

ROBINSON COLLEGE

ACCOUNTS FOR THE YEAR ENDED 30 JUNE 2006

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Robinson College

Financial Report to the Governing Body

Year ended 30 June 2006

Income and Expenditure

Total income grew by 26% and expenditure by 4%. The operating surplus was £824,464 (2004/05: deficit of £120,042). Without one, major, anonymous, donation of £800,000 for the general purposes of the College, income would have grown by 10%.

Fee income was £1,472,000. Within that total, College fee income received in respect of publicly funded undergraduates amounted to £1,211,000 (2004/05: £1,068,000). This component of fee income has been reducing in real terms since 1998 when the Government instructed a phased 21.8% reduction to be achieved over ten years. The full costs of education were £2,306,000 (2004/05: £2,101,000). The shortfall of £834,000 was found from the College's other income. This shortfall could be expressed as an education subsidy found by the College.

Salary and wage costs of College Officers, College Teaching Officers and support staff amounted to £3,233,000 (2004/05: £3,110,000), an increase of 4.0%.

The College Council and Finance Committee continue to accord high priority to stabilising the underlying operating result. A three-year financial plan is in place, and the Finance Committee is grateful to all sections of the College community for their contribution to a regime of vigorous cost control. A component of this plan is a policy introduced in 2003/04 under which the salary costs of new or replacement College Teaching Officers and Research Fellows are found from a combination of external sources and benefaction funding. The three-year plan assumes continuing growth in the conference business. This is becoming increasingly difficult to achieve. Our product offering of en-suite rooms and modern auditoriums, once rare amongst Cambridge Colleges, is becoming the norm. Profit from conferences and functions was £376,000 (2004/05: £356,000). Part of this profit is reported in the accounts of a subsidiary undertaking, Robinson College Enterprises Ltd. The plan also assumes sustained donation income for the general purposes of the College. £869,000 was donated for use at the discretion of the College.

Investments

The year-end value of the portfolio was £14.444M (2004/05: £12.106M).

Capital and Reserves

Capital and reserves increased by £1.093M during the year, or £2.166M including the effect of prior year adjustments which included bringing the pension deficit of £1.365M onto the balance sheet. The College received £394,000 from the Colleges' Fund.

Expenditure on maintenance and improvements amounted to £1,104,000. The Royal Institute of Chartered Surveyors recommends that a minimum of 1.5% of the insured value of the estate is spent on maintenance each year. With a gross replacement value of £67.64M (2004/05: £65.46M) the College faces minimum routine annual expenditure on buildings of £1.01M.

At 30 June 2006 the total value of capital and reserves was £28.966M (2005: £27.873M).

Support Received

The Warden, Fellows and Junior Members in Residence are grateful to the 392 Members and friends of the College who have provided financial support in 2005/06.

They also wish to express gratitude to Trinity College for continuing generosity evidenced by distributions from the Colleges' Fund, the Trinity College Teaching Officers' Programme, and from the Isaac Newton Trust which provided bursaries of up to £1,000 for students from less affluent backgrounds. In addition, the College and its Junior Members receive sums from the Cambridge Overseas and Cambridge Commonwealth Trusts which are administered by Trinity College.

Robinson College

Financial Report to the Governing Body

Year ended 30 June 2006

Financial Outlook

A College of our size requires at least £40M to support our educational mandate, maintain our estate and absorb the reduction in government funding. We must maintain the focus on cost control and fundraising until that gap has been significantly narrowed.

A D Yates
Warden

R G Reason
Finance Bursar

20 November 2006

Responsibilities of the Governing Body

Year Ended 30 June 2006

In accordance with the College's Statutes, the Governing Body is responsible for the administration and management of the College's affairs.

It is responsible for ensuring that there is an effective system of internal control and that accounting records are properly kept. It is required to present audited financial statements for each financial year, prepared in accordance with the Statutes of the University.

In causing the financial statements to be prepared, the Governing Body has ensured that:

- suitable accounting policies are selected and applied consistently;
- judgements and estimates are made that are reasonable and prudent;
- applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The Governing Body is satisfied that the College has adequate resources to continue in operation for the foreseeable future. The financial statements are accordingly prepared on a going concern basis.

The Governing Body has taken reasonable steps to ensure that there are appropriate financial and management controls in place to safeguard the assets of the College and prevent and detect fraud.

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

Independent Auditors' Report to the Governing Body of Robinson College

Year Ended 30 June 2006

We have audited the financial statements which comprise the income and expenditure account, the statement of total recognised gains and losses, the balance sheet, the cash flow statement and related notes. These financial statements have been prepared under the accounting policies set out therein.

This report is made solely to the College's Governing Body, as a body, in accordance with College's Statutes and the Statutes of the University of Cambridge. Our audit work has been undertaken so that we might state to the College's Governing Body those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the College and the College's Governing Body as a body, for our audit work, for this report, or for the opinions we have formed.

Respective Responsibilities of the Governing Body and Auditors

The Governing Body's responsibilities for preparing the Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) are set out in the Statement of Responsibilities of the Governing Body.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

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

We are not required to consider whether the statement in the Bursar's Report concerning the major risks to which the College is exposed covers all existing risks and controls, or to form an opinion on the effectiveness of the College's risk management and control procedures.

