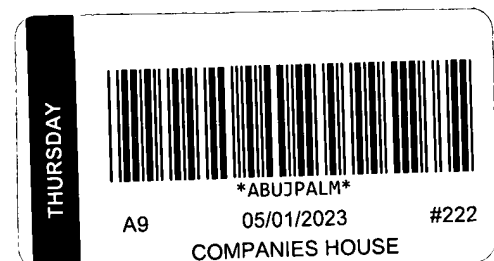


ST JOHN'S COLLEGE, DURHAM

Members' report and financial statements

31 July 2022



Registered number 00113496

Registered charity number 1141701

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Report of the Members of the Council

The Council Members who are also shareholders and directors of the charitable company St John's College, Durham submit their annual report and the audited financial statements for the year ended 31 July 2022. The Council Members have adopted the provisions of the Statement of Recommended Practice: 'Accounting & Reporting by Charities' (SORP FRS 102) effective 1st January 2019 in preparing the annual report and accounts of the company.

Reference and administrative details

The Principal is responsible to the College Council, together with the other College Officers, for the day-to-day management of the college. The Principal during the year was the Revd Professor DA Wilkinson, the Warden was the Revd Canon Dr PJJ Plyming, the Vice Principal was Dr R Bouveng, the Finance & HR Director was Mrs A Cook, and the Operations Director was Mr C Courtman. The Warden is primarily responsible for the operation of Cranmer Hall and the Vice Principal for undergraduate and postgraduate matters, the Finance & HR Director for the professional and support services within the College and the Operations Director for all operational matters outside the student academic and formational operations.

The Council members who served throughout the period are as follows:

Mrs E Bagg (appointed 8th April 2022)
Dr R Bouveng
Mrs S Bradley (resigned 14th October 2022)
Ms A Butler (appointed 1st July 2021, resigned 30th June 2022)
Mrs B Cass
Mrs A Cook
Mrs C Curran (appointed 24th June 2022)
Mr S Dale (appointed 10th December 2021)
Mr J Davison
Dr M Gilmore
Dr J Harrison (Vice President)
Professor M Higton
Rt Revd R Innes (President)
Mr T Jackson (appointed 1st July 2022)
Mrs S Judson (appointed 24th June 2022)
Rt Revd E Lane
Mr R Mayland (resigned 24th June 2022)
Professor A Michael
Ms J Miller (resigned 8th April 2022)
Professor G Moore
Revd F Ngangira (appointed 10th December 2021)
Ms K Pattinson
Revd Dr P Plyming
Mr N Robson
Mr K Shotton (resigned 8th October 2021)
Revd Professor Canon DA Wilkinson

The Remuneration Committee, a committee appointed by and reporting to Council and chaired by President of Council, is responsible for determining, within such sums as may be agreed by Finance Committee, the remuneration of College Officers and for approving any termination arrangements, including pension enhancements, made to College Officers in connection with the cessation of their employment.

Auditors

Haines Watts North East LLP
17 Queens Lane
Newcastle upon Tyne
NE1 1RN

Bankers

Barclays Bank Plc
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Durham
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Legal Advisors

Swinburne Maddison
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Aykley Heads Business Centre
Aykley Heads
Durham
DH1 5TS

Registered Office

3 South Bailey
Durham
DH1 3RJ

Structure, governance, and management

St John's College, Durham was historically an exempt charity and therefore had no registered charity number. This arrangement changed under the Charities Act 2006. During 2010/11 the Council adopted a revised Memorandum and Articles of Association and prepared a Public Benefit Statement that enabled registration with the Charity Commission and the allocation of a Registered Charity number, 1141701.

St John's College, Durham is a company limited by shares but by license of the Board of Trade the word 'Limited' is omitted from the name of the company. Council directs its operations in accordance with the Memorandum and Articles of Association.

During the year ended 31st July 2022 Rt. Revd Robert Innes served as President of Council, with Dr Jamie Harrison serving as Vice President. Membership of Council is by election of the Council. Nominations are made by the Search and Nominations subcommittee of Council which is chaired by the President of the Council. Members of Council are elected for a term of four years, with an option to be elected for one further four-year term. Formal induction and training of trustees takes place and is overseen by the Principal. An induction pack is provided to each new member of Council which contains copies of all relevant policies and procedures. The University Vice Chancellor is an *ex-officio* member of Council.

