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# **MANSFIELD COLLEGE**

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**Financial Year ended  
31 July 2010**

## **MANSFIELD COLLEGE**

### **Report of the Governing Body**

**The Governing Body of Mansfield College presents the annual report and financial statements for the year ended 31 July 2010.**

#### **Status**

Mansfield College is an eleemosynary chartered charitable corporation aggregate. It was founded under a Royal Charter, dated 11 April 1995. The corporation comprises the Principal and Fellows. The College is an exempt charity under s3(5a) of the Charities Act 1993 (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. The College promotes the Christian religion and provides opportunities for the study of theology and training for the Christian Ministry.

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 Principal 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 1995, 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 Principal and is advised by a range of committees which include the Finance and General Purposes Committee and the Finance (Endowment) Committee.

#### **Scope of financial statements**

The financial statements consist entirely of the accounts of Mansfield College. There are no active trading subsidiaries.

#### **Review of operations and finance**

The major sources of income for the College came from fees, followed by board and lodging charges, conferences, investment income and a range of miscellaneous income. The major expenditure headings were academic, domestic and catering, administration and development, and maintenance. The income and expenditure account showed a surplus of £545,000 inclusive of depreciation. This surplus reflects the inclusion of £567,000 of donations received during the year pending decisions to be made by the Governing Body on the final use of these unrestricted donations. In 2008-09 the equivalent figure was £234,000, but as this was treated as donations direct to endowment it was not included in income and expenditure. This change in the treatment of donations has contributed to the significant difference in the surplus figure comparing this with the previous financial year.

This is the fourth successive year that a surplus has been achieved, and continues the improving trend of the last six years. This position has been secured despite reductions in public funding and has derived largely from increases in donations and conference income together with other factors such as the continuing support of the College Contributions Committee, and a slight increase in undergraduate and graduate student numbers.

#### **Investment performance**

The capital value of the College endowment portfolio increased by £1,637,000 in 2009-2010.

The College's Finance Committee meets to review the performance of the College's investment portfolio in conjunction with Rathbones Investment Management Limited who are contracted to manage the portfolio. The Finance Committee sets growth and income targets which are reviewed on an annual basis. The current target is for a total return over a three year period which should be at least that of the FTSE all share index.

**MANSFIELD COLLEGE**  
**Report of the Governing Body**

**Reserves**

The College balance sheet shows an excess of current liabilities over current assets of £6,000, with £15,408,000 total assets less current liabilities. Total net assets taking into account amounts falling due after more than one year are £15,288,000, with a general reserve of £2,393,000, and a designated reserve of £540,000.

**Risk management**

The major risks to which the College is exposed, as identified by the Governing Body, have been considered as part of a business continuity review, and systems have been established to mitigate these risks. Comprehensive insurances are in place, including insurances in relation to the costs of business continuity interruption.

Approved by the Governing Body on 1 December 2010

D Walford - Principal

**MANSFIELD 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. The Governing Body is also responsible for preparing the Annual Report and the Financial Statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

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

## **MANSFIELD COLLEGE**

### **Independent Auditors' Report to Governing Body**

We have audited the financial statements of Mansfield College for the year ended 31 July 2010 which comprise the principal accounting policies, the income and expenditure account, the statement of total recognised gains and losses, the balance sheet, the cash flow statement, and notes 1 to 22. 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 it 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, 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 Report of the Governing Body and the financial statements 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 thereunder, are set out in the Responsibilities of the Governing Body. The Governing Body is also responsible for the preparation of the financial statements in accordance with United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

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 thereunder. 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 the 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, 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.

#### **OPINION**

In our opinion:

- a) the financial statements give a true and fair view, in accordance with United Kingdom Generally Accepted Accounting Practice, of the state of affairs of the College as at 31 July 2010 and of its surplus for the year then ended; and
- 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 thereunder; and

c) in all material respects, income received from the University of Oxford out of grants from the Higher Education Funding Council for England during the year ended 31 July 2010 has been applied to the purposes for which it was received.

