

St Catherine's College

Annual Report and Financial Statements

Year ended 31 July 2011

St Catherine's College
Annual Report and Financial Statements
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St Catherine's College

Governing Body, Officers and Advisers

Year ended 31 July 2011

MEMBERS OF THE GOVERNING BODY

The Members of the Governing Body are the College's charity trustees under charity law. The members of the Governing Body who served in office as Governors during the year or subsequently are detailed below.

		(1)	(2)	(3)	(4)	(5)
Professor R W Ainsworth		•	•	•	•	
Professor S Anand						
Professor R J Parish						
Dr F E Dinshaw		•	•			
Professor P D Battle						
Rev C P Thompson	Retired					
Dr G Rosser						
Professor J S Foord						
Dr R A Leese		•				
Dr L Fawcett						
Professor S Cooper						
Professor H Mardon	Retired					
Professor P Franklin						
Mr J C Smith						
Professor P Handford		•				•
Professor R Todd						
Dr M Lackenby			•	•		
Dr M Mulholland					•	
Professor G Lowe				•		
Dr R Berry						
Mr A Handa						
Mr J Bennett		•			•	
Professor D Womersley						
Ms C Chappell				•		
Dr D Gillespie						
Professor P Edwards						
Professor P Grant						•
Dr J N Pila						

St Catherine's College

Governing Body, Officers and Advisers

Year ended 31 July 2011

Dr B Van Es				•		
Dr T Pizzari						
Dr B Byrne			•	•		
Dr A Barry				•		
Dr R Bailey		•				
Dr G Scerif					•	
Dr C Reisinger						
Dr T J Bayne						
Dr K Shepherd-Barr						
Dr A Bunker					•	
Dr A Smith						
Dr A Muench						
Professor U Oppermann						
Professor A Goriely						
Dr J Morgan		•				
Dr D Robertson	Elected					
Mr J Healey	Elected					
Professor P Ireland	Elected					
Professor P Hamalainen	Elected					
Dr B Bollig	Elected					
Dr E Stride	Elected				•	

During the year the activities of the Governing Body were carried out through five principal committees. The current membership of these committees is shown above for each Fellow.

- (1) Finance Committee
- (2) Investment Subcommittee (reports to Finance)
- (3) Academic Policy Committee
- (4) Student Liaison Committee
- (5) Remuneration Committee

The Remuneration Committee includes, in addition to the Fellows indicated above, two external members, Mr A W Henfrey and Mr S Clark. Mr Henfrey is also a member of the Investment Subcommittee.

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Governing Body, Officers and Advisers

Year ended 31 July 2011

COLLEGE SENIOR STAFF

The senior staff of the College to whom day to day management is delegated are as follows.

Master	<i>Professor R W Ainsworth</i>
Senior Tutor	<i>Dr B Van Es</i>
Dean	<i>Dr M Mulholland</i>
Finance Bursar	<i>Dr F E Dinshaw</i>
Home Bursar	<i>Mr J L Bennett</i>

COLLEGE ADVISORS

Investment managers

OXIP Ltd

Auditor

Critchleys LLP

Greyfriars Court

Paradise Square

Oxford OX1 1BE

Bankers

Lloyds TSB

The Atrium

Davidson House

Forbury Square

Reading

RG1 3EU

College address

St Catherine's College, Manor Rd, Oxford OX1 3UJ

Website

www.stcatz.ox.ac.uk

St Catherine's College

Report of the Governing Body

Year ended 31 July 2011

The Members of the Governing Body present their Annual Report for the year ended 31 July 2011 under the Charities Act 1993 together with the audited financial statements for the year.

REFERENCE AND ADMINISTRATIVE INFORMATION

St Catherine's College in the University of Oxford, which is known as St Catherine's College, ("the College") is an eleemosynary chartered charitable corporation aggregate. It was founded under a royal charter granted 1 October 1964.

The College registered with the Charities Commission on 15 September 2011 (registered number 1143817).

The names of all Members of the Governing Body at the date of this report and of those in office during the year, together with details of the senior staff and advisers of the College, are given on pages 2 to 4.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing documents

The College is governed by its Charter dated 1 October 1964 and Statutes last amended June 2004.

Governing Body

The Governing Body is constituted and regulated in accordance with the College Statutes, the terms of which are enforceable ultimately by the Visitor, who is HRH Prince Philip, Duke of Edinburgh. The Governing Body is self-appointing and consists of The Master, Bursars, Academic Registrar, Official Tutorial fellows (Class A), Professorial Fellows and some other Fellows. New members of the Governing Body are elected on the basis of a recommendation to Governing Body of the Fellowships Committee.

The Governing Body determines the continuing strategic direction of the College and regulates its administration and the management of its finances and assets. It meets regularly under the chairmanship of the Master and is advised by five principal committees.

Recruitment and training of Members of the Governing Body

New Fellows, including those who are *ex officio* members of the Governing Body, are recruited in open competition following established conventions for advertisement. They are inducted into the workings and procedures of the College, including Governing Body policy, by the Master and College Officers. Members of the Governing Body are briefed on good practice for trustees and made aware of current issues and regulatory requirements in the sector.

Representatives of junior members are present at meetings of the Governing Body and of certain College Committees.

Organisational management

The members of the Governing Body meet 10 times a year. The work of developing their policies and monitoring the implementation of these is carried out by five principal Committees:

- The Finance Committee has oversight over all matters of financial strategy including the generation and expenditure of capital and income, the investment of the endowment and the monitoring of risk.
- The Investment Subcommittee assists the Finance Committee to formulate investment policy and is responsible for its implementation.
- The Academic Policy Committee has oversight over all aspects of the academic strategy and educational activity of the College.
- The Student Liaison Committee has oversight over all matters affecting students directly, ranging from academic matters through to the domestic arrangements of the College.

St Catherine's College

Report of the Governing Body

Year ended 31 July 2011

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- The Remuneration Committee is responsible for recommending to Finance Committee and Governing Body levels of remuneration for all members of the Governing Body, for keeping them under review, and for ensuring that any conflicts of interest that may arise are acknowledged and appropriately addressed.

The day-to-day running of the College is delegated to the Master and senior College Officers, The Master chairs all meetings of the principal committees with the exception of Remuneration Committee.

Group structure and relationships

The College administers a number of special trusts, as detailed in Notes 19 and 20 to the financial statements.

The College has two wholly owned non-charitable subsidiaries: St Catherine's College Management Ltd and St Catherine's College Development Ltd whose annual profits are donated to the College under the Gift Aid Scheme. The subsidiaries' aims, objectives and achievements are covered in the relevant sections of this report.

The College is part of the collegiate structure of the University of Oxford. Material interdependencies between the University and the College arise as a consequence of this relationship.

Risk management

The Governing Body, which has ultimate responsibility for managing any risks faced by the College, has given consideration to the major risks to which the College and its subsidiaries are exposed and has concluded that adequate systems are in place to manage these risks. It is recognised that systems can provide reasonable but not absolute assurance that major risks have been managed.