Council has a committee structure, constituted under the statement of delegations adopted by Council. Each committee has a governing document setting out its membership, its terms of reference, its powers, how often the committee should meet and its reporting requirements. Audit Committee consists of an independent chair and two non-exec members of Council and is responsible for overseeing the external audit of the financial statements.

As St John's College's purpose is to benefit students of both the University and the Church, (and through this to offer wider public benefit) the college's management and governance structures are designed to be particularly responsive to those groups. College Officers meet regularly with student representatives and Council membership includes seats for the St Johns Common Room President and the Cranmer Common Room President. The wider church is well represented on the College Council.

The interests of the University are safeguarded by the Vice Chancellor and two members of the University on College Council (an external member appointed by the Council of the College, but whose appointment is ratified by the Council of Durham University and an appointed external member who has been proposed for appointment by the Council of Durham University).

The Council Members have assessed the major risks to which the charity is exposed, in particular those related to the operations and finances of the charity and are satisfied that systems are in place to mitigate exposure to the major risks.

Significant Relationships

Durham University

Durham University recognises St John's College, and the relationship is governed by a Memorandum of Understanding. Students who are members of St John's College are students of the University, and students studying within Cranmer Hall are awarded Durham University degrees under Common Awards.

The Church of England

The first purpose listed in the College's governing documents is the education and training of candidates for Holy Orders in the Church of England and the second being 'general education' at Durham University. This is reflected in the proportion of revenue derived from fees paid by the Dioceses of the Church of England to fund the tuition, formation, and residential fees of students within Cranmer Hall.

Objectives and activities

The College's aim is to be a community of learning in which people flourish together abundantly for life, service and leadership in church and society. Public benefit is seen in a variety of ways:

- Conferences and lectures for the public on a variety of topics, academic and spiritual
- Concerts and theatre productions
- Involvement of students and staff in a number of projects throughout the North East and the world, for example fundraising and visits for a primary school in the Rokon Diocese in Sudan
- Placement of Cranmer and Free Church students in churches and chaplaincies throughout the North East
- A senior common room which brings together academics, church leaders and community leaders in the North East.

Key objectives for 2021/22 included work on:

- Working with Council and other stakeholders to update our strategic priorities coming out of Covid, including work towards carbon neutrality by 2030 and increased focus on diversity and inclusion across the life of the College. We have published updated strategic priorities, agreed in December 2021, and these are detailed in plans for the future later in this document.
- A review of staff structures reflecting lessons from operation during the pandemic. - the first stage of the staffing restructure was completed in September 2021.
- Participating in the Science in Seminaries stream of the Equipping Christian Leaders in an Age of Science project, through the establishment of a new Science and Faith BA module, and a specific series of the Cranmer Hall *Talking Theology* podcast focused on science and faith.
- Establishing a pilot year for a Centre for Church Planting Theology and Research within Cranmer Hall

Principal risks and uncertainties

The College has a comprehensive process to identify, assess, mitigate, and monitor risk.

This has produced a risk register for the College. College Officers regularly review the risks identified and the controls in place to mitigate these. Audit Committee, on behalf of Council, oversees this process.

During 2021/22 the principal risks and uncertainties were as follows:

- Continuation of Covid impact if there were a resurgence of infections impacting College operations.
- Under-recruitment of students leading to significant room voids and associated loss of income
- Changes to national processes for managing ordinand applications, leading to delays in recruitment.
- Estates backlog post Covid – renewal and refurbishment delayed due to financial pressures resulting in a backlog of work to be done, a deterioration in the estate and increased reactive maintenance costs.
- Capital projects delayed due to insufficient or delayed funding, creating financial pressure on the College and impacting College operations.

- Increased incidence of student mental health issues, with a particular risk around students who are not actively seeking support.
- Stagnation of commercial business operations during the pandemic, leading to loss of repeat customers and a decrease in the funds generated to support the core activities of the College.

Partnerships and Research

The college's well-being hinges on its partnerships.

Partnerships are particularly important in the growth of the College's research initiatives.

Following the successful completion of a four-year project in Equipping Church Leaders in an Age of Science funded by the Templeton World Charitable Foundation, the Principal and collaborators from York University and the Church of England were awarded a further £3million three-year project on the same theme but this time funded by the Templeton Religion Trust. The project, which was due to end in December 2022 was extended to June 2023 in recognition of the constraints imposed by the pandemic, particularly in delivering conferences. This project is proving very fruitful being recognised both nationally and internationally for its success and supports the strategic aim to be a research active and research supportive community. A further five-year project will be funded by the John Templeton Foundation from April 2023 to December 2027.