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

Basis of Audit Opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Governing Body in the preparation of the financial statements, and of whether the accounting policies are appropriate to the College's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of the information in the financial statements.

Robinson College

Independent Auditors' Report to the Governing Body of Robinson College *(continued)*

Year Ended 30 June 2006

Opinion

In our opinion the financial statements:

- give a true and fair view, in accordance with UK Generally Accepted Accounting Practice, of the state of the College's affairs as at 30 June 2006 and of the surplus of the College for the year then ended; and
- have been properly prepared in accordance with the College's Statutes and the Statutes of the University of Cambridge.

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

PETERS ELWORTHY & MOORE
Chartered Accountants and
Registered Auditor
CAMBRIDGE
29 November 2006

Robinson College

Statement of Principal Accounting Policies

Year Ended 30 June 2006

Basis of preparation

The financial statements have been prepared in accordance with the provisions of the Statutes of the College and of the University of Cambridge and applicable Accounting Standards.

In addition, the financial statements comply with the Statement of Recommended Practice for accounting in Further and Higher Education (the SORP) with the exception of the Balance Sheet which has been presented in the different format set out in the relevant section of Statutes and Ordinances of the University of Cambridge (RCCA). The provisions of the SORP require Endowments, Deferred Grants, and Revaluation Reserves to be disclosed on the face of the Balance Sheet whereas RCCA requires part of this information to be disclosed in the notes to the accounts.

Basis of accounting

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of investment assets.

Consolidation

The College and its subsidiary undertaking comprise a small sized group. The College has therefore taken advantage of the exemption given by Financial Reporting Standard Number 2 not to prepare group financial statements and therefore these financial statements are those of an individual undertaking.

Recognition of income

Income from permanent capital funds and short-term deposits is credited to the Income and Expenditure Account in the year in which it becomes receivable.

Unrestricted donations and benefactions of an income nature are credited to the Income and Expenditure Account in the year of receipt.

Benefactions and donations accepted on condition that only the income may be spent are credited to the balance sheet as permanent capital funds. The income from the permanent capital fund is shown as income in the year that it is receivable. Income from a permanent capital fund that is not expended in the year in which it is receivable is, at the year end transferred from the Income and Expenditure Account to a restricted or unrestricted expendable capital fund as appropriate. When there is subsequent expenditure of accumulated income from a restricted capital fund, income is credited back to the Income and Expenditure Account from the restricted expendable capital fund to match the expenditure.

Pension schemes

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

The College also contributes to the Cambridge Colleges Federated Pension Scheme, which is a similar defined benefit pension scheme. Unlike the Universities Superannuation Scheme, this scheme has surpluses and deficits directly attributable to individual Colleges. Pension costs are accounted for over the period during which the College benefits from the employees' services.

Robinson College

Statement of Principal Accounting Policies

Year Ended 30 June 2006

Tangible fixed assets

a) Freehold Land and Buildings

Land and buildings are stated at cost. Freehold buildings are depreciated on a straight line basis over their expected useful economic lives of 50 years. Freehold land is not depreciated.

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

Buildings under construction are valued at cost, based on the value of architects' certificates and other direct costs incurred to 30 June and are depreciated when brought into use.

b) Maintenance of premises

The cost of major refurbishment and maintenance that restores value is capitalised and depreciated over the expected useful economic life of the asset concerned. The College also sets aside sums periodically to meet future maintenance costs, these being disclosed as designated reserves.

c) Furniture, fittings and equipment

Furniture, fittings, and equipment are capitalised at cost. Depreciation is provided in equal annual instalments over the estimated useful lives of the assets, which are as follows:

Library books	15 years
Furniture and equipment	10 years
Catering equipment	10 years
Information Technology	5 years

These assets are assumed to be scrapped once they reach the end of their estimated useful lives. Therefore they are eliminated from the financial statements at this point.

Investments

a) Securities

Securities are shown at their market value. Investment income is included when dividends and interest become payable. Interest on bank deposits is included as earned.

b) Subsidiary undertakings

The College's investment in its subsidiary undertakings is shown at cost less any provision for impairment in value.

Stocks

Stocks are valued at the lower of cost and net realisable value.

Robinson College

Statement of Principal Accounting Policies

Year Ended 30 June 2006

Provisions

Provisions are recognised if, when the College has a present legal or constructive obligation as a result of a past event, it is probable that a transfer of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Restricted Funds

The College has received donations into funds, which may only be used for a particular purpose. These funds are classified as restricted on the College balance sheet. Donations and other income which the College is not allowed to convert to income are treated as permanent capital. Restricted funds are treated as invested in the College's common investment portfolio.

Designated Reserves

The College has exercised its discretion in the creation of reserves to meet future expenditure and in the utilisation of those reserves.

a) Scholarship and Fellowship Funds

Scholarship and Fellowship Funds are designated invested funds, of which the Governing Body has decided to use the income for a particular educational purpose.

b) Fixed Asset Reserve

This reserve has been set up to assist in identifying those funds that are not free funds. Each year a transfer is made to/from this fund so the fund balance represents the net book value of tangible fixed assets excluding the cost of land.