The College is engaged in risk assessment on a continuous basis. When it is not able to address risk issues using internal resources, the College takes advice from experts external to the College with specialist knowledge. Policies and procedures within the College are reviewed by the relevant College Committee, chaired by the Master or one of the Bursars. Financial and overall strategic risks are assessed by the Finance Committee; investment risks are monitored by the Investment Subcommittee; the Home Bursar and domestic heads of department meet regularly to review health and safety issues. Training courses and other forms of career development are available, when appropriate, to members of staff to enhance their skills in risk-related areas. The College's risk register is formally reviewed at Governing Body once a year.

OBJECTIVES AND ACTIVITIES

Charitable Objects and Aims

The College's Charitable Objects are to advance learning, education and research in the arts and sciences and to provide for men and women who shall be members of the University a College wherein they may work for degrees in the university or may carry out postgraduate or other special studies.

The aims of the College's subsidiaries are to help finance the achievement of the College's aims as above.

Activities and objectives of the College

The College's principal activity, as specified in the Charter and Statutes, is to fulfil its educational purposes with respect to both teaching and research and promote its best interests, having regard to both the obligations and rights that ensue from its incorporation within the Collegiate University and its status as a registered charity.

Public benefit

The Governing Body is mindful of the long-standing requirement to provide public benefit and of the disclosure requirements of the Charities Act 2006. In this connection the Governing Body has monitored closely the general and supplemental guidance produced by the Charity Commission, in particular its public benefit guidance on advancement of education and on fee-charging.

The College's aims for the public benefit are to engage in educational activities as defined in our Objects above.

St Catherine's College

Report of the Governing Body

Year ended 31 July 2011

The College is one of the constituent colleges of the University of Oxford chiefly admitting undergraduate and postgraduate students. Such students must be members of a college in order to study for degrees at the University of Oxford, and many Faculty posts in the University are joint appointments between a college and the University. The College therefore carries out its education and research activities jointly with the University.

The College supplements the education provision provided jointly with the University with further tutorial teaching provided by college-only appointed teachers, its own library and IT facilities, and welfare, domestic, social, cultural and recreational facilities to enable each of its students to realise their academic and personal potential to its fullest extent.

The College also supplements the research activities it promotes jointly with the University through joint appointments by providing College Research Fellowships, providing funding in support of research, providing facilities for visiting researchers and for national and international conferences, and a social environment for interaction between researchers. Additionally, the College supports outreach activities designed to promote aspiration among United Kingdom school-leavers to engage in University study.

The College provides various forms of financial assistance to both undergraduate and postgraduate students through prizes, scholarships and grants, and to alleviate cases of hardship.

The College admits undergraduates; postgraduates are admitted jointly with the University. The College admits undergraduate students from the EU without any restriction of subject except the satisfaction of stated academic criteria. Tuition fees for Home and EU students are regulated and financed on a national basis, and for other students in conformity to University-wide agreements. The College charges its students for accommodation and food; students are eligible for Student Loans under the national scheme, and for Oxford Opportunity Bursaries on a means-tested basis to cover these and related core maintenance costs.

Non-EU undergraduates and postgraduates need also to satisfy the College in advance of being enrolled on a course that they are able to pay their fees and charges for the duration of that course.

The private benefit accruing to the Master, Fellows and other employees of the College by means of salaries and employment-related benefits is objectively reasonable. Where the recipients of benefits are members of the Governing Body, and therefore are trustees, the Governing Body has directed that all forms of benefits and remuneration are determined by a Remuneration Committee including a Chair and majority of suitably qualified individuals who are not members of the Governing Body or not eligible to receive such remuneration or benefits.

The College does not consider that any detriment or harm arises from carrying out the College's aims.

The College remains committed to the aim of providing public benefit in accordance with its founding principles.

St Catherine's College

Report of the Governing Body

Year ended 31 July 2011

ACHIEVEMENTS AND PERFORMANCE

The College achieved some notable results in final and preliminary examinations including five Firsts in Chemistry finals ; strong performances across the board in Music and Materials Science; the top First (Gibbs Prize) in the University in Chemistry Part 1 and two other prizes in Chemistry; the Junior Mathematical Prize; the Examiner's Observed Structured Clinical Examination Prize for overall performance in Part I Prelims, and the Law Faculty prize in Constitutional Principles of the European Union. 25 students from 16 different Faculties and Departments were granted leave to supplicate for the DPhil and a further 73 graduates have been successful in other graduate examinations (10 with distinction). The College admitted 139 undergraduates in Michaelmas Term 2011 following the December 2010 Admissions Exercise in which it had 666 applicants. 147 new students also embarked on graduate courses.

This year saw the retirements of Tutorial fellows in Spanish and Medicine and the election of a Tutorial Fellow in Spanish, Fellows by Special Election in Biomedical Engineering and Medicine, a Junior Research Fellow in Biology, and a new Donald Schultz Professor of Turbomachinery. Among the research achievements of the fellowship during the year were the publication by Oxford University Press of Professor Richard Parish's Bampton Lectures, *Catholic Particularity in Seventeenth Century French Writing* and Professor Peter Franklin's *Seeing Through Music* as well as *The Cambridge History of the Romance Languages, Volume One: Structures* co-authored by Mr J C Smith. Professor Peter Edwards was invited to deliver the Royal Society's premier lecture in the physical sciences, the Bakerian Lecture; Professor Sir Michael Atiyah was appointed a Grand Officer of the Légion d'honneur in recognition of his work in mathematics; Professor Ahmed Zewail received the 2011 Priestly Medal for the development of ultrafast probe methods in chemistry, biology and materials sciences.

The Catz|Fivezero campaign, which culminates in 2012 as the College celebrates the 50th anniversary of the arrival of its first students in 1962, has raised nearly £5.5 million, of which £2.1 million was raised in 2010-2011. 850 people made a donation to College last year, of whom 110 have given to the College for the first time. A Legacy Day was held to celebrate those who have made arrangements in their Wills to support the College. 15 new Legacy Pledges were received in the year.

The year saw the completion of a substantial refurbishment of the Bernard Sunley Lecture Theatre including an upgrade of the seating in collaboration with the original manufacturer Fritz Hansen.

FINANCIAL REVIEW

The accounts are presented in the format prescribed by Statute XV of the University in conformity with UK Charity Statement of Recommended Practice. The operating results for the year are satisfactory. In assessing the results for the year the Governing Body differentiates between core recurring operations which are predictable, such as the transfer of total return from capital funds at a sustainable annual level and those which are likely to evidence a significant degree of volatility year on year, such as donations and legacies. If the sustainable spending transfers are included but donations excluded, then the net surplus for the year is £384K. This outcome was £48K better than budgeted for principally owing to better returns from domestic operations particularly vacation lettings and conferences. The College continued to invest in the fabric of the buildings and in IT provision, but increases to most recurring costs were contained well below the level of inflation. It was a particularly successful year for fundraising owing both to regular annual gifts and to a major donation to provide bursaries for Visiting Students from India.

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Report of the Governing Body

Year ended 31 July 2011

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.

Reserves policy

The College's reserves policy is to maintain sufficient free reserves to enable it to meet its short-term financial obligations in the event of an unexpected revenue shortfall and to allow the College to be managed efficiently and to provide a buffer that would ensure uninterrupted services.

