

Green Templeton College

Annual Report and Financial Statements

Year ended 31 July 2015

GREEN TEMPLETON COLLEGE
Annual Report and Financial Statements
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GREEN TEMPLETON COLLEGE

Governing Body, Officers and Advisers

Year ended 31 July 2015

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 trustees during the year or subsequently are detailed below.

Fellow		Date of joining / leaving	(1)	(2)	(3)	(4)	(5)	(6)
Professor Denise Lievesley	Principal	Joined October 2015	X	X	X			X
Professor Sir David Watson	Principal	Died February 2015	X	X	X			X
Professor Ingrid Lunt	Acting and Vice Principal	Left 30 September 2015	X	X	X			X
Mr Stephen Barclay	Barclay Fellow		X	X				
Dr Stuart Basten		Joined October 2014			X			
Dr Kunal Basu								
Mr Paul Beerling	Bursar		X	X				
Professor Dame Valerie Beral								
Professor Shoumo Bhattacharya								X
Dr Elaine Chase		Joined October 2015			X			
Dr David Cranston								
Dr Richard Cuthbertson	Secretary to the Governing Body		X					
Professor M Daly	Academic Tutor				X			
Professor H Daniels						X		
Professor S Darby			X					
Dr Marella de Bruin								
Professor Sue Dopson								
Mr Ron Emerson	Barclay Fellow	Joined May 2014					X	
Professor Peter Friend			X					
Professor Xiaolan Fu								
Professor Richard Gibbons							X	X
Dr Linda Hands								
Professor Mark Harrison								
Professor Keith Hawton								
Professor Carolyn Hoyle								
Professor Elisabeth Hsu								X
Dr Stephen Kennedy								
Mr Ian Laing	Barclay Fellow			X				
Dr Laurence Leaver					X			
Dr David Levy			X					
Professor Richard McManus								
Professor Paul Montgomery								
Dr Niall Moore								
Professor Tim Morris						X		X
Professor Neil Mortensen								
Ms E Padmore	Barclay Fellow		X				X	
Professor Sir Richard Peto								
Dr Rafael Ramirez					X			
Dr Felix Reed-Tsochas								X

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Dr Susan Relly		Joined October 2015						
Dr Jonathan Reynolds			X			X	X	
Dr Chris Sauer	Senior Tutor		X		X			X
Professor Linda Scott								
Sir Tom Shebbeare	Barclay Fellow					X		
Dr Michael Smets		Joined October 2015						
Dr Rebecca Surender			X					
Dr Marc Thompson								
Dr Stephen Tucker								
Professor Robert Walker								
Dr Andrew White				X				
Professor Kathryn Wood								X
Professor Stephen Woolgar		13.3.2015 transferred to Senior Research Fellowship						
Professor Paul Wordsworth	Dean		X					
Professor James Worrell	Admissions Tutor				X			

During the year the activities of the Governing Body were carried out through 12 committees. The membership of 6 of these committees for the year, as listed below, is as indicated above. Note that Barclay Fellows are drawn from the ranks of those who are or have been active in the fields of business, government, education, the professions or public affairs, and provide a degree of externality to the Governing Body.

- (1) General Purposes Committee
- (2) Investment Committee
- (3) Academic Committee
- (4) Risk and Scrutiny Committee
- (5) Remuneration Committee
- (6) Fellowship Committee

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Governing Body, Officers and Advisers
Year ended 31 July 2015

COLLEGE SENIOR STAFF

The senior staff of the College to whom day to day management is delegated are the Principal and Bursar, as identified above.

COLLEGE ADVISERS

Auditor

Critchleys LLP
Greyfriars Court
Paradise Square
Oxford, OX1 1BE

Bankers

Barclays Bank
Oxford Corporate Group
Oxford, OX1 3DD

Solicitors

Darbys Solicitors LLP
Midland House,
West Way, Botley
Oxford, OX2 0PH

Investment property managers

Jones Lang LaSalle
40 Berkeley Square
Bristol, BS8 1HU

College address

Green Templeton College
43 Woodstock Road
Oxford, OX2 6HG

Website

www.gtc.ox.ac.uk

GREEN TEMPLETON COLLEGE

Report of the Governing Body

Year ended 31 July 2015

The Members of the Governing Body present their Annual Report for the year ended 31 July 2015 under the Charities Act 2011 together with the audited financial statements for the year.

REFERENCE AND ADMINISTRATIVE INFORMATION

The College is registered with the Charities Commission with registration number 1142297.

STRUCTURE, GOVERNANCE AND MANAGEMENT

Governing documents

The College is governed by its Charter and Statutes and Regulations. The Principal, Fellows and Students of Green Templeton College in the University of Oxford, known as Green Templeton College ("the College"), is incorporated under a Royal Charter granted 11 April 1995, subject to amendments by Orders in Council dated 9 July 2008 and 8 June 2011.

Governing Body

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.

The Governing Body is constituted and regulated in accordance with the College Statutes. The Governing Body is self-appointing, typically for renewable terms of 7 years, or, if the appointment is to run co-terminously with an academic appointment at the University, until that University appointment is terminated. Appointments are by election, subject to a two-thirds majority of those present and voting at a quorate meeting of Governing Body.