Unrestricted permanent capital

Included within unrestricted reserve funds are amounts which the Governing Body has no power to convert to income. These permanent capital funds are treated as invested in the College's common investment portfolio.

Taxation

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

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

Contribution under Statute G,II

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

Robinson College

Income and Expenditure Account

Year Ended 30 June 2006

		2006	2005
		£000	£000
Income	Note		
Academic Fees and Charges	1	1,472	1,290
Residence, Catering and Conferences	2	2,723	2,378
Endowment and Investment Income	3	2,106	1,319
Other Income	4	37	35
Total Income		<u>6,338</u>	<u>5,022</u>
Expenditure			
Education	6	2,306	2,101
Residence, Catering and Conferences	7	2,836	2,746
Other Expenditure	8	245	348
Total Expenditure		<u>5,387</u>	<u>5,195</u>
Surplus/(Deficit) before University Contribution		951	(173)
University Contribution under Statute G,II	9	-	-
		<u>951</u>	<u>(173)</u>
Transfer of Monies from Appeal Fund		-	109
Operating Surplus/(Deficit)		951	(64)
Transfer To/(From) Accumulated Income within Restricted Expendable Capital		(127)	(56)
Net Surplus/(Deficit)		<u>824</u>	<u>(120)</u>

The income and expenditure account is in respect of continuing operations.

Robinson College

Statement of Total Recognised Gains and Losses

Year Ended 30 June 2006

	Note	Restricted Funds		Unrestricted Funds		Total 2006 £000	Total 2005 £000
		Collegiate Purposes £000	Non-Collegiate Purposes £000	Designated Funds £000	Undesignated Funds £000		
Balance Brought Forward at 1 July 2005		5,385	610	8,989	12,889	27,873	26,042
Prior Year Adjustment	19	(2)	-	(2,267)	1,196	(1,073)	(874)
Balance Brought Forward at 1 July 2005 Restated		5,383	610	6,722	14,085	26,800	25,168
Retained Surplus/(Deficit) for the Year		-	-	(23)	847	824	(229)
Appreciation/(Depreciation) of Investment Assets		146	29	63	690	928	1,225
Colleges Fund Grant		-	-	-	394	394	316
Unspent Trust or Other Restricted Fund Income Retained by Funds		111	16	-	-	127	56
Deferred Capital Grants Released in Year		(173)	-	-	-	(173)	(173)
Donations & Benefactions		-	-	-	-	-	632
Transfers		-	-	316	(316)	-	-
Actual Return Less Expected Return on Pension Scheme Assets	18	-	-	-	156	156	377
Changes in Assumptions Underlying the Present Value of the Schemes Liabilities	18	-	-	-	(96)	(96)	(475)
Experience Gains & Losses Arising On Scheme Liabilities	18	-	-	-	6	6	(97)
Total Recognised Gains/(Losses) for the Year		84	45	356	1,681	2,166	1,632
Balance Carried Forward at 30 June 2006		5,467	655	7,078	15,766	28,966	26,800

Robinson College

Balance Sheet

Year Ended 30 June 2006

	Note	2006 £000	2005 £000
Fixed Assets			
Tangible Assets	11	12,763	12,757
Investment Assets	12	14,444	12,105
		<u>27,207</u>	<u>24,862</u>
Current Assets			
Stock		102	91
Debtors	13	2,263	2,273
Cash	14	1,717	1,575
		<u>4,082</u>	<u>3,939</u>
Creditors: Amounts Falling Due Within One Year	15	<u>(1,014)</u>	<u>(636)</u>
Net Current Assets		<u>3,068</u>	<u>3,303</u>
Total Assets Less Current Liabilities Excluding Pension Liability		<u>30,275</u>	<u>28,165</u>
Pension Liability	18	(1,309)	(1,365)
Net Assets Including Pension Liability		<u><u>28,966</u></u>	<u><u>26,800</u></u>

		Income/ Expendable Capital Funds £000	Permanent Capital Funds £000	Total 2006 £000	Total 2005 £000
Capital and Reserves					
Restricted Funds Held for Collegiate Purposes	16	1,525	3,942	5,467	5,383
Restricted Funds Held for Non-Collegiate Purposes	16	150	505	655	610
Unrestricted Funds Excluding Pension Reserve	16	12,584	11,569	24,153	22,172
Pension Reserve	16	(1,309)	-	(1,309)	(1,365)
Unrestricted Funds Including Pension Reserve		<u>11,275</u>	<u>11,569</u>	<u>22,844</u>	<u>20,807</u>
TOTAL		<u><u>12,950</u></u>	<u><u>16,016</u></u>	<u><u>28,966</u></u>	<u><u>26,800</u></u>

Approved by the Governing Body on 20 November 2006 and are signed on their behalf by:

R Reason
Finance Bursar

Robinson College

Cash Flow Statement

Year Ended 30 June 2006

	2006	2005
	£000	£000
Operating Activities		
Operating Surplus/(Deficit) Before Tax	824	(229)
Depreciation	574	574
Investment Income	(652)	(508)
Donation Income Expended in Year	(174)	(173)
Management Charges	46	-
Movement in Pension Surplus/Deficit	10	6
Increase in Stocks	(11)	(6)
Decrease in Debtors	11	191
Increase in Creditors	377	91
	<hr/>	<hr/>
Net Cash Inflow/(Outflow) from Operating Activities	1,005	(54)
Returns on Investments and Servicing of Finance		
Investment Income	568	461
Other Interest Received	84	47
Retained Endowment Income	127	56
	<hr/>	<hr/>
Net Cash Inflow from Returns on Investments and Servicing of Finance	779	564
	<hr/>	<hr/>
Net Cash Inflow from Operating Activities, Returns on Investments and Servicing of Finance	1,784	510
	<hr/> <hr/>	<hr/> <hr/>
Capital Expenditure and Financial Investment		
Capital Grants Received	394	316
Benefactions Received	-	632
	<hr/>	<hr/>
Payments to Acquire Investment Assets	(1,456)	(252)
Payments to Acquire Tangible Fixed Assets	(580)	(571)
	<hr/>	<hr/>
Net Cash (Outflow)/Inflow from Investing Activities	(1,642)	125
	<hr/> <hr/>	<hr/> <hr/>
Increase in Cash in Year	142	635
	<hr/> <hr/>	<hr/> <hr/>
Reconciliation of Net Cash Flow to Movement in Net Liquid Assets		
Increase in Cash in the Year	142	635
Net Funds Brought Forward at 1 July 2005	1,575	940
	<hr/>	<hr/>
Net Funds Carried Forward at 30 June 2006	1,717	1,575
	<hr/> <hr/>	<hr/> <hr/>

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

1. Academic Fees and Charges			2006	2005		
			£000	£000		
College Fees:						
Fee Income paid on behalf of Undergraduates eligible for Student Support (per capita fee £3,220)			1,211	1,068		
Other Undergraduate Fee Income (per capita fee £3,445)			127	99		
Graduate Fee Income (per capita fee £1,992)			129	120		
Other fees			5	3		
Total			<u>1,472</u>	<u>1,290</u>		
2. Income from Residences, Catering and Conferences			2006	2005		
			£000	£000		
Accommodation:						
College Members			1,218	1,095		
Conferences			394	295		
Catering:						
College Members			590	547		
Conferences			521	441		
Total			<u>2,723</u>	<u>2,378</u>		
3. Endowment and Investment Income						
	Income from Restricted Funds for Collegiate Purposes £000	Income from Restricted Funds for non- Collegiate Purposes £000	Income from Unrestricted Funds £000	2006 £000	2005 £000	
Income From:						
Quoted Securities - Equities	58	19	278	355	267	
Quoted Securities – Fixed Interest	34	12	166	212	193	
Cash Balances	-	-	84	84	47	
Donations and Benefactions	135	-	1,320	1,455	812	
Total	<u>227</u>	<u>31</u>	<u>1,848</u>	<u>2,106</u>	<u>1,319</u>	
Liability to Contribution Under Statute G,II				2006 £000	2005 £000	
Endowment Income Liable to Contribution				620	356	
Endowment Income Not Liable to Contribution				1,486	963	
Total				<u>2,106</u>	<u>1,319</u>	
4. Other Income			2006	2005		
			£000	£000		
Miscellaneous Income			27	35		
Net Finance Charge in Respect of Defined Benefit Pension Scheme			10	-		
			<u>37</u>	<u>35</u>		

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

5. Staff	College Fellows £000	Non- Academic £000	2006 £000	2005 £000
Staff Costs:				
Emoluments	584	2,093	2,677	2,639
Social Security Costs	52	164	216	193
Other Pension Costs (see note 18)	58	282	340	279
	<u>694</u>	<u>2,539</u>	<u>3,233</u>	<u>3,111</u>
	No.	No.	No.	No.
Average Staff Numbers (Full Time Equivalent):				
Academic	69	-	69	63
Non-academic	3	90	93	92
	<u>72</u>	<u>90</u>	<u>162</u>	<u>155</u>

There are 72 fellows in the Governing Body, of which 26 are stipendiary.

The number of officers and employees of the College, including the Head of House, who received emoluments in the following ranges were:

£70,000 - £79,999	<u>2006</u> <u>2</u>	<u>2005</u> <u>-</u>
6. Education Expenditure	2006 £000	2005 £000
Teaching	1,517	1,373
Tutorial	463	414
Admissions	87	79
Research	134	128
Scholarships and Awards	24	25
Other Educational Facilities	81	82
Total	<u>2,306</u>	<u>2,101</u>
7 Residences, Catering and Conferences Expenditure	2006 £000	2005 £000
Accommodation:		
College Members	1,181	1,177
Conferences	325	310
Catering:		
College Members	937	938
Conferences	393	321
Total	<u>2,836</u>	<u>2,746</u>