The College's free reserves at the year-end show a negative balance of £3,360K (2010: negative £4,157K). The free reserves of the College will remain negative in the next few years because of the financing and depreciation charges associated with recent and planned capital projects. Ideally the Governing Body considers that a general free reserve of £3 million should be built up as circumstances permit.

Investment policy, objectives and performance

The College's investment objectives are to balance current and future beneficiary needs by:

- maintaining (at least) the value of the investments in real terms;
- producing a consistent and sustainable amount to support expenditure; and
- delivering these objectives within acceptable levels of risk.

Taking account of the three factors above, the Investment Subcommittee has set the following policies:

- The College's investment portfolio should be managed for total return
- The long-term (defined as 5-10 years rolling) investment target and benchmark should be CPI +4.5%.
- Risk should be moderated to around half the standard deviation of global equities by appropriate diversification of both asset class and manager
- Over the long run the Investment Subcommittee expects this policy to match returns on global equity, 75% hedged to sterling, by tending to outperform falling markets more than it underperforms rising ones.

These policies are implemented in the main via the College's investment of the greater part of its endowment (currently 87%) in OXIP Limited Partnership, a Scottish Limited Partnership investing in a diversified portfolio designed with the College's objectives in mind. The investment manager of the Partnership is Oxford Investment Partners Limited, in which the College also owns an equity stake alongside Balliol, Christ Church, New College and St John's. The College also has lesser amounts invested in the Jubilee Fund, a Fund of Hedge Funds, managed by Fauchier Partners; in several private equity partnerships; in residential property in Oxford and its vicinity; and in cash (9.3 % at 31 July).

The investment strategy, policy and performance are monitored by the Investment Committee. At the year end, the College's long term investments, combining securities, cash and property investments, totalled £40,287K. The total return on endowment for the year was +10.1% for the year compared with +8.96% for the benchmark. It is now five years since the establishment of the College's policy of diversified investment described above. Owing to the destruction of value during the credit crunch of 2008-09, endowment performance since inception of the policy in 2006 is unlikely to match its target of CPI + 4.5% for a considerable period. The cumulative endowment performance in the 5 years from August 2006 to July 2011

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Report of the Governing Body

Year ended 31 July 2011

has been +13.1% compared with +44.2% for CPI +4.5% pa. Over the same period global equities, 75 % hedged to sterling, have returned -2.2%. The corresponding cumulative performance for OXIP SLP has been +4.8%

The Subcommittee's general direction from the Governing Body and its Finance Committee is to provide for a prudent and sustainable percentage of the expected long run return on endowment to fund the College's objectives, while at the same time aiming for some growth in real endowment capital. The Subcommittee believes that its sustainable spending target should range between 3% and 4% of the average of the endowment value at 31 July in the previous three years. This year the transfer was set at 3%.

FUTURE PLANS

The College's future plans are

- to continue to strive by all possible means for excellence in teaching, learning and research within the framework of an Oxford college
- to raise further endowment to secure a sufficient degree of College autonomy against a background of considerable financial uncertainty in higher education. The College will continue to raise money for its core purposes: student support, teaching, the development of its facilities, and the general endowment to sustain its activities.
- to ensure that risks are clarified in order to minimise the impact of unexpected or undesirable consequences so that the College continues to enhance its ability to provide a first-class education.

STATEMENT OF ACCOUNTING AND REPORTING RESPONSIBILITIES

The Governing Body is responsible for preparing the Report of the Governing Body and the financial statements in accordance with applicable law and regulations.

Charity law requires the Governing Body to prepare financial statements for each financial year in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards) and applicable law.

Under charity law the Governing Body must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the College and of its net incoming or outgoing resources for that period. In preparing these financial statements, the Governing Body is required to:

- select the most suitable accounting policies and then apply them consistently;
- make judgments and accounting estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the College will continue to operate.

The Governing Body is responsible for keeping proper accounting records that are sufficient to show and explain the College's transactions and disclose with reasonable accuracy at any time the financial position of the College and enable them to ensure that the financial statements comply with the Charities Act 1993. They

St Catherine's College

Report of the Governing Body

Year ended 31 July 2011

are also responsible for safeguarding the assets of the College and ensuring their proper application under charity law and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by the Governing Body on 30 November 2011 and signed on its behalf by:

Professor R W Ainsworth

Master

ST CATHERINE'S COLLEGE

Report of the Auditor to the Members of the Governing Body of St Catherine's College

We have audited the financial statements of St Catherine's College for the year ended 31 July 2011 which comprise the Statement of Accounting Policies, the Consolidated Statement of Financial Activities, the Consolidated and College Balance Sheets, the Consolidated Cash Flow Statement and the related notes numbered 1 to 31.

This report is made solely to the College's Governing Body in accordance with section 44 of the Charities Act 1993. 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 its Governing Body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Governing Body and auditor

As explained more fully in the Statement of Accounting and Reporting Responsibilities, the Governing Body is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

We have been appointed as auditor under section 43 of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the charity's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the Governing Body; and the overall presentation of the financial statements.

We read all the information in the Report of the Governing Body to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the state of the group's and the charity's affairs as at 31 July 2011 and of the group's incoming resources and application of resources for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been prepared in accordance with the requirements of the Charities Act 1993.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 1993 requires us to report to you if, in our opinion:

- the information given in the Report of the Governing Body is inconsistent in any material respect with the financial statements; or
- sufficient accounting records have not been kept by the parent charity; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.

Critchleys LLP

Oxford
6 December 2011

ST CATHERINE'S COLLEGE

Statement of Accounting Policies

Year ended 31 July 2011

1. Scope of the financial statements

The financial statements present the Consolidated Statement of Financial Activities (SOFA), the Consolidated and College Balance Sheets and the Consolidated Cash Flow Statement comprising the consolidation of the College and with its wholly owned subsidiaries, St Catherine's College Management Ltd and St Catherine's College Development Ltd. No separate SOFA has been presented for the College alone as permitted by paragraph 397 of the Charities SORP 2005. The results of the subsidiaries as included in the consolidated income, expenditure and results of the College are disclosed in note [13].

2. Basis of accounting

The financial statements have been prepared under the Charities Act 2006 and in accordance with the Statement of Recommended Practice on Accounting and Reporting by Charities issued in 2005 ("the Charities SORP") and applicable accounting standards. The financial statements are drawn up on the historical cost basis of accounting as modified by the revaluation of investment properties and other investments.

3. Incoming resources from fee income, HEFCE support and other charges for services

Fees receivable, HEFCE support and charges for services and use of the premises, including contributions received from restricted funds, are accounted for in the period in which the related service is provided.

4. Incoming resources from donations and legacies

Voluntary income is accounted for in the period in which it is received.

Voluntary income received for the general purpose of the College is credited to unrestricted funds.

Voluntary income which is subject to specific wishes of the donor is credited to the relevant restricted fund or, where the donation, grant or legacy is required to be held as capital, to the endowment funds. Where donations are received otherwise than in cash, they are valued at the market value of the underlying assets received at the date of receipt.