The Governing Body determines the ongoing 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 Principal and is advised by 12 committees.

Recruitment and training of Members of the Governing Body

New members of the Governing Body are elected on the basis of the recommendations of Fellowship Committee. This meets periodically, but at least once a year, to review the composition of Governing Body to identify any gaps in the academic disciplines represented and to consider any other expertise that would be more generally desirable on Governing Body. Its recommendations as to Governing Body Fellowship are then submitted to Governing Body for its consideration and election as above.

Organisational management

The Governing Body meets at least 4 times a year. The work of developing policies and monitoring the implementation of these is carried out by the College Committees, including, with duties:

- The General Purposes Committee: to advise the Governing Body on all financial, practical and operational matters affecting the running of the College unless these fall within the terms of reference of another committee of the Governing Body;
- The Investment Committee: to make recommendations to the Governing Body on Investment Strategy, to monitor the performance of the College's investments and to advise the Governing Body on the financial aspects of the purchase or sale of property or land;
- The Academic Committee: to arrange a programme of academic activities for the College within a budget approved by the Governing Body, and to consider proposals for College-based research and other academic activities;
- The Risk and Scrutiny Committee: to review the effectiveness of the financial and other internal controls systems of the College, including a report to Governing Body on the audit of the annual accounts, the effectiveness of the General Purposes Committee and to consider the management of risk;
- The Remuneration Committee: to advise Governing Body on the remuneration of the Principal, College Officers and such other staff of the College as the Governing Body may specify from time to time. No member of the Committee shall be involved in any decision as to his or her own remuneration; and

GREEN TEMPLETON COLLEGE

Report of the Governing Body

Year ended 31 July 2015

- The Fellowship Committee: to make recommendations to Governing Body of the names of persons who might be considered suitable for election to fill vacancies in the Fellowship.

The other Committees report to Governing Body via one or more of the above.

Group structure and relationships

The College has one wholly owned non-charitable subsidiary: Green Templeton Services Limited, whose annual profits, if any, are donated to the College under the Gift Aid Scheme, and which provides maintenance and related services to the College. The subsidiary's aims, objectives and achievements are covered in the relevant sections of this report.

The College also administers a number of special trusts, as detailed in Notes 17 and 18 to the financial statements.

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

Risk management

The College is engaged in risk assessment on an ongoing 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. Financial risks are assessed by the General Purposes Committee and investment risks are monitored by the Investment Committee. A comprehensive external Health and Safety Inspection demonstrated that much has been done in bringing the College, in safety terms, towards formal compliance. There has been significant progress over the last 2 years and a programme is in place to continue improvements in key areas such as risk assessment. Training courses and other forms of career development are available, when requested, to members of staff to enhance their skills in risk-related areas.

Upon the advice of the Risk and Scrutiny Committee, 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 is exposed and has concluded that adequate systems are in place to manage these risks. It is recognised that systems can provide only reasonable but not absolute assurance that major risks have been managed.

OBJECTIVES AND ACTIVITIES

Charitable Objects and Aims

The objects of the College shall be to further study, learning, education and research within the University and to be a College wherein men and women may carry out advanced study or research particularly in management studies, medical and life sciences, social sciences and a range of other subject areas as approved by its Governing Body.

In addition the Governing Body of the College shall, in furtherance of the objects of the College, continue Green College's historical commitment to the study of medical sciences.

The Governing Body is mindful of the requirement to provide public benefit and of the disclosure requirements of the Charities Act 2011. 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 advance education by providing higher education for postgraduate students within Oxford University;
- to support the research of academics that have already shown outstanding promise in their chosen field of research through the appointment of stipendiary Research Fellowships for a period of up to three years to enable them to concentrate solely on their topic of research; and
- to support research undertaken by its Fellows, by making grants available to fund research and other academic initiatives that are undertaken outside of a University Department.

The aim set for the College's subsidiary is to help finance the achievement of the College's aims as above.

The College has an extensive programme of scholarship and bursary support, as set out below.

GREEN TEMPLETON COLLEGE

Report of the Governing Body

Year ended 31 July 2015

Public benefit

The Governing Body confirm that they have complied with the duty in section 17(5) of the Charities Act 2011 to have due regard to the public benefit guidance published by the Charity Commission. 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 remains committed to the aim of providing public benefit in accordance with its founding principles. The College advances education by providing higher education for postgraduate students within Oxford University. Overall there are around 510 graduate students in the College, 45% of whom are from overseas (outside the European Union), studying a wide range of subjects connected with human welfare including management, medicine, and social, organisational and environmental sciences.

With more than 230 students reading for the BM or a postgraduate degree in medical sciences, and some 19 Medical Fellows, Green Templeton is the premier college for medical students. The College provides additional public benefit by offering higher education to its clinical medical students through the Doll Fellowship teaching programme, which provides them with the opportunity to meet with and be taught by a range of healthcare professionals on a weekly basis during the course of their studies. Every medical student has a College Advisor who is clinically qualified and has access to a medical library.

Graduate funding is available for some studies and for the most able there are a number of scholarship funds available that graduates may apply for, which are administered by the University, the College or other sources. Funding is available from such bodies as the Rhodes Trust, Medical Research Council, Arts and Humanities Research Council and the Clarendon Fund, and currently approximately 5% of graduates at the College are in receipt of funding from one of these or other funding bodies.

