of year	1,853	1,886

	CONSOLIDATED		COLLEGE	
	2009	2008	2009	2008
	£000	£000	£000	£000
Representing:				
Undepreciated cost of tangible fixed assets				
financed out of general reserve	12,451	11,860	12,451	11,860
College general reserve	(10,598)	(9,077)	(10,565)	(9,045)
	1,853	2,783	1,886	2,815

ST PETER'S COLLEGE
Notes to the Financial Statements
Year ended 31 July 2009

19 CAPITAL COMMITMENTS

There were no commitments contracted at 31 July 2009 (2008: None).

20 FINANCIAL COMMITMENTS

At 31 July 2009 the College had no annual commitments under non-cancellable operating leases (2008: None).

21 POST BALANCE SHEET EVENTS

There were no post balance sheet events that would have a material effect on the Financial Statements.

22 CONTINGENT LIABILITIES

At the 31 July 2008 the College had a potential liability related to dilapidation charges claimed by the University of Oxford on property returned to it by the College during the year. The property returned was student accommodation used by the College. The amount of the claim was in dispute between the University and the College at this date. As the quantity of any liability could not be reliably estimated no provision was made in the Financial Statements. The College expected the claim to be settled during the next accounting period.

At the 31 July 2009 the situation regarding the potential liability is unchanged and the College is still unable to reliably estimate the cost therefore again no provision has been made in the Financial Statements. The College expects the claim to be settled during the next accounting period.

23 RELATED PARTY TRANSACTIONS

St Peter's College has a joint equity scheme whereby members of the Governing Body can purchase property in conjunction with the College. The College investment at 31 July 2009 was £822,034 (31 July 2008: £810,000).

**24 RECONCILIATION OF CONSOLIDATED OPERATING SURPLUS TO NET CASH
INFLOW FROM OPERATING ACTIVITIES**

	2009	2008
	£000	£000
(Deficit) for the year	(480)	(163)
Depreciation	494	458
Endowment income and interest receivable	(995)	(1,000)
Interest payable	247	440
Deferred capital released	(68)	(67)
Decrease/(increase) in stocks	(25)	17
(Increase)/decrease in debtors	51	(75)
Increase/(decrease) in creditors	2,279	507
Loss/(profit) on disposal of fixed assets	17	7
	1,520	124

25 FINANCING

	2009	2008
	£000	£000
New loans	80	-
Repayment of borrowings	(7)	-
	73	-

ST PETER'S COLLEGE
Notes to the Financial Statements
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26 ANALYSIS OF CHANGES IN NET FUNDS

	2009	Changes	2008
	£000	£000	£000
Cash at bank and in hand	264	229	35
Endowment assets cash	7,046	(984)	8,030
Bank overdrafts	-	1,013	(1,013)
Short term deposits	-	-	-
	7,310	258	7,052
Current asset investments	-	-	-
	7,310	258	7,052