

LINACRE COLLEGE

Financial Statements

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.

LINACRE COLLEGE

Report of the Governing Body

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

Status

Linacre College was established by the University in 1962 as a Society for men and women graduates reading for advanced degrees and diplomas of the University in all subjects. It was granted its charter and full autonomy in 1986. 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 graduate education within the University of Oxford, and also to provide and promote University academic research. The College does not admit undergraduates. The students in residence are divided almost equally between scientists and students of the social sciences and humanities, and the College is also noted for its strong environmental interest. Nearly half the student body is from overseas, from 50 countries at any one time.

Within these objects, the College also has various funds held for special purposes in connection with the development of College facilities and for scholarships, grants in cases of hardship, and other educational purposes.

Governance

The Governing Body of the College comprises the Principal and Fellows. This body is constituted and regulated in accordance with the College Statutes, the terms of which are enforceable ultimately by the Visitor, the High Steward of the University. The College Statutes are as made from time to time by order of Her Majesty in Council in accordance with the Royal Charter of 5th June 1986, and the Universities of Oxford and Cambridge Act 1923. The Governing Body holds to itself the responsibilities for the ongoing strategic direction of the College, for its administration and for the management of its finances and assets. It meets regularly under the chairmanship of the Principal and is advised by a range of committees which include the Finance Committee.

Scope of financial statements

The financial statements comprise the accounts of Linacre College. The College has no subsidiary companies.

Review of operations and finance

The 40th Anniversary Campaign concluded at the end of December 2005, successfully reaching its target of £3m. Donations and pledges received during the 3 year campaign include significant funds for the Specific and General Endowment as well as for other designated purposes. These gifts help to secure the provision of the best facilities for future generations of students. During the year £134k was donated for the permanent endowment and £38k for scholarships and student grants. A further £198k in grants and donations were credited to the Income and Expenditure Account, £154k of which remained unspent at the end of the year and has been credited to Designated Reserves. Significant repairs and improvements to student accommodation have continued. Student numbers have grown significantly in recent years but have now reached a maximum for the current facilities. The College has a policy of increasing the amount of student accommodation available.

Investment performance

The growth in the College portfolio reflects the continued recovery in stockmarkets. Cash balances invested in the University Deposit Pool continued to earn a competitive interest rate.

Reserves

The balance on reserves at the year end amounted to £1.78m. After allowing for the amounts invested in fixed assets and designated reserves for special purposes, the College's General Reserve was £65k. Provision for long term maintenance is separately provided for under Designated Reserves.

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 29 November 2006

P Slack - Principal

LINACRE COLLEGE
Income and Expenditure Account
Year ended 31 July 2006

	Notes	2006 £	2005 £
INCOME			
Academic fees and tuition income	1	642,246	552,423
Other operating income	2	1,028,778	917,298
Endowment return and interest receivable	3	401,915	284,088
Total income		<u>2,072,939</u>	<u>1,753,809</u>
EXPENDITURE			
Staff costs	4	793,703	724,525
Depreciation		126,985	121,825
Other operating expenses		960,468	907,043
Interest payable		0	38
Total expenditure	6	<u>1,881,156</u>	<u>1,753,431</u>
Surplus for the year on continuing operations before taxation and disposal of fixed assets		191,783	378
Surplus for the year after taxation	7	<u>191,783</u>	<u>378</u>

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

	Notes	2006 £	2005 £
Reserves			
Surplus for the year	15	191,783	378
Endowments			
Income receivable from endowment asset investments	14	248,152	197,336
Transfer to income & expenditure account from endowment	14	(334,584)	(237,179)
Appreciation (depreciation) of endowment asset investments	14	646,760	969,770
New endowments received	14	348,187	902,466
Other			
Deferred capital released to Income and Expenditure Account	13	(61,756)	(61,756)
Total recognised gains relating to the year		<u>1,038,542</u>	<u>1,771,015</u>
Opening reserves and endowments		11,932,559	10,161,544
Closing reserves and endowments		<u>12,971,101</u>	<u>11,932,559</u>

LINACRE COLLEGE
Balance Sheet
As at 31 July 2006

	Notes	2006 £	2005 £
Fixed assets			
Tangible assets	8	4,241,696	4,345,377
		<u>4,241,696</u>	<u>4,345,377</u>
Endowment asset investments			
Securities and cash deposits		7,905,614	6,985,122
	9	<u>7,905,614</u>	<u>6,985,122</u>
Current assets:			
Stocks		25,970	26,613
Debtors	10	102,790	160,776
Cash at bank and in hand		<u>1,034,886</u>	<u>1,115,904</u>
		1,163,646	1,303,293
Creditors:			
Amounts falling due within one year	11	(339,855)	(701,233)
		<u>823,791</u>	<u>602,060</u>
Net current assets			
		<u>823,791</u>	<u>602,060</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		12,971,101	11,932,559
Creditors:			
Amounts falling due after more than one year	12	0	0
TOTAL NET ASSETS		<u>12,971,101</u>	<u>11,932,559</u>
Deferred capital	13	2,299,716	2,361,472
Endowments			
Specific		1,322,001	1,155,780
General		<u>6,583,613</u>	<u>5,829,342</u>
	14	7,905,614	6,985,122
Reserves			
Designated reserves		976,759	758,951
General reserves		<u>1,789,012</u>	<u>1,827,014</u>
	15	2,765,771	2,585,965
TOTAL FUNDS		<u>12,971,101</u>	<u>11,932,559</u>

The financial statements were approved by the Governing Body of Linacre College on 29 November 2006

P A Slack
Principal

A A Reid
Finance Bursar