The College also operates a number of funds which make grants and bursaries to students on the basis of academic merit and needs. In the last year, the College has awarded grants from these funds totalling £386,000.

A number of academic prizes are available to students at the College. Prizes are awarded on the basis of academic excellence and they serve to encourage academic endeavour at the College.

All students are eligible for learning grants from the College, to support study through, for example, attendance at academic conferences. £60,000 was awarded for this purpose to students by the College in the last year.

The College has awarded grants totalling £160,000 for the academic year 2014/15 to fund research and other academic initiatives that are undertaken by College Fellows.,

ACHIEVEMENTS AND PERFORMANCE

The College has a distinctive academic profile, specialising in subjects relating to human welfare and social, economic and environmental well-being in the 21st century, including medical sciences, management, and a broad range of social sciences, including education, environmental sciences and social policy.

Friendly and informal, the diverse and international College community forms the backdrop for a lively academic and social scene. College academic initiatives include the Emerging Markets Symposium, Future of Work programme, the Oxford Health Experiences Institute and an annual, student-led Human Welfare Conference. A programme of regular lectures hosting well-known speakers, including the Green Templeton Lecture series, takes place throughout the year.

Collaboration and interaction between students and Fellows is actively encouraged and supported, and is symbolised by a single common room and dining room.

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Report of the Governing Body

Year ended 31 July 2015

FINANCIAL REVIEW

The College generated net (outgoing)/incoming resources for the year of £(0.2) million (2014: £ 1.2 million).

The College is the result of a merger between Green College, a Society of the University, and Templeton College, that was effective on 1 October 2008. Discussions leading to the transfer to the College of certain assets held by the University on behalf of Green College were concluded during the year ended 31 July 2011, giving rise to a substantial inflow to the College in that year.

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 amounted to £856,000 (2014: £337,000), representing retained unrestricted income reserves, excluding an amount of £19.9 million designated to provide for future depreciation of the remaining net book value of fixed assets.

Other designated reserves at the year-end comprised £680,000 (2014: £514,000) for academic support.

Investment policy, objectives and performance

The College's investment objectives are to balance current and future 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.

The investment strategy, policy and performance is monitored by the Investment Committee. At the year end, the College's long term investments, combining securities, property and other investments, totalled £24,875,000 (2014: £22,038,000).

FUTURE PLANS

The core elements of the College's plans for the future are:

- to continue to provide an outstanding educational experience to its students;
- to maintain the excellent reputation of its medical teaching programme;
- to increase financial support for students through scholarships, bursaries and other awards;
- to seek to enhance the College facilities in support of the above objectives.

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 2011. They

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Report of the Governing Body

Year ended 31 July 2015

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 22 October 2015 and signed on its behalf by:

Professor Denise Lievesley CBE

Principal

GREEN TEMPLETON COLLEGE

Independent Auditors' Report to the Members of the Governing Body of Green Templeton College

We have audited the financial statements of Green Templeton College for the year ended 31 July 2015 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 27. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the College's Governing Body in accordance with section 154 of the Charities Act 2011. 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 144 of the Charities Act 2011 and report in accordance with regulations made under section 154 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 2015 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 2011.

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 2011 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
Statutory Auditor
Oxford
Date:

Critchleys LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006.

GREEN TEMPLETON COLLEGE

Statement of Accounting Policies

Year ended 31 July 2015

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 subsidiary Green Templeton Services Limited. No separate SOFA has been presented for the College alone as permitted by paragraph 397 of the Charities SORP 2005. The results of the subsidiary 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 2011 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.

The transfer of assets from the University to the College pursuant to the merger of Green College and Templeton College on 1 October 2008 was accounted for consistent with the provisions of FRS6, Acquisitions and Mergers.

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, and 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 when the College has entitlement to the funds, the amount can be reliably quantified and there is reasonable certainty of its ultimate receipt.

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.

Grants awarded by the College 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. Leases

Rentals payable under operating leases are charged in the SOFA on a straight line basis over the relevant lease terms.

The cost of assets held under finance leases is included within fixed assets and depreciation is charged in accordance with the accounting policy for each class of asset concerned. The corresponding capital obligations under these leases are shown as liabilities. The finance charge element of rentals is charged to the Statement of Financial Activities and classified within finance costs as incurred.

GREEN TEMPLETON COLLEGE

Statement of Accounting Policies

Year ended 31 July 2015

8. Tangible fixed assets

Expenditure on the acquisition, construction or enhancement of land and buildings costing more than £1,000 together with expenditure on equipment costing more than £1,000 is capitalised and carried in the balance sheet at historical cost.

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

9. 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	50 years
Leasehold properties	50 years or period of lease if shorter
Equipment	4 - 10 years

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

10. Investments

Investment properties are included at valuation. Valuations are carried out by external valuers at least once every 5 years, which valuation is considered by the trustees at the balance sheet date and adjusted if appropriate. 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.

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

11. 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.

12. 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 SOFA.

13. Fund accounting

The total funds of the College and its subsidiary 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.