The Relay Trust has become a significant partner funding at least 10 bursaries a year for students and two new staff posts at Cranmer Hall.

The Halley Stewart Trust agreed £60K to fund the Centre for Church Planting Theology and Research.

Achievements and performance

The college's achievements during the year are marked by student matters (recruitment and placement numbers) and a number of events that support the breadth and depth of education and formational experience offered by the college community.

Through this year Cranmer Hall supported the formation of 60 Anglican ordinands through a rich programme of learning and practical ministry located in the North East of England. Throughout the year Cranmer students continued to engage with issues relating to the world church.

University examination results in 2022 are as follows:

2022: 1st - 48%	2:1 - 45%	2:2 - 6%
2021: 1st - 54%	2:1 - 40%	2:2 - 6%

A number of the University students who performed well in their examinations also held responsible College posts or took on demanding extra-curricular roles; a fact which is testimony to the quality of students which the college attracts and to the vibrant culture of the community.

Under a Research committee, a full and varied programme of interdisciplinary research seminars is now held within the College involving students and staff. The College continued to host a variety of visiting fellows from many different parts of the world and many different subject areas.

Fundraising

The College raises funds to support capital and research projects as well as creating student opportunities through scholarships and bursaries. These come from a range of sources including grants from trust and foundations and donations and legacies from alumni and friends of the College. The College has not used external fundraisers during the year. A new Alumni & Development Strategy for 2022-27 has been produced, with key fundraising areas including specific estates projects, a legacy campaign and supporting student opportunities through scholarships and bursaries. A Gift Agreement is in place for all major gifts.

Financial review

The finances of the College, alongside many other institutions continued to be impacted by the pandemic. Whilst student income has returned to pre-pandemic levels, the reestablishment of summer conference income has been slower. The College also recommenced its buildings refurbishment and upgrade programme, which had been paused during the pandemic. Support from the Government Job Retention Scheme was accessed in the very early part of the year to enable the College to pay all its employees their full contracted wages until the academic year started.

Net income for the year on the General Fund amounted to £662,637 (2021: £260,467).

Fee income for the year increased by 16% on the previous year. Residence charges increases by 1.1%. The majority of the increase in income is due to a higher number of students in residence and an increase in the number of independent Cranmer students paying tuition fees.

Commercial business income increased significantly on the previous year, reflecting the restart of conferences and events following the pandemic.

The movement on unrestricted general funds before transfers amounted to a net inflow of £662,637 (2021: £260,467), on designated and restricted funds before transfers an inflow of £206,198 (2021: £266,053) and on endowment funds an outflow of nil (2021: £nil) giving a total inflow for the year of £868,835 (2021: £526,520).

Fixed assets have fallen to £22,281,836 (2021: £22,564,260), reflecting a decrease of £10,393 in the valuation of investments together with annual depreciation charges.

Cash at bank and in hand has risen to £3,153,612 (2021: £2,050,022) which includes cash received from Templeton Religion Trust and John Templeton Foundation to fund two of the Colleges major research projects.

Creditors due within one year have risen to £843,384 (2021: £554,896) reflecting a rise in trade creditors resulting from expenditure on refurbishments carried out around the year end. Creditors due after more than one year have fallen to £2,230,233 (2021: £2,486,785), reflecting loan repayments made during the year.

Reserves Policy

The St John's College Reserves Policy states that the appropriate level of free reserves is 10% of budgeted expenditure and that this should be held in an accessible investment meeting the criteria of the Investment Policy. A figure of 10% is appropriate because this roughly accords with the level by which student numbers could be at variance from predicted in normal circumstances. For the year ended 31st July 2022 10% of budgeted expenditure was £383,825. At 31st July 2022, the level of free reserves, being unrestricted funds not held in fixed assets or related long-term borrowing, amounted to £973,731. The surplus of free reserves against target reflects the policy of only committing to essential expenditure during a period of post pandemic uncertainty.

Designated and Restricted Funds

The Audit Committee supervises and monitors, on behalf of Council, the administration of the designated and restricted funds entrusted to the College. There were 33 such funds at the end of July 2022 (2021: 31), with a total value of £6,056,740 (2021: £5,578,342).

To ensure that the opportunity to benefit is not unreasonably restricted by ability to pay any fees charged, a number of these funds support the costs of students.

59% of the restricted funds are held in independently managed units in the CBF Church of England Investment Fund. The value of these units decreased by 1% during the year and yielded a dividend of 2.77%. The balance is held as cash.