5. Investment income

Interest on bank balances and fixed interest securities is accounted for in the period to which the interest relates.

Dividend income and similar distributions are accounted for in the period in which they become receivable.

Income from investment properties is accounted for in the period to which the rental income relates.

6. Expenditure

Expenditure is accounted for on an accruals basis. Indirect expenditure is apportioned to expenditure categories based on the estimated amount attributable to that activity in the year, either by reference to staff time or the use made of the underlying assets, as appropriate. Irrecoverable VAT is included with the item of expenditure to which it relates.

Grants awarded are expensed as soon as they become legal or operational commitments.

Governance costs comprise the costs of complying with constitutional and statutory requirements.

Intra-group sales and charges between the College and its subsidiaries are excluded from trading income and expenditure.

7. Tangible fixed assets

The cost of major renovation projects which increase the service potential of buildings is capitalised and depreciated over applicable periods. Expenditure on equipment costing more than £1K is capitalised and carried in the balance sheet at historical cost.

ST CATHERINE'S COLLEGE
Statement of Accounting Policies
Year ended 31 July 2011

Other expenditure on equipment incurred in the normal day-to-day running of the College and its subsidiaries is charged to the Statement of Financial Activities as incurred.

8. Depreciation

Depreciation is provided to write off the cost of all relevant tangible fixed assets, less their estimated residual value, in equal annual instalments over their expected useful economic lives as follows:

Freehold properties, including major extensions	30 years
Building improvements	20 - 30 years
Equipment	4 - 10 years

Freehold land is not depreciated. The cost of maintenance is charged in the Statement of Financial Activities in the period in which it is incurred.

9. Investments

Investment properties are valued as individual investments at their market values as at the balance sheet date. Purchases and sales of investment properties are recognised on exchange of contracts.

Listed investments are valued at their mid-market values as at the balance sheet date. Investments such as hedge funds and private equity funds which have no readily identifiable market value are included at the most recent valuations from their respective managers.

Gains and losses arising on the investments are credited or charged to the Statement of Financial Activities and are allocated to the appropriate Fund according to the "ownership" of the underlying assets.

10. Stocks

Stocks are valued at the lower of cost and net realisable value, cost being the purchase price on a first in, first out basis.

11. Foreign currencies

Transactions denominated in foreign currencies during the year are translated at prevailing rates of exchange at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at rates applying at the Balance Sheet date or, where there are related forward foreign exchange contracts, at the contract rates. The resulting exchange differences are taken to the Statement of Financial Activities.

12. Total Return investment accounting

The College statutes authorise the College to adopt a 'total return' basis for the investment of its permanent endowment. The College can invest its permanent endowments without regard to the capital/income distinctions of trust law and with discretion to apply any part of the accumulated total return on the investment as income for spending each year. Until this power is exercised, the total return is accumulated as a capital supplement to the preserved ('frozen') value of the permanent endowment.

The Governing Body has decided that it is in the best interests of the College to account for its invested expendable endowment capital in the same way, though there is no legal restriction on the power to spend such capital.

For the carrying value of the preserved (frozen) permanent capital, the Governors have taken its open market value as at 2003-04, together with the original gift value of all subsequent endowments received.

13. Fund accounting

The total funds of the College and its subsidiaries are allocated to unrestricted, restricted or endowment funds based on the origins of the funds and the terms set by the donors. Endowment funds are further sub-divided into permanent and expendable.

ST CATHERINE'S COLLEGE

Statement of Accounting Policies

Year ended 31 July 2011

Unrestricted funds can be used in furtherance of the objects of the College at the discretion of the Governing Body. The Governing Body may decide that part of the unrestricted funds shall be used in future for a specific purpose and this will be accounted for by transfers to appropriate designated funds.

Restricted funds comprise gifts, legacies and grants where the donors have earmarked funds for specific purposes. They consist of *either* gifts where the donor has specified that both the capital and any income arising must be used for the purposes given *or* the income on gifts where the donor has required that the capital be maintained and the income used for specific purposes.

Permanent endowment funds arise where donors specify that the funds should be retained as capital for the permanent benefit of the College. Any income arising from the capital will be accounted for as unrestricted funds unless the donor has placed restricted the use of that income, in which case it will be accounted for as a restricted fund.

Expendable endowment funds are similar to permanent endowment in that they have been given, or the College has determined based on the circumstances that they have been given, for the long term benefit of the College. However, the Governing Body may at its discretion determine to spend all or part of the capital.

14. Pension costs

The costs of retirement benefits provided to employees of the College through two multi-employer defined pension schemes are accounted for as if these were defined contribution schemes in accordance with the requirements of FRS 17. The College's contributions to these schemes are charged in the period in which the salaries to which the contributions relate are payable.

St Catherine's College
Consolidated Statement of Financial Activities
For the year ended 31 July 2011

	Notes	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2011 Total £'000	2010 Total £'000
INCOMING RESOURCES						
Resources from charitable activities						
Teaching and research	1	7,155	0	0	7,155	6,806
		<u>7,155</u>	<u>0</u>	<u>0</u>	<u>7,155</u>	<u>6,806</u>
Resources from generated funds						
Legacies and donations		8	67	2,335	2,410	549
Trading income	2	930	0	0	930	656
Investment income	3	0	0	82	82	35
Bank and other interest	4	0	0	0	0	0
		<u>938</u>	<u>67</u>	<u>2,417</u>	<u>3,422</u>	<u>1,240</u>
Other incoming resources		33	0	0	33	36
Total Incoming Resources		<u>8,126</u>	<u>67</u>	<u>2,417</u>	<u>10,610</u>	<u>8,082</u>
RESOURCES EXPENDED						
Cost of generating funds						
Fundraising	5	255	0	0	255	241
Trading expenditure		653	0	0	653	631
Investment management costs		0	0	57	57	32
		<u>908</u>	<u>0</u>	<u>57</u>	<u>965</u>	<u>904</u>
Charitable activities						
Teaching and research	5	7,540	196	0	7,736	7,962
		<u>7,540</u>	<u>196</u>	<u>0</u>	<u>7,736</u>	<u>7,962</u>
Governance costs	8	35	0	0	35	17
Total Resources Expended		<u>8,483</u>	<u>196</u>	<u>57</u>	<u>8,736</u>	<u>8,883</u>
Net incoming/(outgoing) resources before transfers						
Transfers between funds	19	(357)	(129)	2,360	1,874	(801)
		<u>798</u>	<u>122</u>	<u>(920)</u>	<u>0</u>	<u>0</u>
Net incoming/(outgoing) resources before other gains and losses		<u>441</u>	<u>(7)</u>	<u>1,440</u>	<u>1,874</u>	<u>(801)</u>
Investment gains/(losses)		0	0	2,598	2,598	3,044
Net movement in funds for the year		<u>441</u>	<u>(7)</u>	<u>4,038</u>	<u>4,472</u>	<u>2,243</u>
Fund balances brought forward	19	15,646	154	36,385	52,185	49,942
Funds carried forward at 31 July	19	<u>16,087</u>	<u>147</u>	<u>40,423</u>	<u>56,657</u>	<u>52,185</u>