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

8 Other Expenditure

	Total 2006 £000	Total 2005 £000
Expenditure of Restricted Funds	19	20
Academic	40	21
Administration	19	68
College Officers	37	42
Domestic Services	15	27
Repairs and Maintenance	55	100
Other	60	49
Net Finance Charge in Respect of Defined Benefit Pension Scheme	-	21
Total	<u><u>245</u></u>	<u><u>348</u></u>

9. Contribution Under Statute G,II

	Note	2006 £000	2006 £000	2005 £000	2005 £000
Endowment Income per Income and Expenditure Account			2,106		1,320
Less Items not Assessable to Contribution:					
Donations & Bequests		1,455		812	
Income of Funds not Subject to Contribution		32		152	
Items Deductible from External Revenue	20a	<u>107</u>	<u>(1,594)</u>	<u>128</u>	<u>(1,092)</u>
Assessable Income			512		228
Less Deductible Items	20b		<u>(524)</u>		<u>(472)</u>
Net Assessable Income			<u><u>(12)</u></u>		<u><u>(244)</u></u>

10a. Analysis of 2006 Expenditure by Activity

	Staff Costs (Note 5) £000	Other Operating Expenses £000	Depreciation £000	Recharged to subsidiary £000	Total £000
Education	1,306	759	241	-	2,306
Residence, Catering and Conferences	1,782	1,334	313	(593)	2,836
Other	145	80	20	-	245
	<u>3,233</u>	<u>2,173</u>	<u>574</u>	<u>(593)</u>	<u>5,387</u>

The above expenditure includes fundraising costs of £166,926. This expenditure includes the costs of alumni relations.

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

10b. Analysis of 2005 Expenditure by Activity	Staff Costs (Note 5) £000	Other Operating Expenses £000	Depreciation £000	Recharged to Subsidiary £000	Total £000
Education	1,224	697	180	-	2,101
Residences, Catering and Conferences	1,711	1,412	312	(689)	2,746
Other	176	91	81	-	348
	<u>3,111</u>	<u>2,200</u>	<u>573</u>	<u>(689)</u>	<u>5,195</u>

11. Tangible Assets	Freehold Land £000	Freehold Buildings £000	Assets in the Course of Construction £'000	Furniture Fittings and Equipment £000	Library Books £000	Total £000
Cost						
As at 1 July 2005	3,666	14,727	158	2,272	358	21,181
Additions at cost	-	276	79	212	13	580
Disposals	-	-	-	(191)	(26)	(217)
As at 30 June 2006	<u>3,666</u>	<u>15,003</u>	<u>237</u>	<u>2,293</u>	<u>345</u>	<u>21,544</u>
Depreciation						
As at 1 July 2005	-	6,556	-	1,785	83	8,424
Charge for the year	-	300	-	251	23	574
Disposals	-	-	-	(191)	(26)	(217)
As at 30 June 2006	<u>-</u>	<u>6,856</u>	<u>-</u>	<u>1,845</u>	<u>80</u>	<u>8,781</u>
Net Book value						
At 30 June 2006	<u>3,666</u>	<u>8,147</u>	<u>237</u>	<u>448</u>	<u>265</u>	<u>12,763</u>
At 30 June 2005	<u>3,666</u>	<u>8,171</u>	<u>158</u>	<u>487</u>	<u>275</u>	<u>12,757</u>

The insured value of Freehold Land and Buildings as at 30 June 2006 was £67,643,726 (2005 - £65,464,000)

12. Investments	2006 £000	2005 £000
Cost or valuation		
As at 1 July 2005	12,105	8,431
Additions	7,989	3,368
Disposals	(7,067)	306
Appreciation on Revaluation	817	
Increase in Cash Balances held by Fund Managers	600	
As at 30 June 2006	<u>14,444</u>	<u>12,105</u>
Represented by:		
Equities	10,113	8,431
Fixed Interest	3,424	3,368
Cash with Agents	907	306
	<u>14,444</u>	<u>12,105</u>

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

12. Investments (continued)

Subsidiary Companies

At 30 June 2006, Robinson College held an investment in the following companies:

Subsidiary undertaking	Holding	Proportion of voting rights	Country of Incorporation	Nature of Business
Robinson College Enterprises Ltd	Ordinary	100%	United Kingdom	Provision of conference facilities
Robinson College Developments Ltd	Ordinary	100%	United Kingdom	Design and build of properties

The principle activity of Robinson College Enterprises Limited (Company Registration Number 2824537) is the provision of some of the conference facilities managed by Robinson College. In the year to 30 June 2006 the College received £183,715 (2005: £207,282) from this company, which was the operating surplus of the subsidiary for the year. At 30 June 2006 the net assets of the company were £2 (2005: £2).

Robinson College Developments Limited (Company Registration Number 5813293) was formed during the year but had not commenced trading at 30 June 2006.

13. Debtors	2006 £000	2005 £000
Long Term Debtors and Loan	1,309	1,410
Amounts Owed by Subsidiary Company	597	584
Other Debtors	357	279
	<u>2,263</u>	<u>2,273</u>

Within amounts owed by long term debtors, £1,200,000 is due outside of one year.