The legacy income in designated funds is represented by investment property held in a bare trust on behalf of the joint legatees, with the balance being held in interest bearing deposit accounts.

Investment Policy

The College's aim in investing funds is to protect and if possible, increase assets in trust while maximising overall return and operating within the agreed ethical policy. The balance of capital growth and income generation should be toward income.

The risk acceptable to the College is medium. The aim should be to preserve the capital if possible, and the trustees recognise that avoidance of risk may cap return. Risk reduction will usually mean investing in pooled funds, along with other charities, managed by independent fund managers with a good reputation and record of accomplishment. The choice of fund will usually show wide diversification (within ethical criteria) and will avoid investments in specific market segments (that might have higher ethical credentials but may also carry higher risks).

The College's view on ethical investment is that all investments should comply with the Church of England's Ethical Advisory Group guidance.

Plans for the future

Our revised strategic priorities are:

- To make a distinctive contribution as a College of the University in fostering transformational teaching, learning and research, together with investing in the personal formation and sense of vocation in life and work of all students and staff.
- To engage and celebrate values of Equality, Diversity and Inclusion, critically reflecting on and drawing on our Christian tradition and other contemporary and historic resources, so that these values are fully embodied across the life of the whole College.
- To serve God's mission in the changing contexts of the UK and beyond through creative theological and practical resourcing of people preparing for, and undertaking, Christian ministry and leadership.
- Within a commitment to future generations, to invest in the historic estate of our Bailey buildings, delivering continued compliance, increased accessibility and our desired carbon-neutral use of the College buildings by 2030.
- Recognising the financial loss associated with Covid, to review our financial model to ensure long-term financial sustainability.
- To continue the development of our staffing model and culture, to ensure that they are flexible and fit for purpose, able to respond to new opportunities.

The academic year 2022-23 will also see the appointment process for a new Principal. After 16 years the present Principal, Revd Professor David Wilkinson will move on from the role in August 2023. This appointment is made by College Council and the induction of a new Principal will be one of the key strategic goals for the future.

Disclosure of information to auditors

The members who held office at the date of approval of this members' report confirm that, so far as they are each aware, there is no relevant audit information of which the company's auditors are unaware; and each member has taken all the steps that he/she ought to have taken as a member to make himself/herself aware of any relevant audit information and to establish that the company's auditors are aware of that information.

Auditors

Haines Watts North East LLP have indicated their willingness to continue in office as auditor, and a resolution concerning their reappointment will be put forward at the Annual General Meeting.

By order of the board



Rev Prof David Wilkinson
Member of Council

3 South Bailey
Durham
DH1 3RJ

16 December 2022

Statement of Council members' responsibilities in respect of the Report of the Members of the Council and the Financial Statements

The Council members (who are also directors of St John's College, Durham for the purposes of company law) are responsible for preparing the Members' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law requires the members to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charitable company and the group and of the incoming resources and application of resources, including the income and expenditure, of the charitable group for that period. In preparing these financial statements, the members are required to:

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charities SORP;
- make judgments and estimates that are reasonable and prudent;
- state whether applicable UK 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 charitable company will continue in business.

The members are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charitable company and enable them to ensure that the financial statements comply with the Companies Act 2006. They are also responsible for safeguarding the assets of the charitable company and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the members are aware:

- there is no relevant audit information of which the charitable company's auditor is unaware; and
- the members have taken all steps that they ought to have taken to make themselves aware of any relevant audit information and to establish that the auditor is aware of that information.

The members are responsible for the maintenance and integrity of the corporate and financial information included on the charitable company's website. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL MEMBERS OF ST JOHN'S COLLEGE, DURHAM

Opinion

We have audited the financial statements of St John's College, Durham (the 'charitable company') for the year ended 31 July 2022 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland* (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charitable company's affairs as at 31 July 2022, and of its incoming resources and application of resources, including its income and expenditure, 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 Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charitable company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the trustees' use of the going concern basis of accounting in preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the charitable company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the trustee with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the trustees' annual report, other than the financial statements and our auditor's report thereon. The trustees are responsible for the other information contained within the annual report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon. Our responsibility is to read the other information and, in doing so, consider whether the other information is materially consistent with the financial statements, or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the trustees' report (incorporating the directors' report) for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the directors' report has been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of our knowledge and understanding of the charitable company and its environment obtained in the course of the audit, we have not identified material misstatements in the directors' report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- certain disclosures of directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit; or
- the trustees were not entitled to prepare the financial statements in accordance with the small companies' regime and take advantage of the small companies' exemptions in preparing the directors' report and from the requirement to prepare a strategic report.