St Catherine's College
Consolidated and College Balance Sheets
As at 31 July 2011

	Notes	2011 Group £'000	2010 Group £'000	2011 College £'000	2010 College £'000
FIXED ASSETS					
Tangible assets	10	19,432	19,787	19,841	20,189
Property investments	11	1,510	1,642	1,510	1,642
Securities and other investments	12	38,831	34,698	38,831	34,698
		59,773	56,127	60,182	56,529
CURRENT ASSETS					
Stocks		181	189	181	189
Debtors	15	835	743	1,598	974
Deposits and other short term investments		0	0	0	0
Cash at bank and in hand		1,032	124	415	0
		2,048	1,056	2,194	1,163
CREDITORS: falling due within one year	16	1,664	1,298	1,809	1,403
NET CURRENT ASSETS/(LIABILITIES)		384	(242)	385	(240)
TOTAL ASSETS LESS CURRENT LIABILITIES		60,157	55,885	60,567	56,289
CREDITORS: falling due after more than one year	17	3,500	3,700	3,500	3,700
Provisions for liabilities and charges	18	0	0	0	0
NET ASSETS		56,657	52,185	57,067	52,589
FUNDS OF THE COLLEGE					
Endowment funds		40,423	36,385	40,423	36,385
Restricted funds		147	154	147	154
Unrestricted funds					
Designated funds		19,447	19,803	19,447	19,803
General funds		(3,360)	(4,157)	(2,950)	(3,753)
		56,657	52,185	57,067	52,589

The financial statements were approved and authorised for issue by the Governing Body of St Catherine's College on: 30th November 2011

Trustee:

Trustee:

St Catherine's College
Consolidated Cash Flow Statement
For the year ended 31 July 2011

	Notes	2011 Group £'000	2010 Group £'000
Net cash inflow/(outflow) from operations	25	<u>948</u>	<u>(153)</u>
Returns on investments and servicing of finance			
Income from investments		82	35
Finance costs paid		(231)	(240)
		<u>(149)</u>	<u>(205)</u>
Capital expenditure and financial investment			
New endowment capital received		2,335	490
Payments for tangible fixed assets		(623)	(1,047)
Proceeds from sales of tangible fixed assets		0	0
Payments for investments		(1,943)	(81)
Proceeds from sales of investments		540	1,099
		<u>309</u>	<u>461</u>
Management of liquid resources			
Net (additions to) / withdrawals from term deposits		0	0
Net (purchase) / sale of current asset investments		0	0
		<u>0</u>	<u>0</u>
Financing			
New bank loans		0	0
Bank loans repaid		(200)	(200)
New lease finance		0	0
Capital element of finance lease payments		0	0
		<u>(200)</u>	<u>(200)</u>
Increase/(decrease) in cash in the year		<u>908</u>	<u>(97)</u>
Reconciliation of net cash flow to movement in net funds			
Increase/(decrease) in cash in the year		908	(97)
Transfers to/(from) term deposits and current investments		0	0
Increase in net funds from currency exchange fluctuation		0	0
(Increase)/decrease in loan and lease finance		200	200
Change in net funds		<u>1,108</u>	<u>103</u>
Net funds at 1 August		(3,976)	(4,079)
Net funds at 31 July		<u>(2,868)</u>	<u>(3,976)</u>

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

1 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2011 Total £'000	2010 Total £'000
Teaching and research					
Tuition fees - UK and EU students	1,520	0	0	1,520	1,574
Tuition fees - Overseas students	675	0	0	675	626
Other fees	671	0	0	671	456
Other HEFCE support	443	0	0	443	425
Other academic income	464	0	0	464	429
College residential income	3,382	0	0	3,382	3,296
	7,155	0	0	7,155	6,806

The above analysis includes £1,985k received from Oxford University under the CFF Scheme, net of College fees received directly (2010 - £2051k)

2 TRADING INCOME

	2011 £'000	2010 £'000
Subsidiary company trading income	930	656
Other trading income	0	0
	930	656

3 INVESTMENT INCOME

	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2011 Total £'000	2010 Total £'000
Agricultural rent	0	0	0	0	0
Commercial rent	0	0	0	0	0
Other property income	0	0	49	49	26
Equity dividends	0	0	0	0	0
Income from fixed interest stocks	0	0	0	0	0
Interest on fixed term deposits and cash	0	0	33	33	9
Other investment income	0	0	0	0	0
	0	0	82	82	35

4 BANK AND OTHER INTEREST INCOME

	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2011 Total £'000	2010 Total £'000
Bank interest	0	0	0	0	0
Other interest	0	0	0	0	0
	0	0	0	0	0

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

5 ANALYSIS OF RESOURCES EXPENDED

	Direct staff costs £'000	Other direct costs £'000	Support costs £'000	2011 Total £'000	2010 Total £'000
Costs of generating funds					
Fundraising	157	91	7	255	241
Trading expenditure	250	89	314	653	631
Investment management costs	32	0	25	57	32
Total costs of generating funds	439	180	346	965	904
Charitable expenditure					
Teaching and research	3,485	2,691	1,560	7,736	7,962
Total charitable expenditure	3,485	2,691	1,560	7,736	7,962
Governance costs	17	18	0	35	17
Total resources expended	3,941	2,889	1,906	8,736	8,883

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 the Council.

The teaching and research costs include College Contribution payable of £16k (2010 - £16k).

6 SUPPORT COSTS

	Generating Funds £'000	Teaching and Research £'000	Public Worship £'000	Heritage £'000	2011 Total £'000	2010 Total £'000
Financial and domestic admin	52	428	0	0	480	470
Human resources	0	48	0	0	48	64
IT	1	168	0	0	169	136
Depreciation	293	685	0	0	978	910
Loss/(profit) on fixed assets	0	0	0	0	0	0
Bank interest payable	0	231	0	0	231	240
Other finance charges	0	0	0	0	0	0
	346	1,560	0	0	1,906	1,820

Finance and administration and human resources costs are attributed according to the estimated staff time spent on each activity. Depreciation costs are attributed according to the use made of the underlying assets.

IT costs are attributed according to time allocated to each activity.

Interest and other finance charges are attributed according to the purpose of the related financing.

7 GRANTS AND AWARDS

	Unrestricted Funds £'000	Restricted Funds £'000	2011 Total £'000	2010 Total £'000
During the year the College funded research awards and bursaries to students from its restricted and unrestricted fund as follows:				
Scholarships, prizes and grants	73	196	269	652
Bursaries and hardship awards	270	0	270	247
Grants to other institutions	0	0	0	0
	343	196	539	899

The above costs are included within the charitable expenditure on Teaching and Research.

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

8 GOVERNANCE COSTS

	2011	2010
	£'000	£'000
Governance costs comprise:		
Auditor's remuneration - audit services	17	15
Auditor's remuneration - other services	0	0
Legal and other fees on constitutional matters	1	0
Other governance costs	17	2
	<u>35</u>	<u>17</u>

Other Governance Costs include a small allocation of direct employment costs of College Fellows in time spent on governance matters during the year. Details of the remuneration of the Fellows and their reimbursed expenses are included as a separate note within these financial statements.