CRITCHLEYS LLP  
STATUTORY AUDITOR  
OXFORD

## **MANSFIELD 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 applicable accounting standards and according to the University of Oxford Statute XV to meet specific requirements imposed by University and College statutes.

These specific requirements reflect the provisions set out in the Statement of Recommended Practice ("SORP"): Accounting for Further and Higher Education issued in July 2003 but have not been updated for the introduction of the amended version of this SORP issued in July 2007. Due to the proposed future movement of the College financial statements to the Charities SORP, which is expected to be implemented in conjunction with the registration of the Oxford Colleges with the Charity Commission, the University of Oxford College Accounts Committee has concluded that there is no benefit in amending the specific requirements this year.

The financial statements consist entirely of the accounts of the College; there are no active trading subsidiaries. The accounts of the affiliated student bodies (Mansfield 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 and other restricted income is included to the extent of the relevant expenditure incurred during the year. Income from general endowments (the use of which is not legally restricted to a specific purpose or activity) is included in the income and expenditure account on a receivable basis.

#### **General donations**

Unrestricted donations and benefactions are credited to income and expenditure account on a receivable basis.

#### **Pension costs**

Contributions to the pension schemes provided for employees of the College are charged to the income and expenditure account over the period during which the College benefits from the employees' services. Variations from the regular cost are spread over the expected average remaining working lives of members of the schemes.

#### **Tangible fixed assets**

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

Freehold buildings	50 years
Leasehold properties	50 years or period of lease if shorter
Building improvements	10 years
Equipment	3 years

Freehold land is not depreciated. The cost of freehold land associated with the main historic site is not included in the balance sheet, but is unlikely to be material.

The cost of major renovation projects which increase the service potential of buildings is 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 fixed asset and endowment asset investments are stated at market value. Other investments are stated at the lower of cost or net realisable value.

Surpluses or deficits arising on the revaluation or realisation of endowment asset investments are added to or subtracted from the funds concerned.

#### **Stocks**

Stocks are stated at the lower of their cost or 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.

**MANSFIELD COLLEGE**  
**Statement of Principal Accounting Policies**

**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.

**MANSFIELD COLLEGE**  
**Income and Expenditure Account**  
**Year ended 31 July 2010**

	Notes	2010 £'000	2009 £'000
<b>INCOME</b>			
Academic fees, tuition income and other HEFCE support	1	1,693	1,712
Research grants and contracts	2	21	30
Other operating income	3	2,242	1,638
Endowment return and interest receivable	4	298	353
<b>Total income</b>		<u>4,254</u>	<u>3,733</u>
<b>EXPENDITURE</b>			
Staff costs	5	2,339	2,266
Depreciation		183	275
Other operating expenses		1,182	1,183
Interest payable		5	9
Contribution under Statute XV		0	0
<b>Total expenditure</b>	7	<u>3,709</u>	<u>3,733</u>
Surplus for the year on continuing operations before taxation and disposal of fixed assets		545	0
Surplus (deficit) on disposal of fixed assets		0	17
Taxation	8	0	0
<b>Surplus for the year after taxation</b>	9	<u>545</u>	<u>17</u>

**Consolidated statement of total recognised gains and losses**  
**Year ended 31 July 2010**

	Notes	2010 £'000	2009 £'000
Surplus for the year		545	17
Transfer (to) from general endowment		(518)	34
Surplus for the year after transfers		<u>27</u>	<u>51</u>
Appreciation (depreciation) of endowment asset investments	18	1,078	(935)
Specific endowment income retained for the year	18	322	348
Transfer to income & expenditure account from general endowment	18	(297)	(347)
Transfer (to) from general endowment (to) from general reserves	18	518	(34)
Net additions to deferred capital	17	171	69
New endowments received	18	16	296
<b>Total recognised gains relating to the year</b>		<u>1,835</u>	<u>(552)</u>
Opening reserves and endowments		13,453	14,005
Closing reserves and endowments		<u>15,288</u>	<u>13,453</u>