14. Cash	2006 £000	2005 £000
Bank Deposits	1,200	1,000
Cash at Bank	506	565
Cash in Hand	11	10
	<u>1,717</u>	<u>1,575</u>

15. Creditors: Amounts Falling Due Within One Year	2006 £000	2005 £000
Members of the College	4	4
University Compositions Fees	387	37
Other Creditors	623	595
	<u>1,014</u>	<u>636</u>

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

16. Capital and Reserves

	Note	Income/ Expendable Capital Funds £000	Permanent Capital Funds £000	Total 2006 £000	Total 2005 £000
<i>Restricted Funds:</i>					
Funds for Collegiate Purposes					
Trust Funds		18	80	98	90
Donations & Benefactions		1,507	562	2,069	1,819
Deferred Capital Funds			3,300	3,300	3,474
		<u>1,525</u>	<u>3,942</u>	<u>5,467</u>	<u>5,383</u>
Funds for Non-Collegiate Purposes					
Trust Funds		<u>150</u>	<u>505</u>	<u>655</u>	<u>610</u>
<i>Unrestricted Funds:</i>					
<i>Designated Funds:</i>					
Special Funds	16e	<u>6,465</u>	<u>613</u>	<u>7,078</u>	<u>6,722</u>
<i>Undesignated Funds:</i>					
Capital Account		2,731	10,956	13,687	12,933
Donations & Benefactions		244	-	244	235
Revenue Reserve		3,144	-	3,144	2,282
Pension Reserve		(1,309)	-	(1,309)	(1,365)
		<u>4,810</u>	<u>10,956</u>	<u>15,766</u>	<u>14,085</u>
Total Unrestricted Funds		<u>11,275</u>	<u>11,569</u>	<u>22,844</u>	<u>20,807</u>
Total Capital and Reserves		<u>12,950</u>	<u>16,016</u>	<u>28,966</u>	<u>26,800</u>

16b. Reconciliation of Movement in Capital and Reserves

	Restricted Funds				Unrestricted Funds				Total 2006 £000
	Funds for Collegiate Purposes		Funds for Non-Collegiate Purposes		Designated Funds		Undesignated Funds		
	Expendable Capital Funds £000	Permanent Capital Funds £000	Expendable Capital Funds £000	Permanent Capital Funds £000	Expendable Capital Funds £000	Permanent Capital Funds £000	Income/ Expendable Capital Funds £000	Permanent Capital Funds £000	
Balance as at 1 July 2005	1,337	4,046	134	476	6,175	547	3,523	10,562	26,800
Increases During Year	303	70	32	29	375	66	1,603	394	2,873
Decreases During Year	(115)	(174)	(16)	-	(85)	-	(316)	-	(706)
Balance as at 30 June 2006	<u>1,525</u>	<u>3,942</u>	<u>150</u>	<u>505</u>	<u>6,465</u>	<u>613</u>	<u>4,810</u>	<u>10,956</u>	<u>28,966</u>

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

16c. Analysis of Restricted and Designated Funds:

	Restricted Funds 2006 £000	Unrestricted Funds 2006 £000	Total 2006 £000	Total 2005 £000
Fellowship Funds	1,374	-	1,374	1,234
Scholarship Funds	258	266	524	470
Prizes Funds	87	11	98	75
Hardship Funds	161	66	227	219
Bursary Funds	-	631	631	572
Other Funds	4,242	6,104	10,346	10,145
	<u>6,122</u>	<u>7,078</u>	<u>13,200</u>	<u>12,715</u>

16d. Capital is Invested in the Following Categories of Assets:

	Restricted Funds				Unrestricted Funds				Total 2006 £000
	Funds for Collegiate Purposes		Funds for non-Collegiate Purposes		Designated Funds		Undesignated Funds		
	Expendable Capital Funds £000	Permanent Capital Funds £000	Expendable Capital Funds £000	Permanent Capital Funds £000	Expendable Capital Funds £000	Permanent Capital Funds £000	Expendable Capital Funds £000	Permanent Capital Funds £000	
Tangible fixed assets (note 11)	-	3,300	-	-	5,797	-	716	2,950	12,763
Investment assets (note 12)	1,525	642	150	505	380	613	2,623	8,006	14,444
Net current assets	-	-	-	-	288	-	2,780	-	3,068
Pension Liability (note 18)	-	-	-	-	-	-	(1,309)	-	(1,309)
	<u>1,525</u>	<u>3,942</u>	<u>150</u>	<u>505</u>	<u>6,465</u>	<u>613</u>	<u>4,810</u>	<u>10,956</u>	<u>28,966</u>

16e. Unrestricted Designated Special Funds

	2006 £000	2005 £000
Fixed Asset Reserve	5,797	5,617
College Building Fund	288	204
Scholarship and Fellowship Funds	993	901
	<u>7,078</u>	<u>6,722</u>

17. Capital Commitments

At 30 June 2006 future capital expenditure authorised and committed amounted to £471,000 (2005: £671,000)

18. Pension Schemes

University Superannuation Scheme

The College's employees belong to two principal pension schemes, the Universities Superannuation Scheme (USS) and the Cambridge Colleges Federation Pension Scheme (CCFPS). The total pension cost for the period was £339,553 (2005: £279,208).