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 restrictions on the use of that income, in which case it will be accounted for as a restricted fund.

GREEN TEMPLETON COLLEGE

Statement of Accounting Policies

Year ended 31 July 2015

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 their 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.

Green Templeton College
Consolidated Statement of Financial Activities
For the year ended 31 July 2015

	Notes	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2015 Total £'000	2014 Total £'000
INCOMING RESOURCES						
Resources from charitable activities						
Teaching and research	1	2,941	0	0	2,941	2,833
		<u>2,941</u>	<u>0</u>	<u>0</u>	<u>2,941</u>	<u>2,833</u>
Resources from generated funds						
Legacies and donations		250	496	32	778	2,098
Trading income	2	88	0	0	88	106
Investment income	3	1,099	0	0	1,099	1,085
Bank and other interest	4	136	0	0	136	105
		<u>1,573</u>	<u>496</u>	<u>32</u>	<u>2,101</u>	<u>3,394</u>
Other incoming resources		41	0	0	41	20
Total Incoming Resources	17	<u>4,555</u>	<u>496</u>	<u>32</u>	<u>5,083</u>	<u>6,247</u>
RESOURCES EXPENDED						
Cost of generating funds						
Fundraising	5	(320)	0	0	(320)	(316)
Trading expenditure	5	(44)	0	0	(44)	(55)
		<u>(364)</u>	<u>0</u>	<u>0</u>	<u>(364)</u>	<u>(371)</u>
Charitable activities						
Teaching and research	5	(3,918)	(525)	(481)	(4,924)	(4,697)
		<u>(3,918)</u>	<u>(525)</u>	<u>(481)</u>	<u>(4,924)</u>	<u>(4,697)</u>
Governance costs	8	(14)	0	0	(14)	(12)
Total Resources Expended	5	<u>(4,296)</u>	<u>(525)</u>	<u>(481)</u>	<u>(5,302)</u>	<u>(5,080)</u>
Net incoming/(outgoing) resources before transfers		259	(29)	(449)	(219)	1,167
Transfers between funds	17	(101)	95	6	(0)	0
Net incoming/(outgoing) resources before other gains and losses		<u>158</u>	<u>66</u>	<u>(443)</u>	<u>(219)</u>	<u>1,167</u>
Investment gains/(losses)	17	2,169	17	297	2,483	396
Net movement in funds for the year		<u>2,327</u>	<u>83</u>	<u>(146)</u>	<u>2,264</u>	<u>1,563</u>
Fund balances brought forward	17	21,900	3,328	26,410	51,638	50,075
Funds carried forward at 31 July	17	<u>24,227</u>	<u>3,411</u>	<u>26,264</u>	<u>53,902</u>	<u>51,638</u>

Green Templeton College
Consolidated and College Balance Sheets
As at 31 July 2015

	Notes	2015 Group £'000	2014 Group £'000	2015 College £'000	2014 College £'000
FIXED ASSETS					
Tangible assets	10	30,192	30,230	30,192	30,230
Property investments	11	14,820	12,650	14,820	12,650
Securities and other investments	12	10,055	9,388	10,055	9,388
		55,067	52,268	55,067	52,268
CURRENT ASSETS					
Stocks		75	55	75	55
Debtors	14	888	962	888	962
Cash at bank and in hand		69	332	69	332
		1,032	1,349	1,032	1,349
CREDITORS: falling due within one year	15	(2,197)	(1,979)	(2,197)	(1,979)
NET CURRENT ASSETS/(LIABILITIES)		(1,165)	(630)	(1,165)	(630)
TOTAL ASSETS LESS CURRENT LIABILITIES		53,902	51,638	53,902	51,638
CREDITORS: falling due after more than one year	16	0	0	0	0
NET ASSETS		53,902	51,638	53,902	51,638
FUNDS OF THE COLLEGE					
Endowment funds	17	26,264	26,410	26,264	26,410
Restricted funds	17	3,411	3,328	3,411	3,328
Unrestricted funds					
Designated funds	17	23,585	21,562	23,585	21,562
General funds	17	642	338	642	338
	19	53,902	51,638	53,902	51,638

The financial statements were approved and authorised for issue by the Governing Body of Green Templeton College

on 22 October 2015

Prof. Denise Lievesley CBE

Mr. Paul Beerling

Green Templeton College
Consolidated Cash Flow Statement
For the year ended 31 July 2015

	Notes	2015 Group £'000	2014 Group £'000
Net cash inflow/(outflow) from operations	23	<u>(862)</u>	<u>(1,151)</u>
Returns on investments and servicing of finance			
Income from investments and interest received		1,235	1,189
		<u>1,235</u>	<u>1,189</u>
Capital expenditure and financial investment			
New endowment and restricted funds received		528	2,014
Less non-cash element of endowments received		0	0
Payments for tangible fixed assets		(840)	(1,286)
Payments for investments		(3,416)	(1,856)
		<u>(3,729)</u>	<u>(1,128)</u>
Increase/(decrease) in cash in the year		<u>(3,356)</u>	<u>(1,090)</u>
Reconciliation of net cash flow to movement in net funds			
Increase/(decrease) in cash in the year		(3,356)	(1,090)
(Increase)/decrease in loan and lease finance		30	30
Change in net funds		<u>(3,326)</u>	<u>(1,060)</u>
Net funds at 1 August		6,242	7,302
Net funds at 31 July	24	<u>2,916</u>	<u>6,242</u>