Responsibilities of trustees

As explained more fully in the trustees' responsibilities statement, the trustees (who are also the directors of the charitable company for the purposes of company law) are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the trustees determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the trustees are responsible for assessing the charitable company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the trustees either intend to liquidate the charitable company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

We obtained an understanding of the legal and regulatory framework applicable to both the charitable company itself and the industry in which it operates. We identified areas of laws and regulations that could reasonably be expected to have a material effect on the financial statements, from our sector experience and through discussions with directors and other management. The most

significant were identified as the Charities Act 2011, the Companies Act 2006, UK GAAP (FRS102) and relevant tax legislation. We considered the extent of compliance with those laws and regulations as part of our procedures on the related financial statements. Our audit procedures included:

- making enquires of trustees and management as to where they consider there to be a susceptibility to fraud and whether they have any knowledge or suspicion of fraud;
- obtaining an understanding of the internal controls established to mitigate risks related to fraud or non-compliance with laws and regulations;
- reviewing the minutes of meetings of those charged with governance;
- assessing the risk of management override of controls, including identifying and testing high risk journal entries;
- obtaining confirmation direct from the bank of the balance at 31 July 2022; and
- challenging the assumptions and judgements made by management in their significant accounting estimates.

Because of the inherent limitations of an audit, there is a risk that we will not detect all irregularities, including those leading to a material misstatement in the financial statements or non-compliance with regulation. This risk increases the more that compliance with a law or regulation is removed from the events and transactions reflected in the financial statements, as we will be less likely to become aware of instances of non-compliance. The risk is also greater regarding irregularities occurring due to fraud rather than error, as a fraud involves intentional concealment, forgery, collusion, omission or misrepresentation.

A further description of our responsibilities is available on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Use of Our Report

This report is made solely to the charitable company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the charitable company's members 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 charitable company and the charitable company's members as a body, for our audit work for this report, or for the opinions we have formed.


Donna Bulmer BA (Hons) ACA (Senior Statutory Auditor)
For and on behalf of Haines Watts North East LLP

20 December 2022

Statutory Auditors

17 Queens Lane
Newcastle upon Tyne
NE1 1RN

**Statement of financial activities (incorporating income and expenditure account)
for the year ended 31 July 2022**

	Endowment fund, revaluation reserve and share capital	Unrestricted General fund	Unrestricted Designated funds	Restricted funds	Total 2022	Total 2021
	£	£	£	£	£	£
<i>Notes</i>						
Income						
<i>Voluntary income</i>						
Donations	-	18,348	23,198	1,489,137	1,530,683	1,623,098
Legacies	-	250	-	-	250	500
<i>Investment income</i>	2	1,625	82,648	24,767	109,040	48,260
<i>Income from charitable activities</i>						
Total fees income	3	3,867,043	-	-	3,867,043	3,332,566
<i>Income from other trading activities</i>						
Commercial business income	4	107,344	123,485	-	230,829	67,048
Recharges	5	198,989	-	-	198,989	184,469
Other income	5	77,339	-	-	77,339	158,146
Total income		4,270,938	229,331	1,513,904	6,014,173	5,414,087
Expenditure	7					
Expenditure on charitable activities		(3,533,211)	(162,629)	(1,221,205)	(4,917,045)	(4,928,337)
Cost of generating funds		(75,090)	(142,810)	-	(217,900)	(84,254)
Total expenditure		(3,608,301)	(305,439)	(1,221,205)	(5,134,945)	(5,012,591)
Unrealised (loss)/gains on investments	13	-	-	(10,393)	(10,393)	117,524
Gain/(Loss) on revaluation of investment property	12	-	-	-	-	7,500
Net income/(expenditure) before transfers	6	-	662,637	(76,108)	282,306	868,835
Gross transfers between funds	21	-	(272,200)	275,000	(2,800)	-
		-	390,437	198,892	279,506	868,835
Net income/(expenditure) before other recognised gains and losses		-	390,437	198,892	279,506	868,835
Gains on revaluation of fixed assets		-	-	-	-	-
Net movement in funds for the year		-	390,437	198,892	279,506	868,835
Fund balances brought forward		7,650,190	8,430,873	4,322,656	1,255,686	21,659,405
Transfer in respect of depreciation charged on revalued fixed assets		(58,540)	58,540	-	-	-
Fund balances carried forward	21	7,591,650	8,879,850	4,521,548	1,535,192	22,528,240

All of the above results are derived from continuing activities. The charitable company has no other recognised gains and losses other than those stated above.