9 STAFF COSTS

	2011	2010
	£'000	£'000
The aggregate payroll costs for the year were as follows.		
Salaries and wages	3,754	3,657
Social security costs	245	253
Pension costs	430	429
	<u>4,429</u>	<u>4,339</u>

The average number of permanent employees of the College, excluding Trustees, on a full time equivalent basis was as follows.

	2011	2010
Tuition and research	36	29
College residential	85	85
Fundraising	3	3
Support	11	11
Total	<u>135</u>	<u>128</u>

The average number of employed College Trustees during the year was as follows.

	2011	2010
University Lecturers	21	21
CUF Lecturers	6	6
Other teaching and research	6	5
Other	11	12
Total	<u>44</u>	<u>44</u>

The College also benefits from temporary staff, agency workers and those part-time external tutors who are not on the College payroll.

The following information relates to the employees of the College excluding the College Trustees. Details of the remuneration and reimbursed expenses of the College Trustees is included as a separate note in these financial statements.

The number of employees (excluding the College Trustees) during the year whose gross pay and benefits (excluding employer NI and pension contributions) fell within the following bands was:

£60,001-£70,000	0	0
£70,001-£80,001	0	0
£80,001-£90,001	0	0
£90,001-£100,001	0	0
£100,001-£110,001	0	0
	<u>0</u>	<u>0</u>

The number of the above employees with retirement benefits accruing was as follows:

In defined benefits schemes		
In defined contribution schemes	73	68
	<u>0</u>	<u>0</u>

The College contributions to defined contribution pension schemes totalled

£430	£429
<u>£430</u>	<u>£429</u>

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

10 TANGIBLE FIXED ASSETS

Group	Leasehold land and buildings £'000	Freehold land and buildings £'000	Plant and Machinery £'000	Fixtures, Fittings and Equipment £'000	Total £'000
Cost					
At start of year	0	25,475	0	1,098	26,573
Additions	0	335	0	288	623
Disposals	0	0	0	0	0
At end of year	0	25,810	0	1,386	27,196
Depreciation					
At start of year	0	5,997	0	789	6,786
Charge for the year	0	851	0	127	978
On disposals	0	0	0	0	0
At end of year	0	6,848	0	916	7,764
Net book value					
At end of year	0	18,962	0	470	19,432
At start of year	0	19,478	0	309	19,787

College	Leasehold land and buildings £'000	Freehold land and buildings £'000	Plant and Machinery £'000	Fixtures, Fittings and Equipment £'000	Total £'000
Cost					
At start of year	0	25,877	0	1,098	26,975
Additions	0	342	0	288	630
Disposals	0	0	0	0	0
At end of year	0	26,219	0	1,386	27,605
Depreciation					
At start of year	0	5,997	0	789	6,786
Charge for the year	0	851	0	127	978
On disposals	0	0	0	0	0
At end of year	0	6,848	0	916	7,764
Net book value					
At end of year	0	19,371	0	470	19,841
At start of year	0	19,880	0	309	20,189

The College has historic assets all of which are used in the course of the College's teaching and research activities. These comprise mainly listed buildings on the College site, together with their contents including some works of art. In some cases reliable historical cost information is not available for these assets and could not be obtained except at disproportionate expense. However, in the opinion of the Trustees the depreciated historical cost of these assets is now immaterial.

11 PROPERTY INVESTMENTS

Group and College	Agricultural £'000	Commercial £'000	Other £'000	2011 Total £'000	2010 Total £'000
Valuation at start of year	0	0	1,642	1,642	1,547
Additions and improvements at cost	0	0	0	0	0
Disposals net proceeds	0	0	(180)	(180)	0
Revaluation gains/(losses) in the year	0	0	48	48	95
Valuation at end of year	0	0	1,510	1,510	1,642

The endowment properties which are all residential and mainly comprise houses purchased under the College's joint equity scheme with staff are valued annually by reference to changes since the purchase date in the Nationwide House Price index for the outer South East or where applicable according to the terms of the joint equity agreements.

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

12 SECURITIES AND OTHER INVESTMENTS

	2011 £'000	2010 £'000
Group investments		
Valuation at start of year	34,698	32,767
New money invested	1,943	81
Amounts withdrawn	(360)	(1,099)
Reinvested income	0	0
Investment management fees	0	0
(Decrease)/increase in value of investments	2,550	2,949
Group investments at end of year	38,831	34,698
Investment in subsidiaries	0	0
College investments at end of year	38,831	34,698

Group investments comprise:

	Held outside the UK £'000	Held in the UK £'000	2011 Total £'000	2010 Total £'000
Equity investments	0	33,585	33,585	29,517
Global multi-asset funds	0	0	0	0
Property funds	0	0	0	0
Fixed interest stocks	0	0	0	0
Alternative and other investments	0	1,631	1,631	1,626
Fixed term deposits and cash	0	3,615	3,615	3,555
Total group investments	0	38,831	38,831	34,698

13 SUBSIDIARY UNDERTAKINGS

The College holds 100% of the issued share capital in St Catherine's College Management Ltd, a company providing conference and other event services on the College premises, and 100% of the issued share capital in St Catherine's College Developments Ltd, a company providing design and build construction services to the College.

The results of the subsidiaries and their assets and liabilities at the year end were as follows.

	College Management £'000	College Developments £'000
Turnover	930	327
Expenditure	(361)	(322)
Donation to College under gift aid	(569)	(5)
Result for the year	0	0
Total assets	791	249
Total liabilities	(791)	(249)
Net funds at the end of year	0	0

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

14 STATEMENT OF INVESTMENT TOTAL RETURN

The Trustees have adopted a duly authorised policy of total return accounting for the College investment returns with effect from 2007/08. The investment return to be applied as income is calculated as 3% of the average of the year-end values of the relevant investments in each of the last 3 years. The preserved (frozen) value of the invested endowment capital represents its open market value in 2003/04 together with all subsequent endowments valued at date of gift.

	Permanent Endowment £'000	Expendable Endowment £'000	Total £'000
Investment total return			
Income distributions	8	0	8
Capital gains/losses	444	2,154	2,598
Investment management costs	0	0	0
Total return for the year	<u>452</u>	<u>2,154</u>	<u>2,606</u>
Amount applied as income for spending	<u>(74)</u>	<u>(846)</u>	<u>(920)</u>
Net increase in Unapplied Total Return in the year	378		
Unapplied Total Return at start of year	531		
Unapplied Total Return at end of year	<u>909</u>		
Preserved value of original permanent endowments	<u>6,709</u>		

Investment costs are not considered material and have therefore not been separately disclosed.