**MANSFIELD COLLEGE**  
**Balance Sheet**  
**As at 31 July 2010**

		COLLEGE	
		2010	2009
		£'000	£'000
	Notes		
<b>Fixed assets</b>			
Tangible assets	10	5,317	5,364
Investments	11	0	0
		5,317	5,364
<b>Endowment asset investments</b>			
Securities and cash deposits		10,097	8,460
Land and property		0	0
	12	10,097	8,460
<b>Current assets:</b>			
Stocks		54	50
Debtors	13	477	445
Short term investments		0	0
Cash at bank and in hand		51	78
		582	573
<b>Creditors:</b>			
Amounts falling due within one year	14	(588)	(773)
<b>Net current assets (liabilities)</b>		(6)	(200)
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		15,408	13,624
<b>Creditors:</b>			
Amounts falling due after more than one year	15	(120)	(171)
<b>Provision for liabilities and charges</b>		0	0
<b>TOTAL NET ASSETS</b>		15,288	13,453
<b>Deferred capital</b>			
	16	2,258	2,087
<b>Endowments</b>			
Specific		1,425	1,251
General		8,672	7,209
	17	10,097	8,460
<b>Reserves</b>			
Designated reserves		540	540
General reserves		2,393	2,366
	18	2,933	2,906
<b>TOTAL FUNDS</b>		15,288	13,453

The financial statements were approved by the Governing Body of Mansfield College on 1 December 2010

*Diana Walford*  
Principal

*Steve Waterman*  
Bursar

**MANSFIELD COLLEGE**  
**Cashflow Statement**  
**Year ended 31 July 2010**

	Note	2010 £'000	2009 £'000
<b>Net cash inflow (outflow) from operating activities</b>	20	<u>219</u>	<u>(215)</u>
Returns on investments and servicing of finance			
Income from endowments received		322	348
Other income from investments and interest received		<u>1</u>	<u>6</u>
		323	354
Interest paid			
Net cash inflow from returns on investments and servicing of finance		<u>(5)</u>	<u>(9)</u>
		<u>318</u>	<u>345</u>
Capital expenditure and financial investment			
Net realisation/(acquisition) of tangible fixed assets		(136)	(379)
Net realisation/(acquisition) of endowment asset investments		(164)	(312)
Endowments received		16	296
Deferred capital received		234	164
Other net capital movements		0	0
Net cash inflow (outflow) from capital expenditure and financial investment		<u>(50)</u>	<u>(231)</u>
<b>Increase/(decrease) in cash</b>	21	<u>487</u>	<u>(101)</u>
<b>Reconciliation of net cash flow to movement in net funds</b>			
Increase/(decrease) in cash for the year		487	(101)
Increase/(decrease) in liquid resources and current asset investments			
Increase/(decrease) in debt			
Change in net funds		<u>487</u>	<u>(101)</u>
Net funds at 1 August		328	429
<b>Net funds at 31 July</b>	21	<u>815</u>	<u>328</u>

**MANSFIELD COLLEGE**  
**Notes to the Financial Statements**  
**Year ended 31 July 2010**

	2010 £'000	2009 £'000
<b>1 ACADEMIC FEES, TUITION INCOME AND HEFCE SUPPORT</b>		
Tuition fees from UK and European Union students	109	82
Tuition fees from overseas students	188	272
Other fees	428	519
Other tuition income and HEFCE support	968	839
	<u>1,693</u>	<u>1,712</u>
The above analysis includes support from the University from HEFCE funds amounting to £933k (2009 - £817k)		
<b>2 RESEARCH GRANTS AND CONTRACTS</b>	£'000	£'000
Research councils	0	7
UK based charities	0	0
European commission	0	0
Other grants and contracts	21	23
	<u>21</u>	<u>30</u>
<b>3 OTHER OPERATING INCOME</b>	£'000	£'000
Residential income from college members	902	905
Conference and function income	527	435
Grants and donations	706	153
Release of deferred capital contributions	63	95
Other income	44	50
	<u>2,242</u>	<u>1,638</u>
<b>4 ENDOWMENT RETURN AND INTEREST RECEIVABLE</b>	£'000	£'000
Transferred from specific endowments (note 18)	36	45
Transferred from general endowments (note 18)	261	302
Other investment income	0	0
Other interest receivable	1	6
	<u>298</u>	<u>353</u>
<b>5 STAFF COSTS</b>	£'000	£'000
Gross pay	1,845	1,811
Social Security costs	137	135
Other pension costs	236	213
Other benefits	121	107
	<u>2,339</u>	<u>2,266</u>