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

1 INCOME FROM CHARITABLE ACTIVITIES

	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2015 Total £'000	2014 Total £'000
Teaching and research					
Tuition fees - UK and EU students	530	0	0	530	517
Tuition fees - Overseas students	756	0	0	756	731
Other HEFCE support	60	0	0	60	32
Other Academic Income	65	0	0	65	42
College residential income	1,530	0	0	1,530	1,511
	2,941	0	0	2,941	2,833

The above analysis includes £397k received from Oxford University under the Collegiate Funding Formula scheme, net of College fees received directly (2014 - £382k)

2 TRADING INCOME

	2015 £'000	2014 £'000
Other trading income	88	106
	88	106

3 INVESTMENT INCOME

	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2015 Total £'000	2014 Total £'000
Commercial rent	1,099	0	0	1,099	1,085
Equity dividends	0	0	0	0	0
	1,099	0	0	1,099	1,085

4 BANK AND OTHER INTEREST INCOME

	Unrestricted Funds £'000	Restricted Funds £'000	Endowed Funds £'000	2015 Total £'000	2014 Total £'000
Bank interest	136	0	0	136	105
	136	0	0	136	105

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

5 ANALYSIS OF RESOURCES EXPENDED

	Direct staff costs £'000	Other direct costs £'000	Support costs £'000	2015 Total £'000	2014 Total £'000
Costs of generating funds					
Fundraising	203	53	64	320	316
Trading expenditure	0	38	6	44	55
Investment management	0	0	0	0	0
Total costs of generating funds	203	91	70	364	371
Charitable expenditure					
Teaching and research	1,355	2,015	1,554	4,924	4,697
Total charitable expenditure	1,355	2,015	1,554	4,924	4,697
Governance costs	0	14	0	14	12
Total resources expended	1,558	2,120	1,624	5,302	5,080

The College is liable to be assessed for Contribution under the provisions of Statute XV of the University of Oxford. The College Contribution Fund is used to make grants and loans to colleges on the basis of need. The College is in receipt of a loan from the Fund (see notes 15 and 16). Contribution is calculated annually in accordance with regulations made by the Council.

The teaching and research costs include College Contribution payable of £nil (2014 - £nil).

6 SUPPORT COSTS

	Generating Funds £'000	Trading Activity £'000	Teaching and Research £'000	2015 Total £'000	2014 Total £'000
Financial and domestic admin	42	4	484	530	647
Human resources	9	1	88	98	120
IT	14	0	105	119	113
Depreciation	0	0	879	879	835
	65	5	1,556	1,626	1,715

Finance and administration, human resources and IT costs are attributed according to expenditure. Depreciation costs are attributed fully to charitable activities.

7 GRANTS AND AWARDS

	Unrestricted Funds £'000	Restricted Funds £'000	2015 Total £'000	2014 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	366	11	377	354
Bursaries and hardship awards	0	9	9	9
	366	20	386	363

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

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

8 GOVERNANCE COSTS

	2015	2014
	£'000	£'000
Governance costs comprise:		
Auditor's remuneration - audit services	14	12
Auditor's remuneration - other services	0	0
	<u>14</u>	<u>12</u>

No amount has been included in Governance Costs for the direct employment costs or reimbursed expenses of the College Fellows on the basis that these payments relate to the Fellows involvement in the College's charitable activities. Details of the remuneration of the Fellows and their reimbursed expenses are included as a separate note within these financial statements.

9 STAFF COSTS

	2015	2014
	£'000	£'000
The aggregate payroll costs for the year were as follows.		
Salaries and wages	1,804	1,643
Social security costs	135	126
Pension costs	242	230
	<u>2,181</u>	<u>1,999</u>

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

	2015	2014
Tuition and research	13	12
College residential	26	26
Fundraising	3	3
Support	7	7
Total	<u>49</u>	<u>48</u>

The average number of employed College Trustees during the year was:

<u>3</u>	<u>3</u>
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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) exceeded £60,000 was:

<u>0</u>	<u>0</u>
-----------------	----------

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

In defined benefits schemes	0	0
In defined contribution schemes	58	56

The College contributions to defined contribution pension schemes totalled £242,500 (2014: £230,000).

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

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	101	32,819	0	1,284	34,204
Additions	0	602	0	238	840
Disposals	0	0	0	0	0
At end of year	101	33,421	0	1,522	35,044
Depreciation					
At start of year	32	3,134	0	808	3,974
Charge for the year	2	668	0	208	878
On disposals	0	0	0	0	0
At end of year	34	3,802	0	1,016	4,852
Net book value					
At end of year	67	29,619	0	506	30,192
At start of year	69	29,685	0	476	30,230
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	101	32,819	0	1,284	34,204
Additions	0	602	0	238	840
Disposals	0	0	0	0	0
At end of year	101	33,421	0	1,522	35,044
Depreciation					
At start of year	32	3,134	0	808	3,974
Charge for the year	2	668	0	208	878
On disposals	0	0	0	0	0
At end of year	34	3,802	0	1,016	4,852
Net book value					
At end of year	67	29,619	0	506	30,192
At start of year	69	29,685	0	476	30,230

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

11 PROPERTY INVESTMENTS

Group and College	Commercial	2015	2014
		Total	Total
Valuation	£'000	£'000	£'000
At start of year	12,650	12,650	12,650
Revaluation in Year	2,170	2,170	0
At end of year	14,820	14,820	12,650

A formal valuation of the College's commercial office investment property was prepared by an independent firm of Chartered Surveyors as at 31 July 2015, on the basis of open market value on existing use.