15 DEBTORS

	2011 Group £'000	2010 Group £'000	2011 College £'000	2010 College £'000
Amounts falling due within one year:				
Trade debtors	422	667	271	242
Amounts owed by College members	2	4	2	8
Amounts owed by Group undertakings	0	0	914	648
Loans repayable within one year	7	8	7	0
Prepayments and accrued income	375	32	375	32
Other Debtors	21	7	21	19
Amounts falling due after more than one year:				
Loans	8	25	8	25
	<u>835</u>	<u>743</u>	<u>1,598</u>	<u>974</u>

16 CREDITORS: falling due within one year

	2011 Group £'000	2010 Group £'000	2011 College £'000	2010 College £'000
Bank overdrafts	0	0	0	0
Bank loans	200	200	200	200
Obligations under finance leases	0	0	0	0
Trade creditors	782	525	661	489
Amounts owed to College Members	97	97	97	97
Amounts owed to Group undertakings	0	0	271	141
Taxation and social security	191	165	191	165
College contribution	0	33	0	33
Accruals and deferred income	204	121	204	121
Other creditors	190	157	185	157
	<u>1,664</u>	<u>1,298</u>	<u>1,809</u>	<u>1,403</u>

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

17 CREDITORS: falling due after more than one year

	2011	2010	2011	2010
	Group	Group	College	College
	£'000	£'000	£'000	£'000
Bank loans	3,500	3,700	3,500	3,700
Obligations under finance leases	0	0	0	0
Other creditors	0	0	0	0
	<u>3,500</u>	<u>3,700</u>	<u>3,500</u>	<u>3,700</u>

18 PROVISIONS FOR LIABILITIES AND CHARGES

	2011	2010	2011	2010
	Group	Group	College	College
	£'000	£'000	£'000	£'000
At start of year	0	0	0	0
Charged in the Statement of Financial Activities	0	0	0	0
Settled in the year	0	0	0	0
At end of year	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

19 FUNDS OF THE COLLEGE MOVEMENTS

	At 1 August 2010	Incoming resources	Resources expended	Transfers	Gains/ (losses)	At 31 July 2011
	£'000	£'000	£'000	£'000	£'000	£'000
Endowment Funds - Permanent						
Scholarships & Prizes	2,554	229		(25)	189	2,947
Fellowships	2,971	54		(47)	218	3,196
Students	510	17		(2)	37	562
Buildings	4					4
Endowment Funds - Expendable						
General endowment	24,176	458	(57)	(786)	1,833	25,624
Research	5,525	189		(27)	273	5,960
Scholarships & Prizes	499	1,470		(22)	37	1,984
Fellowships	146			(11)	11	146
Total Endowment Funds	<u>36,385</u>	<u>2,417</u>	<u>(57)</u>	<u>(920)</u>	<u>2,598</u>	<u>40,423</u>
Restricted Funds						
Scholarships & prizes	45	21	(19)			47
Students	47	6	(10)			43
Research	62	40	(45)			57
Expenditure from endowment funds on specific purposes			(122)	122		0
Total Restricted Funds	<u>154</u>	<u>67</u>	<u>(196)</u>	<u>122</u>	<u>0</u>	<u>147</u>
Unrestricted Funds						
General reserve	(4,157)	7,502	(7,503)	798		(3,360)
Fixed Asset Designated Fund	19,787	623	(977)			19,433
Other academic reserve	16	1	(3)			14
Total Unrestricted Funds	<u>15,646</u>	<u>8,126</u>	<u>(8,483)</u>	<u>798</u>	<u>0</u>	<u>16,087</u>
Total Funds	<u>52,185</u>	<u>10,610</u>	<u>(8,736)</u>	<u>0</u>	<u>2,598</u>	<u>56,657</u>

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

20 FUNDS OF THE COLLEGE DETAILS

The following is a summary of the origins and purposes of each of the Funds

Endowment Funds - Permanent:

Scholarships & prizes A consolidation of gifts and donations where income, but not capital, can be used for scholarships and prizes.

Fellowships A consolidation of gifts and donations where income, but not capital, can be used for Fellowships.

Students A consolidation of gifts and donations where income, but not capital, can be used for student hardship.

Buildings A consolidation of gifts and donations where income, but not capital, can be used for the buildings of the College.

Endowment Funds - Expendable:

General endowment A consolidation of gifts and donations where either income, or income and capital, can be used for the general purposes of the charity

Scholarships & Prizes A consolidation of gifts and donations where either income, or income and capital, can be used for scholarships and prizes.

Research A fund whose income and in certain circumstances capital may be used for research.

Fellowships A consolidation of gifts and donations where either income, or income and capital, can be used for Fellowships.

Restricted Funds:

Scholarships A consolidation of gifts and donations where both income and capital can be used for scholarships.

Students A consolidation of gifts and donations where both income and capital can be used for the benefit of students.

Research A consolidation of gifts and donations where both income and capital can be used for research.

Designated Funds

Fixed Asset Designated Fund Unrestricted Funds which are represented by the fixed assets of the College and therefore not available for expenditure on the College's general purposes

Other academic reserve Unrestricted Funds allocated by the Governing Body for designated academic purposes.

The General Unrestricted Funds represent accumulated income from the College's activities and other sources that are available for the general purposes of the College

21 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	Total £'000
Tangible fixed assets	19,433	0	0	19,433
Property investments	0	0	1,510	1,510
Securities and other investments	0	0	38,831	38,831
Net current assets	(3,346)	147	82	(3,117)
	<u>16,087</u>	<u>147</u>	<u>40,423</u>	<u>56,657</u>

St Catherine's College
Notes to the financial statements
For the year ended 31 July 2011

22 TRUSTEES' REMUNERATION

The trustees of the college comprise the governing body, primarily fellows who are teaching and research employees of the college and who sit on governing body by virtue of their employment.

No trustee receives any remuneration for acting as a trustee. However, those trustees who are also employees of the college receive salaries for their work as employees. Where possible, these salaries are paid on external scales and often are joint arrangements with the University of Oxford.

Trustees of the college fall into the following categories:

The Master
 Official Tutorial Fellows
 Official non-Tutorial Fellows
 Professorial Fellows
 Readers
 Fellows by Special Election
 Stipendiary Lecturers
 Faculty Lecturers

Some trustees are eligible to participate in the College's joint equity scheme; others may be eligible for a housing allowance which is disclosed within the salary figures below. Five trustees live in houses owned jointly with the college. No such houses were bought and one was sold during the year.

Some trustees receive additional allowances for additional work carried out as part time college officers. For example, Senior Tutor, Dean, Tutor for Admissions, Tutor for Graduates. These amounts are included within the remuneration figures below. The total remuneration and taxable benefits as shown below is £938k (2009-10 £929k). The total of pension contributions is £142k (2009-10 £136k).