**MANSFIELD COLLEGE**  
**Notes to the Financial Statements**  
**Year ended 31 July 2010**

**6 PENSION SCHEMES**

**6.1 The pension 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, in accordance with 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 of the 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 reflected 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.

**6.2 Actuarial valuations**

Qualified actuaries periodically value the Schemes. Both USS and OSPS were 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.

	<b>USS</b>	<b>OSPS</b>
Date of valuation:	31/03/2008a	31/07/07
Date valuation results published:	04/02/09	09/10/2008
Value of past service liabilities:	£28,135m	£322m
Value of assets:	£28,842m	£279m
Funding Surplus/(Deficit):	£707mb	(£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)	23.0 yrs	22.0 yrs
Assumed life expectancy at age 65 (females)	25.0 yrs	24.0 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%c
Effective date of next valuation:	31/03/2011a	31/07/10

**Notes:**

a. USS' actuary will undertake 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 publication of the final results in 2012.

**MANSFIELD COLLEGE**  
**Notes to the Financial Statements**  
**Year ended 31 July 2010**

b. In the 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 small 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 OSPA 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 has certified that the additional 3.65% contribution should eliminate the deficit by 31 July 2025.

d. Since 31 March 2008, global investment markets have continued to fluctuate and the actuary has estimated the funding level of USS had fallen from 103% at 31 March 2008 to 91% (a deficit of £3,065m) at 31 March 2010. This estimate is based on the funding level at 31 March 2008, adjusted to reflect the fund's actual investment performance over the two years and changes in market conditions (market conditions affect both the valuation rate of interest and also the inflation assumption which in turn impacts on the salary and pension increase assumptions). On the FRS17 basis, the actuary estimated that the funding level at 31 March 2010 was 80% and on a buy out basis was approximately 57%.

e. The USS employer contribution rate required for future service benefits alone at the date of the valuation was 16.0% of total pensionable salaries and the Trustee company, on the advice of the actuary, decided to implement the increase from 14% to 16% on 1 October 2009.

**6.3 Sensitivity of actuarial valuation assumptions:**

Surpluses or deficits which arise at future valuations may impact on the College's future contribution commitment. The

Assumption	Change in assumption	Impact on scheme liabilities	
		USS	OSPS
Valuation rate of interest	increase/decrease by 0.5%	decrease / increase by £2.2bn	decrease / increase by £30m
Rate of pension increases	increase/decrease by 0.5%	increase / decrease by £1.5bn	increase / decrease by £20m
Rate of salary growth	increase/decrease by 0.5%	increase / decrease by £0.7bn	increase / 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

**6.4 Pension charge for the year:**

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

Scheme	2010 £'000	2009 £'000
Universities Superannuation Scheme	127	107
University of Oxford Staff Pension Scheme	109	105
Other	0	1
Total:	236	108

**MANSFIELD COLLEGE**  
**Notes to the Financial Statements**  
**Year ended 31 July 2010**

**7 ANALYSIS OF EXPENDITURE**

	Staff costs £'000	Depreciation £'000	Other operating expenses £'000	2010 Total £'000	2009 Total £'000
Academic	1,074		246	1,320	1,330
Residences, catering and conferences	814		485	1,299	1,334
Premises	61	160	279	500	440
College administration	314	23	138	475	526
Endowment management	0		0	0	0
Fundraising	60		27	87	72
Other	16		7	23	22
	<u>2,339</u>	<u>183</u>	<u>1,182</u>	<u>3,704</u>	<u>3,724</u>
Interest payable				5	9
Contribution under Statute XV				0	0
<b>Total expenditure</b>				<u>3,709</u>	<u>3,733</u>
				£'000	£'000
Interest payable relates to -					
Bank loans, overdrafts and other loans:					
Repayable within 5 years				1	8
Repayable wholly or partly in more than 5 years				4	1
Finance leases					
				<u>5</u>	<u>9</u>
Other operating expenses include auditors' remuneration:					
in respect of the audit of these financial statements				12	10
in respect of other services				<u>4</u>	<u>3</u>