12 SECURITIES AND OTHER INVESTMENTS

	2015	2014
	£'000	£'000
Group investments		
Valuation at start of year	9,388	8,242
New money invested	453	750
Amounts withdrawn	0	0
Reinvested income	0	0
(Decrease)/increase in value of investments	214	396
Group investments at end of year	10,055	9,388
Investment in subsidiaries (see note 13)	0	0
College investments at end of year	10,055	9,388

Group investments comprise:	Held in the UK	2015	2014
	£'000	Total	Total
		£'000	£'000
Equity investments	0	0	223
Alternative and other investments	7,208	7,208	3,225
Fixed term deposits and cash	2,847	2,847	5,940
Total group investments	10,055	10,055	9,388

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

13 SUBSIDIARY UNDERTAKINGS

The College holds 100% of the issued share capital in Green Templeton Services Limited ("GTSL"), a company providing property management and related services.

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

	GTSL £'000
Turnover	215
Expenditure	(215)
Result for the year	<u>0</u>
Total assets	0
Total liabilities	0
Net funds at the end of year	<u>0</u>

14 DEBTORS

	2015 Group £'000	2014 Group £'000	2015 College £'000	2014 College £'000
Amounts falling due within one year:				
Grants and donations receivable	450	600	450	600
Trade debtors	105	45	105	45
Amounts owed by College members	124	134	124	134
Amounts owed by Group undertakings	0	0	0	0
Deferred costs	0	0	0	0
Prepayments and accrued income	108	115	108	115
Other Debtors	101	68	101	68
	<u>888</u>	<u>962</u>	<u>888</u>	<u>962</u>

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

15 CREDITORS: falling due within one year

	2015	2014	2015	2014
	Group	Group	College	College
	£'000	£'000	£'000	£'000
Trade creditors	1,135	1,103	1,135	1,103
Taxation and social security	133	108	133	108
Other loans	0	30	0	30
Accruals and deferred income	588	469	588	469
Other creditors	341	269	341	269
	2,197	1,979	2,197	1,979

Other loans comprise the current portion of a loan outstanding from the College Contributions Fund, repayable over 4 years.

16 CREDITORS: falling due after more than one year

	2015	2014	2015	2014
	Group	Group	College	College
	£'000	£'000	£'000	£'000
Other loans	0	0	0	0
	0	0	0	0

The College has a loan with the College Contributions Fund, repayable over 4 years.

17 FUNDS OF THE COLLEGE - MOVEMENTS

	At 1 August 2014 £'000	Incoming resources £'000	Resources expended £'000	Transfers £'000	Gains/ (losses) £'000	At 31 July 2015 £'000
Endowment Funds -						
Permanent						
Student and Academic support funds	927	0	0	0	83	1,010
Expendable						
Green College and Morris Trust Endowment	25,190	32	(475)	6	214	24,967
Other	293	0	(6)	0	0	287
Total Endowment Funds	26,410	32	(481)	6	297	26,264
Restricted Funds						
Student support funds	700	133	(56)	16	17	810
Other academic support funds	1,970	342	(382)	67	0	1,997
Other funds	658	21	(87)	12	0	604
Total Restricted Funds	3,328	496	(525)	95	17	3,411
Unrestricted Funds						
General reserves	338	4,305	(4,198)	197	0	642
Fixed asset revaluation reserve	800	0	0	0	2,169	2,969
Fixed asset designated	20,248	0	0	(311)	0	19,937
Other designated	514	250	(97)	13	0	680
Total Unrestricted Funds	21,900	4,555	(4,295)	(101)	2,169	24,227
Total Funds	51,638	5,082	(5,301)	0	2,483	53,902

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

18 FUNDS OF THE COLLEGE - DETAILS

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

Endowment Funds - Permanent:

Student and academic support A consolidation of gifts and donations to the College, where the income but not the capital must be used in support of students and academic activities within College.

Endowment Funds - Expendable:

Green College and Morris Trust Endowment A consolidation of gifts and donations to the College, 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 their discretion determine to spend all or part of the capital.

Restricted Funds:

Student support funds A consolidation of gifts and donations where both income and capital can be used in support of student scholarship and bursary provision.

Other academic support funds A consolidation of gifts and donations where both income and capital can be used in support of academic initiatives undertaken within the general purposes of the College.

Other funds A consolidation of gifts and donations where both income and capital can be used in support of College building projects.

Designated Funds

Fixed asset designated funds Unrestricted Funds which are represented by fixed assets of the College and which are therefore not available for expenditure on the College's general purposes.

Other designated funds Unrestricted funds allocated by the Governing Body for future costs of student and academic support.

