

Harris Manchester College
Financial Statements
for the year ended 31 July 2006

The accounts' index (if any), Responsibilities of the Governing Body, Statement of Principal Accounting Policies and Independent Auditors' Report have been omitted from this 150 dpi Akme scan.

HARRIS MANCHESTER COLLEGE

Report of the Governing Body

The Governing Body of Harris Manchester College presents the annual report and financial statements for the year ended 31 July 2006.

Status

Harris Manchester College is an eleemosynary chartered charitable corporation aggregate. It was founded by English Presbyterians in 1786 and granted a Royal Charter of Elizabeth II, dated 12th January 1996. The corporation comprises the Principal and Fellows. The College is an exempt charity under s3(5a) Charities Act 1993 (as listed in Schedule 2(b) to that Act).

Objects

The College exists to provide and promote undergraduate and graduate education within the University of Oxford, and also to provide and promote university academic research.

Within these Objects, the College also has various permanently endowed trust funds held for special purposes in connection with the development of College facilities and for scholarships, bursaries, prizes and other educational purposes.

Governance

The Governing Body of the College comprises the Principal and Fellows. This body is constituted and regulated in accordance with the College Statutes, the terms of which are enforceable ultimately by the Visitor, Sir Eric Anderson. The College Statutes are as made from time to time by order of Her Majesty in Council in accordance with the Royal Charter of 12th January 1996, and the Universities of Oxford and Cambridge Act 1923. The Governing Body holds to itself the responsibilities for the ongoing strategic direction of the College, for its administration and for the management of its finances and assets. It meets regularly under the chairmanship of the Principal and is advised by a range of professional investment managers, lawyers, academics, health and safety officers and fire officers.

Scope of financial statements

The College has no subsidiary or associated undertakings.

Review of operations and finance

The college ended the year with a surplus of £23k on continuing operations compared with a surplus of £58k in 2005. Income for the year was £1.56m (£1.47 in 2005) of which £629k was from college fees, £285k was residential income, £307k was from conferences and £173k was from grants and donations. The college received income of £85k from its endowments, of which £54k was used for general college purposes with the remainder being reinvested in the college endowment fund.

Expenditure in the year was £1.5m (£1.4m in 2005). As in other years much of the increase is a result of increases in staff costs and there has been additional operating expenditure involved in generating additional conference and fee income.

Investment performance

During the year the Endowment of the college increased by £1m as a result of additional donations of £433k, capital grants of £173k, appreciation of investments of £313k, transfer from college reserves of £53k and reinvestment of income of £28k. The college remains committed to maximising the growth of the endowment.

Reserves

The balance on reserves at the year end amounted to £(0.4)m (note 19). After allowing for the amounts invested in fixed assets and designated reserves for special purposes, the College's general reserve was £(450)k, with £53k being transferred from the general reserve to support the general endowment fund. The Governing Body has reviewed the reserves of the College and has concluded that a general reserve of £400k should be maintained to allow the College to be managed efficiently and to provide a buffer for uninterrupted services. This equates to approximately 4 months of expenditure.

Risk management

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

Approved by the Governing Body on 29th November 2006

Rev Dr R Walter
Principal

HARRIS MANCHESTER COLLEGE
Income and Expenditure Account
Year ended 31 July 2006

	Notes	2006 £	2005 £
INCOME			
Academic fees and tuition income	1	629,304	540,380
Research grants and contracts	2	0	0
Other operating income	3	867,563	889,080
Endowment return and interest receivable	4	66,657	42,029
Total income		<u>1,563,524</u>	<u>1,471,489</u>
EXPENDITURE			
Staff costs	5	969,206	897,297
Depreciation		108,962	114,885
Other operating expenses		461,103	397,738
Interest payable		1,103	3,808
Contribution under Statute XV		0	0
Total expenditure	7	<u>1,540,373</u>	<u>1,413,728</u>
Surplus/(deficit) for the year on continuing operations before taxation and disposal of fixed assets		23,151	57,761
Surplus/(deficit) on disposal of fixed assets		90	0
Taxation	8	0	0
Surplus/(Deficit) for the year after taxation	9	<u>23,241</u>	<u>57,761</u>

Statement of total recognised gains and losses
Year ended 31 July 2006

	Notes	2006 £	2005 £
Surplus/(Deficit) for the year		23,241	57,761
Appreciation /(depreciation) of endowment asset investments	18	312,853	414,004
Income receivable from endowment asset investments	18	85,379	51,563
Transfer to income & expenditure account from general endowment	18	(54,086)	(30,809)
Net release from deferred capital	17	(79,662)	(79,663)
New endowments received	18	606,663	740,819
Total recognised gains/(losses) relating to the year		<u>894,388</u>	<u>1,153,675</u>
Opening reserves and endowments		6,976,923	5,823,247
Closing reserves and endowments		<u>7,871,311</u>	<u>6,976,922</u>

HARRIS MANCHESTER COLLEGE
 Balance Sheet
 As at 31 July 2006

	Notes	2006 £	2005 £
Fixed assets			
Tangible assets	10	3,739,286	3,817,643
Investments	11	0	0
		<u>3,739,286</u>	<u>3,817,643</u>
Endowment asset investments			
Securities and cash deposits		4,597,409	3,593,407
Land and property		0	0
	12	<u>4,597,409</u>	<u>3,593,407</u>
Current assets:			
Stocks		13,262	14,984
Debtors	13	157,265	160,924
Short term investments		0	0
Cash at bank and in hand		135,201	341,941
		<u>305,728</u>	<u>517,849</u>
Creditors:			
Amounts falling due within one year	14	(631,112)	(791,977)
		<u>(325,384)</u>	<u>(274,128)</u>
Net current liabilities			
TOTAL ASSETS LESS CURRENT LIABILITIES		8,011,311	7,136,923
Creditors:			
Amounts falling due after more than one year	15	(140,000)	(160,000)
Provision for liabilities and charges	16	0	0
		<u>7,871,311</u>	<u>6,976,923</u>
TOTAL NET ASSETS			
Deferred capital	17	3,723,901	3,803,563
Endowments			
Specific		44,121	42,981
General		4,553,288	3,550,426
	18	<u>4,597,409</u>	<u>3,593,407</u>
Reserves			
Designated reserves		0	0
Revaluation reserve		0	0
General reserves		(449,999)	(420,047)
	19	<u>(449,999)</u>	<u>(420,047)</u>
TOTAL FUNDS		<u>7,871,311</u>	<u>6,976,923</u>

The financial statements were approved by the Governing Body of Harris Manchester College on 29th November 2006

Rev Dr R Waller
 Principal

Dr E Eve
 Secretary