**MANSFIELD COLLEGE**  
**Notes to the Financial Statements**  
**Year ended 31 July 2010**

8 TAXATION	2010 £'000	2009 £'000
United Kingdom corporation tax	<u>0</u>	<u>0</u>

**9 SURPLUS FOR THE YEAR**

	£'000	£'000
College's surplus for the year	545	17
Surplus generated by the subsidiary undertaking(s)		
	<u>545</u>	<u>17</u>

**10 TANGIBLE FIXED ASSETS**

**CONSOLIDATED AND COLLEGE**

	Land & buildings			Total £'000
	Freehold £'000	Long leasehold £'000	Equipment £'000	
<b>Cost</b>				
At start of year	6,175	0	309	6,484
Additions	86	0	50	136
Disposals	0	0	0	0
At end of year	<u>6,261</u>	<u>0</u>	<u>359</u>	<u>6,620</u>
<b>Depreciation</b>				
At start of year	845	0	275	1,120
Charge for period	160	0	23	183
On disposals	0	0	0	0
At end of year	<u>1,005</u>	<u>0</u>	<u>298</u>	<u>1,303</u>
<b>Net book value</b>				
At end of year	<u>5,256</u>	<u>0</u>	<u>61</u>	<u>5,317</u>
At start of year	<u>5,330</u>	<u>0</u>	<u>34</u>	<u>5,364</u>

**11 FIXED ASSET INVESTMENTS**

The College owns 100% of the issued share capital of Mansfield College Services Limited, a company incorporated in England and Wales. The company has remained dormant throughout the financial year.

**MANSFIELD COLLEGE**  
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**12 ENDOWMENT ASSET INVESTMENTS**

	2010			2009		
	Securities & cash £'000	Land & property £'000	Total £'000	Securities & cash £'000	Land & property £'000	Total £'000
<b>At market value</b>						
At start of year	8,460	0	8,460	9,132	0	9,132
Purchases at cost	861	0	861	1,367	0	1,367
Sales proceeds	(697)	0	(697)	(1,055)	0	(1,055)
Increase/(decrease) in cash held by fund manager	394		394	(49)		(49)
Revaluation gains	1,079	0	1,079	(935)	0	(935)
<b>At end of year</b>	<b>10,097</b>	<b>0</b>	<b>10,097</b>	<b>8,460</b>	<b>0</b>	<b>8,460</b>
Analysed as	2010		2009			
Fixed interest stocks (listed)	884		856			
Equities (listed)	7,992		6,784			
Unlisted securities	77		70			
Cash	1,144		750			
Other net assets						
	<b>10,097</b>		<b>8,460</b>			
Historical cost at end of year	<b>9,610</b>		<b>9,203</b>			

**13 DEBTORS**

	2010 £'000	2009 £'000
Amounts falling due within one year		
Trade debtors	151	176
Amounts owed by College members	194	192
Amounts owed by group undertakings	0	0
Loans	1	0
Prepayments and accrued income	131	77
Amounts falling due after more than one year		
Loans	0	0
Other debtors	0	0
	<b>477</b>	<b>445</b>

**MANSFIELD COLLEGE**  
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**14 CREDITORS: AMOUNT FALLING DUE WITHIN ONE YEAR**

	COLLEGE	
	2010 £'000	2009 £'000
Bank loans and overdrafts	202	272
Obligations under finance leases	0	0
Unsecured loans	58	57
Trade creditors	37	103
College Contribution	0	0
Corporation tax	0	0
Other taxation and social security	6	76
Amounts owed to group undertakings	0	0
Accruals and deferred income	54	72
Other creditors	231	193
	<u>588</u>	<u>773</u>

**15 CREDITORS: AMOUNT FALLING DUE AFTER MORE THAN ONE YEAR**

	£'000	£'000
Bank loans	0	6
University Building loan	96	123
Other long term creditors	24	42
	<u>120</u>	<u>171</u>

Bank loan at 2 per cent over LIBOR repayable by October 2011.  
University building loan is repayable over 10 years.