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

19 ANALYSIS OF NET ASSETS BETWEEN FUNDS

	Unrestricted Funds £'000	Restricted Funds £'000	Endowment Funds £'000	Total £'000
Tangible fixed assets	8,086	0	22,106	30,192
Property investments	14,820	0	0	14,820
Securities and other investments	2,487	3,411	4,157	10,055
Net current assets	(1,165)	0	0	(1,165)
	<u>24,227</u>	<u>3,411</u>	<u>26,264</u>	<u>53,902</u>

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

20 TRUSTEES' REMUNERATION

Trustee remuneration

The trustees of the college comprise the Governing Body, primarily fellows who are teaching and research employees of the University of Oxford 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. Three trustees are employed by the College.

The College has a Remuneration Committee, one function of which is to advise Governing Body on the remuneration of the Principal, College Officers and such other staff of the College as the Governing Body may specify from time to time. No member of the Committee shall be involved in any decision as to his or her own remuneration. Governing Body consider this function to be an adequate independent monitor of the conflict of interest inherent in payments to trustees.

Two trustees (the College Principal and Bursar) are full-time employees of the College and work on College management and administration. The College Senior Tutor is a part-time employee of the College. No other trustees are employed by the College.

Certain trustees receive allowances in recognition of work carried out as part time college officers (namely, the Vice-Principal, the Dean, the Secretary to the Governing Body, the Admissions Tutor and the Academic Tutor). The Senior Doll Medical Teaching Fellow is a partner in a doctors' General Practice, which is compensated for the time spent by that Fellow in running the College's medical teaching programme. A number of Fellows receive academic-related expense allowances of up to £1250 or up to £3250.

All of these amounts are included below. The total remuneration (gross remuneration, taxable benefits and pension contributions) as shown below is £244,730 (2014 - £228,407). The total of pension contributions is £27,275 (2014 - £26,067).

Remuneration paid to trustees

Range	2014-2015		2013-2014	
	Number of trustees	Total remuneration £	Number of trustees	Total remuneration £
£1,000-£1,999	2	2,400	2	2,400
£2,000-£2,999	2	4,000	2	4,000
£7,000-£7,999	1	7,000	1	7,000
£23,000-£23,999	0	0	1	23,540
£28,000-£28,999	1	28,726	0	0
£82,000-£82,999	0	0	1	82,012
£83,000-£83,999	1	83,652	0	0
£109,000-£109,999	0	0	1	109,455
£118,000-£118,999	1	118,952	0	0
	8	244,730	8	228,407

48 trustees, who are not employees of the college, did not receive any remuneration from the College during the year.

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

Trustee expenses

No trustee claimed any expenses for work as a trustee (2014: £nil).

Other transactions with trustees

There were no other transactions with trustees during the year (2014: £nil).

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

21 PENSION SCHEMES

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 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.

The College is also contributing to the NEST scheme for certain staff who were ineligible to join USS or OSPS.

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.

	USS	OSPS
Date of valuation:	31/03/2014	31/03/2013
Date valuation results published:	24/07/2015	23/06/2014
Value of liabilities:	£46.9bn	£597m
Value of assets:	£41.6bn	£424m
Funding Surplus/(Deficit):	(£5.3bn) ^a	(£173m) ^b
Principal assumptions:		
Rate of interest (past service liabilities)	5.2% ^c pa	-
Rate of interest (future service liabilities)	6.1% pa	-
Rate of interest (periods up to retirement)	-	4.4% pa
Rate of interest (periods after retirement)	-	4.4% pa
	RPI +	
Rate of increase in salaries	1%pa ^d	4.5% pa
Rate of increase in pensions	CPI pa ^d	4.4% pa
Mortality assumptions:		
Assumed life expectancy at age 65 (males)	24.2 yrs	22.5 yrs
Assumed life expectancy at age 65 (females)	26.3 yrs	25.2 yrs
Funding Ratios:		
Technical Provisions basis:	89%	71%
Statutory Pension Protection Fund basis:	82%	69%
"Buy-out" basis:	54%	44%
Estimated FRS17 basis	72%	75%
Recommended Employer's contribution rate (as % of pensionable salaries):	18% ^e	21.50% increasing to 23.5% ^f
Effective date of next valuation:	31/03/2017	31/03/2016

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

Notes:

- a. USS's actuarial valuation as at 31 March 2014 takes into account the revised benefit structure effective 1 April 2016 agreed both by the Joint Negotiating Committee and the Trustee in July 2015 following the Employers' consultation which concluded in June 2015. Key changes agreed include: for Final Salary section members, the benefits built up to 31 March 2015 will be calculated as that that date using pensionable salary and pensionable service immediately prior to that date and going forwards will be revalued in line with increases in official pensions (currently CPI); all members will accrued a pension of 1/75th and a cash lump sum of 3/75^{ths} of salary each year of service in respect of salary up to a salary threshold, initially £55,000 p.a.; member contributions will be 8% of salary; a defined contribution benefit for salary in excess of the salary threshold at the total level of 20% of salary in excess of the salary threshold; and optional additional contributions payable into the defined contribution section of which the first 1% of salary is to be matched by the employer. Further details about the changes may be reviewed on USS' website, www.uss.co.uk. For the period up to 1 April 2016 the employer deficit contribution will be 0.7% p.a. of salaries based on the assumptions made. After allowing for those changes, the actuary established a long term employer contribution rate of 18% pa of Salaries for the period from 1 April 2016 to 31 March 2031. On the assumptions made and once the salary threshold and defined contribution section are introduced this gives rise to deficit contributions of at least 2.1% pa of salaries.
- b. OSPS' actuarial valuation as at 31 March 2013 identified a required long-term employer contribution rate of 20.1% of total pensionable salaries, but also a funding deficit of £173m. The University of Oxford, on behalf of all the employers participating in the scheme, has agreed with the trustees of OSPS to address this deficit by raising the employer contribution rate in increments of 0.5% of pensionable salary to 23.5%, with this increase being implemented over the three years to 1 August 2017. The actuary has certified that the additional contribution should eliminate the deficit by 30 June 2026.
- c. USS' actuary has assumed that the investment return is 5.2% in year 1, decreasing linearly to 4.7% over 20 years.
- d. USS' actuary has assumed that general pay growth will be CPI in year 1, CPI + 1% in year 2 and RPI + 1% pa thereafter. It is assumed that CPI is based on the RPI assumption (market derived price inflation of 3.6% pa less an inflation risk premium) less RPI/CPI gap of 0.8% pa.
- e. As noted above (note a) the USS employer contribution rate is 18% of salaries from 1 April 2016. Prior to that date it is 16% of salaries. The total employer contributions include provisions for the cost of future accrual of defined benefits (net of member contributions to the DB section), deficit contributions, administrative expenses of 0.4% of salaries and from the implementation of the salary threshold the employer contribution towards DC benefits including employer matching contributions and certain investment management costs relating to the DC section.
- f. As noted above (note b), the OSPS employer contribution rate required for future service benefits alone at the date of the valuation was 20.1% of total pensionable salaries. It was agreed that employers increase their contribution rate by 0.5% each year to 1 August 2017 to 23.5%.

3. Sensitivity of actuarial valuation assumptions:

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

Assumption	Change in assumption	Impact on USS liabilities
Valuation rate of interest	increase/decrease by 0.25%	decrease / increase by £0.8bn
Rate of pension increases	increase/decrease by 0.25%	increase / decrease by £1.1bn
Rate of salary growth	increase/decrease by 0.1%	increase / decrease by £0.8bn
Rate of mortality	more prudent assumption (mortality used at last valuation, rated down by a further year)	increase by £0.5bn

Assumption	Change in assumption	Impact on OSPS liabilities
Valuation rate of interest	increase/decrease by 0.5%	decrease / increase by £63m
Rate of pension increases	increase/decrease by 0.5%	increase / decrease by £41m
Rate of salary growth	increase/decrease by 0.5%	increase / decrease by £13m
Rate of mortality	more prudent assumption (mortality used at last valuation, rated down by a further year)	increase by £20m

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

4. Pension charge for the year:

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

Scheme	2015	2014
	£m	£m
Universities Superannuation Scheme	0.1	0.1
University of Oxford Staff Pension Scheme	0.1	0.1
NHS pension Scheme	0	0
Other Schemes - contributions	0	0
Supplementation payments g	0	0
Total:	0.2	0.2

Notes

- g. The College continues to make a small and diminishing number of supplementation payments to retired members and dependants of former members of the Federated System for Superannuation in Universities ('FSSU').

22 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 because the directors of this company have indicated that they intend to make donations each year to the College equal to any taxable profits of the company under the Gift Aid scheme. Accordingly no provision for taxation has been included in the financial statements.

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

	2015	2014
	£'000	£'000
Net incoming resources for the year	(219)	1,167
Elimination of non-operating cash flows:		
- Investment income	(1,235)	(1,189)
- Endowment and restricted fund donations	(528)	(2,014)
Depreciation	878	835
Decrease/(Increase) in stock	(20)	(17)
Decrease/(Increase) in debtors	74	(533)
(Decrease)/Increase in creditors	188	600
Net cash inflow/(outflow) from operations	(862)	(1,151)

24 ANALYSIS OF CHANGES IN NET FUNDS

	2014	Changes	2015
	£'000	£'000	£'000
Cash at bank and in hand	332	(263)	69
Endowment and restricted funds cash	5,940	(3,093)	2,847
	<u>6,272</u>	<u>(3,356)</u>	<u>2,916</u>
Bank and other loans due within one year	(30)	30	0
Bank and other loans due after one year	0	0	0
	<u>6,242</u>	<u>(3,326)</u>	<u>2,916</u>

Green Templeton College
Notes to the financial statements
For the year ended 31 July 2015

25 FINANCIAL AND CAPITAL COMMITMENTS

As at 31 July 2015, the College had no commitments under non-cancellable operating leases (2014: £nil) and no contracted capital commitments (2014: £nil).

26 RELATED PARTY TRANSACTIONS

The College is part of the collegiate University of Oxford. Material interdependencies between the University and 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").

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

27 CONTINGENT LIABILITIES

The College had no contingent liabilities as at 31 July 2015 (2014: £nil).