University Superannuation Scheme

The institution participates in the Universities Superannuation Scheme (USS), a defined benefit scheme which is externally funded and contracted out of the State Second Pension (S2P). The assets of the scheme are held in a separate trustee-administered fund. The institution is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis and therefore, as required by FRS 17 "Retirement benefits", accounts for the scheme as if it were a defined contribution scheme. As a result, the amount charged to the income and expenditure account represents the contributions payable to the scheme in respect of the accounting period.

The latest actuarial valuation of the scheme was at 31 March 2005. The assumptions which have the most significant effect on the result of the valuation are those relating to the rate of return on investments (i.e. the valuation rate of interest) and the rates of increase in salary and pensions. In relation to the past service liabilities the financial assumptions were derived from market yields prevailing at the valuation date. It was assumed that the valuation rate of interest would be 4.5% per annum, salary increases would be 3.9% per annum (plus an additional allowance for increases in salaries due to age and promotion in line with recent experience) and pensions would increase by 2.9% per annum. In relation to the future service liabilities it was assumed that the valuation rate of interest would be 6.2% per annum, including an additional investment return assumption of 1.7% per annum, salary increases would be 3.9% per annum (also plus an allowance for increases in salaries due to age and promotion) and pensions would increase by 2.9% per annum. The valuation was carried out using the projected unit method.

At the valuation date, the value of the assets of the scheme was £21,740 million and the value of the past service liabilities was £28,308 million indicating a deficit of £6,568 million. The assets therefore were sufficient to cover 77% of the benefits which had accrued to members after allowing for expected future increases in earnings.

The actuary also valued the scheme on a number of other bases as at the valuation date. Using the Minimum Funding Requirement prescribed assumptions introduced by the Pensions Act 1995, the scheme was 126% funded at that date; under the Pension Protection Fund regulations introduced by the Pensions Act 2004 it was 110% funded; on a buy-out basis (ie assuming the Scheme had discontinued on the valuation date) the assets would have been approximately 74% of the amount necessary to secure all the USS benefits with an insurance company; and using the FRS17 formula as if USS was a single employer scheme, the actuary estimated that the funding level would have been approximately 90%.

The institution contribution rate required for future service benefits alone at the date of the valuation was 14.3% of pensionable salaries but the trustee company, on the advice of the actuary, decided to maintain the institution contribution rate at 14% of pensionable salaries.

Surpluses or deficits which arise at future valuations may impact on the institution's future contribution commitment. An additional factor which could impact the funding level of the scheme is that with effect from 16 March 2006, USS positioned itself as a "last man standing" scheme so that in the event of the insolvency of any of the participating employers in USS, the amount of any pension funding shortfall (which cannot otherwise be recovered) in respect of that employer will be spread across the remaining participant employers and reflected in the next actuarial valuation of the scheme.

The next formal triennial actuarial valuation is due as at 31 March 2008. The contribution rate will be reviewed as part of each valuation.

The total pension cost for the College was £69,730 (2005: £79,000). The contribution rate payable by the College was 14% of pensionable salaries.

Notes to the Accounts

Year Ended 30 June 2006

18. Pension Schemes (continued)

Cambridge Colleges Federated Pension Scheme

The College is a member of a multi-employer defined benefit scheme, the Cambridge Colleges Federated Pension Scheme, in the United Kingdom. The Scheme is a defined benefit final salary pension scheme that was originally set up, under an interim Trust Deed, on 19 July 1977 as a defined benefit scheme. From 6 April 2006, it became a scheme registered with the HM Revenue & Customs under the terms of the Finance Act 2004. The College's employees covered by the Scheme are contracted out of the State Second Pension (S2P).

The College has elected to change benefits for service from 1 April 2004 for existing members and new entrants joining the scheme after 1 April 2004 by:

- capping service at 40 years (previously uncapped); and
- paying unreduced pensions from age 65 (previously 60).
- Limiting pension increases in line with increases in the Retail Price Index (RPI) to 5% pa compound (previously RPI).

The date of the most recent full actuarial valuation was as at 31 March 2005. These FRS17 valuation results used the valuation data updated by an Actuary who is not an employee or officer of the College and/or its subsidiaries.

The total pension cost for the College was £269,823 (2005: £200,208).

The major assumptions used by the actuary were:

	30 June 2006 %	30 June 2005 %	30 June 2004 %
Rate of Increase in Salaries	3.85	3.5	3.8
Rate of Increase in Pensions in Deferment			
- Guaranteed Minimum Pension (GMP)	3.85	3.5	3.8
- Excess Pension	3.1	2.75	3.1
Rate of Increase in Pensions in Payment			
- GMP Accrued up to 5 April 1988	0.0	0.0	0.0
- GMP Accrued after 5 April 1988	2.3	2.0	2.3
- Excess Pension over GMP and Pension Accrued to 1 April 2004	3.1	2.75	3.1
- Pension Accrued on or after 1 April 2004	2.6	2.25	2.6
Discount Rate	5.25	5.0	5.8
Inflation Assumption	3.1	2.75	3.1