**16 DEFERRED CAPITAL**

	2010 £'000	2009 £'000
At start of year	2,087	2,018
New capital	234	164
Released to income and expenditure account	(63)	(95)
<b>At end of year</b>	<u>2,258</u>	<u>2,087</u>

[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**

	2010			2009		
	Specific £'000	General £'000	Total £'000	Specific £'000	General £'000	Total £'000
At start of year	1,251	7,209	8,460	1,321	7,811	9,132
Endowments received	16	0	16	62	234	296
Appreciation (depreciation) of endowment investments	155	923	1,078	(133)	(802)	(935)
Income receivable from endowment asset investments	39	283	322	46	302	348
Transferred to income and expenditure account (note 4)	(36)	(261)	(297)	(45)	(302)	(347)
Capital grant from the University			0			0
Transfer (to) from reserves		518	518		(34)	(34)
<b>At end of year</b>	<u>1,425</u>	<u>8,672</u>	<u>10,097</u>	<u>1,251</u>	<u>7,209</u>	<u>8,460</u>

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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.

**18 RESERVES**

<b>DESIGNATED RESERVES</b>	2010 £'000	2009 £'000
At start of year	540	540
Transfers (to) from general reserve		
<b>At end of year</b>	<u>540</u>	<u>540</u>

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 2010 they comprised:

	£'000	£'000
Reserve for replacement and maintenance of functional buildings	60	60
New building reserve	480	480
	<u>540</u>	<u>540</u>

**MANSFIELD COLLEGE**  
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**18 RESERVES (continued)**

**GENERAL RESERVES**

	2010 £'000	2009 £'000
At start of year	2,366	2,317
Prior year adjustment	0	0
Surplus from income and expenditure account	545	17
Transfer (to)/from endowment	(518)	34
Capital repaid to endowment	0	0
Transfers (to) from designated reserves	0	(2)
<b>At end of year</b>	<b><u>2,393</u></b>	<b><u>2,366</u></b>

	2010 £'000	2009 £'000
Representing:		
Undepreciated cost of tangible fixed assets financed out of general reserve	5,317	5,364
Deferred capital	(2,258)	(2,088)
College general reserve	(666)	(910)
	<b><u>2,393</u></b>	<b><u>2,366</u></b>

**19 FINANCIAL COMMITMENTS**

At 31 July the College had annual commitments under non-cancellable operating leases as follows:

	2010 £'000	2009 £'000
<b>Land and buildings</b>		
Expiring within one year	134	100
Expiring between two and five years inclusive		
Expiring in over five years		
	<b><u>134</u></b>	<b><u>100</u></b>

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

	2010 £'000	2009 £'000
Surplus for the year	545	17
Depreciation	183	275
Surplus on disposal of fixed assets	0	(17)
Endowment income and interest receivable	(298)	(353)
Interest payable	5	9
Decrease (increase) in stocks	(4)	14
Decrease (increase) in debtors	(32)	(106)
(Decrease) increase in creditors	(117)	41
(Decrease) increase in provisions	0	0
Deferred capital released to income	(63)	(95)
	<b><u>219</u></b>	<b><u>(215)</u></b>

**MANSFIELD COLLEGE**  
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**21 ANALYSIS OF CHANGES IN NET FUNDS**

	2010 £'000	Changes £'000	2009 £'000
Cash at bank and in hand	51	(27)	78
Endowment assets cash	1,144	394	750
Bank overdrafts	(202)	70	(272)
Short term deposits			
	<u>993</u>	<u>437</u>	<u>556</u>
Loan due within 1 year	(58)	(1)	(57)
Loan due after 1 year	(120)	51	(171)
	<u>815</u>	<u>487</u>	<u>328</u>