Remuneration paid to trustees

Range	2010-2011		2009-2010	
	Number of trustees/fellows	Gross remuneration, taxable benefits and pension contributions £	Number of trustees/fellows	Gross remuneration, taxable benefits and pension contributions £
£0-£999	7	0	8	0
£9,000-£9,999	2	19,103	0	0
£10,000-£10,999	1	10,890	1	10,557
£11,000-£11,999	2	22,166	2	23,318
£12,000-£12,999	1	12,408	0	0
£13,000-£13,999	0	0	1	13,722
£14,000-£14,999	1	14,286	3	42,671
£16,000-£16,999	1	16,910	0	0
£17,000-£17,999	0	0	5	88,520
£18,000-£18,999	5	92,419	5	93,284
£19,000-£19,999	7	136,256	3	58,316
£20,000-£20,999	1	20,297	1	20,736
£21,000-£21,999	3	64,760	3	64,087
£23,000-£23,999	1	23,560	0	0
£35,000-£35,999	1	35,593	0	0
£41,000-£41,999	2	82,795	0	0
£42,000-£42,999	0	0	1	42,690
£44,000-£44,999	0	0	1	44,237
£45,000-£45,999	0	0	1	45,376
£46,000-£46,999	1	46,054	1	46,924
£47,000-£47,999	0	0	1	47,952
£48,000-£48,999	1	48,499	0	0
£49,000-£49,999	1	49,209	2	98,793
£51,000-£51,999	2	102,772	2	103,139
£57,000-£57,999	0	0	1	57,838
£58,000-£58,999	1	58,319	0	0
£59,000-£59,999	1	59,413	0	0
£67,000-£67,999	1	67,812	1	67,542
£95,000-£95,999	0	0	1	95,559
£96,000-£96,999	1	96,250	0	0

Seven trustees are not employees of the college and do not receive remuneration.

All trustees may eat at common table, as can all other employees who are entitled to meals while working.

Trustee expenses

No fellow claimed any expenses for work as a trustee.

Other transactions with trustees

None

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23 PENSION SCHEMES

The College participates in the Universities Superannuation Scheme ("the USS") and the University of Oxford Staff Pension Scheme ("the OSPS") on behalf its staff. 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 Statement of Financial Activities represents the contributions payable to the schemes in respect of the accounting period.

In September 2005 the government introduced legislation that an employer may not withdraw from a multi-employer scheme without funding (to a specified level) its share of any pension liability in the scheme. The funding level specified is the amount required to buy-out the liabilities with an insurance company, and is commonly known as the 'buy-out debt' or 'section 75 debt'. The buy-out debt is a more onerous funding requirement than the scheme's own cautious assumptions and the sums involved can be very substantial.

The latest actuarial valuation of the USS was carried out at 31 March 2008 and published in February 2009. This valuation showed the scheme assets to represent 103% of the scheme liabilities at that date. Based on this valuation the actuary recommended an employer contribution rate of 16% with an employee contribution rate of 6.35%. The full valuation is available on the USS website, http://www.uss.co.uk/Actuarial%20Valuation/actuarial_valuation_2008.pdf. The next actuarial valuation of the USS is due to take place at 31 March 2011 and should be published early in 2012. In addition, a national review of the future of the USS is currently underway.

The latest actuarial valuation of the OSPS was carried out at 31 March 2007 and showed that this scheme had a deficit of approximately £43m. Following this valuation a recovery plan was put in place, which required the University and the participating Colleges to increase their contribution rate from 17.5% to 21.5% to help reduce the deficit. Since the last funding valuation, the economic downturn has had a significant impact on the value of the assets held by the scheme. An estimate of OSPS's funding position as at 31 July 2009 indicated that the shortfall had risen to £166 million.

In light of the actuarial deficit, and in order to ensure that the scheme remains sustainable in the long term, the University is working with the participating Colleges and the scheme's trustees to identify what changes need to be made to OSPS.

The pension charge for the year includes contributions payable to the USS of £212k (2010 - £195k) and contributions payable to the OSPS of £218k (2010 - £234k).

24 TAXATION

The College is able to take advantage of the tax exemptions available to charities from taxation in respect of income and capital gains received to the extent that such income and gains are applied to exclusively charitable purposes. No liability to corporation tax arises in the College's subsidiary company(ies) because the directors of this/these company(ies) have indicated that they intend to make donations each year to the College equal to the taxable profits of the company under the Gift Aid scheme. Accordingly no provision for taxation has been included in the financial statements.

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25 RECONCILIATION OF NET INCOMING RESOURCES TO NET CASH FLOW FROM OPERATIONS

	2011 £'000	2010 £'000
Net incoming resources for the year	1,874	(801)
Elimination of non-operating cash flows:		
- Investment income	(82)	(35)
- Endowment donations	(2,335)	(490)
- Financing costs	231	240
Depreciation	978	910
(Surplus)/loss on sale of fixed assets	0	0
Decrease/(Increase) in stock	8	17
Decrease/(Increase) in debtors	(92)	362
(Decrease)/Increase in creditors	366	(356)
(Decrease)/Increase in provisions	0	0
Net cash inflow/(outflow) from operations	948	(153)

26 ANALYSIS OF CHANGES IN NET FUNDS

	2010 £'000	Cash flow £'000	2011 £'000
Cash at bank and in hand	124	908	1,032
Bank overdrafts	(200)	0	(200)
	(76)	908	832
Deposits and other short term investments	0	0	0
Bank loans due within one year	(200)	0	(200)
Bank loans due after one year	(3,700)	200	(3,500)
Finance lease obligations due within one year	0	0	0
Finance lease obligations due after one year	0	0	0
	(3,976)	1,108	(2,868)

27 FINANCIAL COMMITMENTS

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

	2011 £'000	2010 £'000
Land and buildings		
- expiring within one year	0	0
- expiring between two and five years	0	0
- expiring in over five years	0	0
	0	0
Other		
- expiring within one year	0	0
- expiring between two and five years	0	0
- expiring in over five years	0	0
	0	0

28 CAPITAL COMMITMENTS

The College had contracted commitments at 31 July for future capital projects totalling £0 (2010 - £0)

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29 RELATED PARTY TRANSACTIONS

The College is part of the collegiate University of Oxford. Material interdependencies between the University and of the College arise as a consequence of this relationship. For reporting purposes, the University and the other Colleges are not treated as related parties as defined in FRS8 ("Related party disclosures").

Members of the Governing Body, who are the trustees of the College and related parties as defined by FRS 8, receive remuneration and facilities as employees of the College. Details of these payments and reimbursed expenses as trustees are disclosed separately in these financial statements.

Oxford Investment Partners Limited ("OXiP") is a UK investment company which manages funds for 5 Oxford Colleges and similar investors who share the colleges' investment objectives. The College is a founding shareholder of the Company and owned 19% of the equity of OXIP Ltd at 31 July 2011. The Finance Bursar of the College, Dr F E Dinshaw, is a non-executive director of the Company.

The following trustees had loans outstanding from the College at the start and/or end of the year.

	2011 £'000	2010 £'000
Professor R W Ainsworth	0	1
Professor J Foord	3	4
Professor P Handford	0	10
Professor M Lackenby	4	5
Professor H Mardon	0	7
Professor R Parish	3	3

Interest is charged on the above loans at HMRC's official rate of interest. All loans are repayable within 25 years or on the departure of the trustee from the College if earlier.

The College has properties with the following net book values owned jointly with trustees under joint equity ownership agreements between the trustee and the College.

	2011 £'000	2010 £'000
Dr M Mulholland	126	120
Mr J L Bennett	133	127
Dr B Byrne	167	159
Dr C Reisinger	138	131
Dr K Shepherd-Barr	0	160
Dr R Bailey	155	148

All joint equity properties are subject to sale on the departure of the trustee from the College.

30 CONTINGENT LIABILITIES

None

31 POST BALANCE SHEET EVENTS

None