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

	Long term rate of return expected 2006 %	Value at 30 June 2006 £000	Long term rate of return expected 2005 %	Value at 30 June 2005 £000	Long term rate of return expected 2004 %	Value at 30 June 2004 £000
Equities	7.5	3,730	7.5	3,211	8.0	2,392
Cash, Gilts & Net Current Assets	4.7	1,113	4.7	1,256	5.1	1,300
Property	6.5	158	6.5	136	7.0	278
Total Market Value of Assets		<u>5,001</u>		<u>4,603</u>		<u>3,970</u>
Present Value of Scheme Liabilities		<u>(6,310)</u>		<u>(5,968)</u>		<u>(5,136)</u>
Net pension liability		<u>(1,309)</u>		<u>(1,365)</u>		<u>(1,166)</u>

Notes to the Accounts

Year Ended 30 June 2006

18. Pension Schemes (continued)

The main reason for the improvement in the financial position is:

- Better than expected investment returns, partially offset by:
- A change of basis loss due to the use of more conservative economic assumptions in 2006 ie those that place a higher value on the liabilities than previously.

The following amounts have been included within the accounts:

Analysis of Amounts Charged to Operating Profit

	2006	2005
	£000	£000
Current Service Cost	199	147
Life Assurance Premium	28	32
Total Operating Charge	<u>227</u>	<u>179</u>

Analysis of Amount Credited to Other Finance Income

	2006	2005
	£000	£000
Expected Return on Pension Scheme Assets	306	277
Interest on Pension Scheme Liabilities	(296)	(298)
Net Return	<u>10</u>	<u>(21)</u>

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

	2006	2005
	£000	£000
Actual return less expected return on pension scheme assets	156	377
Experience gains and losses arising on scheme liabilities	6	(96)
Changes in assumptions underlying the present value of the scheme liabilities	(96)	(475)
Actuarial gain/(loss) recognised in STRGL	<u>66</u>	<u>(194)</u>

Movement in surplus during the year

	2006	2005
	£000	£000
Deficit in scheme at beginning of the year	(1,365)	(1,166)
Movement in year:		
Current service costs including life assurance	(227)	(179)
Contributions	207	195
Other finance income	10	(21)
Actuarial gain/(loss)	66	(194)
Deficit in scheme at end of the year	<u>(1,309)</u>	<u>(1,365)</u>

Notes to the Accounts

Year Ended 30 June 2006

18. Pension Schemes continued

History of experience gains and losses

	2006	2005	2004	2003
Difference between the Expected and Actual Return on Scheme Assets:				
Amount (£000)	156	377	184	(397)
Percentage of Scheme Assets	3%	8%	5%	(12%)
Experience Gains and Losses on Scheme Liabilities:				
Amount (£000)	6	(97)	(67)	15
Percentage of the Scheme Liabilities	0%	(2%)	(1%)	0%
Total Amount Recognised in Statement of Total Recognised Gains and Losses:				
Amount (£000)	66	(194)	(88)	(524)
Percentage of the Scheme Liabilities	1%	(3%)	(2%)	(12%)

19. Prior Year Adjustments

- a. As a result of the adoption of FRS 17 as at 30 June 2006 a prior year adjustment arises in respect of the introduction of the Cambridge Colleges Federated Pension Scheme liability as at 30 June 2005 in the sum of £1,365,459.
- b. During the year the College decided to restate a long term debtor at historical cost rather than at its present value. This has resulted in an increase in debtors and reserves of £300,000.
- c. During the year the College made a further adjustment of £7,353 to restate balances which are immaterial in nature. In addition the contribution comparatives in notes 9 and 20 have been adjusted due to a miscalculation that came to the attention of the College during the year.

20. Contribution Assessment

20a. Assessable Income	2006 £000	2006 £000	2005 £000	2005 £000
i. External Revenue:				
Dividends and Interest Gross		481		251
Less:				
Insurance of College Buildings	1		1	
Agency, Management Charges	99		114	
Sinking Fund Payments under Statute G,II4(iv)	-		8	
Other Deductions from External Revenue	7		5	
		(107)		(128)
		374		122
ii Trust & Other Funds Subject to Contribution				
Dividends and Interest Gross		139		106
		513		228
iii Trust & Other Funds Not Subject to Contribution				
Trust & Other Funds		32		151

Robinson College

Notes to the Accounts

Year Ended 30 June 2006

20b. Deductible Items	2006	2005
	£000	£000
Half Sums paid to Scholars, Exhibitioners & Research Students	-	3
Prizes	3	4
Half Maintenance of Chapel Expenditure	4	4
Net Expenditure on College Library	61	64
College Teaching Officers	258	207
College Building Fund Approved Under Statute GII,4(vii)	136	131
University Counselling Service	9	9
Other Sums Approved Under Statute GII 4xxiii	49	50
	<u>524</u>	<u>472</u>
20c. Building Fund Under Statute GII,4(vii)		
Balance at 1 July 2005	204	
Transfer Approved Under GII,4 (vii)	136	
Less Repairs and Improvements Expenditure	(52)	
Balance at 30 June 2006	<u>288</u>	

21. Related Party Transactions

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