**Balance Sheet
at 31 July 2022**

		2022		2021	
		£	£	£	£
	<i>Notes</i>				
Fixed assets					
Tangible assets	11	17,728,002		18,000,033	
Investment properties	12	3,652,500		3,652,500	
Investments	13	901,334		911,727	
		<u>22,281,836</u>		<u>22,564,260</u>	
Current assets					
Stock	14	17,199		13,894	
Debtors	15	149,210		72,910	
Cash at bank and in hand		3,153,612		2,050,022	
		<u>3,320,021</u>		<u>2,136,826</u>	
Creditors: amounts falling due within one year	16	(843,384)		(554,896)	
Net current assets		<u>2,476,637</u>		<u>1,581,930</u>	
Total assets less current liabilities		<u>24,758,473</u>		<u>24,146,190</u>	
Creditors: amounts falling due after more than one year	17	(2,230,233)		(2,486,785)	
Net assets		<u>22,528,240</u>		<u>21,659,405</u>	
Capital and reserves					
Called up share capital	18		24		24
Endowment fund	21				
Revaluation reserve		7,288,865		7,347,405	
Endowment funds		302,761		302,761	
		<u>7,591,626</u>		<u>7,650,166</u>	
Unrestricted accumulated fund	21	8,879,850		8,430,873	
Designated funds	21	4,521,548		4,322,656	
Restricted funds	21	1,535,192		1,255,686	
		<u>22,528,240</u>		<u>21,659,405</u>	

These financial statements were approved by the Members of the Council on 16 December 2022 and were signed on its behalf by:



Rev Dr David Wilkinson
Member of Council



Mrs Angela Cook
Member of Council

Registered number: 00113496

Registered charity number: 1141701

The notes on pages 14 to 31 form part of these financial statements.

Cash flow statement
for the year ended 31 July 2022

	2022		2021	
	£	£	£	£
Cash flows from operating activities		1,193,565		801,922
Cash flows from investing activities				
Acquisition of tangible fixed assets	-		(10,860)	
Acquisition of long term investments	-		(30,000)	
Net cash outflow from investing activities		-		(40,860)
Financing activities				
Loans advanced	-		250,000	
Repayment of borrowings	(89,975)		(127,243)	
		(89,975)		122,757
Increase in cash and cash equivalents in the year		1,103,590		883,819
Cash and cash equivalents at the beginning of the year		2,050,022		1,166,203
Cash and cash equivalents at the end of the year		3,153,612		2,050,022

	2022		2021	
	£	£	£	£
Cash flows from operating activities				
Net income		868,835		526,520
(Loss)/Gain on Investments		10,393		(117,524)
(Gains)/loss on revaluation of investment property		-		(7,500)
Depreciation		272,031		272,032
(Increase)/decrease in stock		(3,305)		(1,537)
Decrease/(increase) in debtors		(76,300)		70,344
Increase/(decrease) in non loan creditors		121,911		59,587
		1,193,565		801,922

Notes

(forming part of the financial statements)

1 Accounting policies

Basis of preparation

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015) - (Charities SORP (FRS 102)), and the Companies Act 2006.

Going concern

FRS 102 requires that, if appropriate, the College's financial statements are prepared on the going concern basis, which means that the organisation is able to operate for at least 12 months from approval of the financial statements, on the basis of known and reasonable projected resources. Management have prepared detailed budgets and cash flow forecasts up to July 2023, and summary budgets and cash flow forecasts have also been prepared to 31 December 2023 year to assist with going concern considerations. In preparing these forecasts consideration has been given to the current economic climate, particularly to increasing interest rates, rising costs of gas and electricity, and pressure on staff costs. The College has sufficient resources available to meet liabilities as they fall due. As such there are no material uncertainties in respect of the College's ability to continue as a going concern. As a consequence, the Members believe the company is well placed to manage its business risks successfully and therefore have adopted the going concern basis of accounting in preparing the financial statements.

Fund accounting

Designated funds comprise general funds which have been set aside at the discretion of Members of the Council for specific purposes. The purpose and use of the designated funds are set out in note 21.

Restricted funds are funds subject to specific restrictive conditions imposed by funders or by the purpose of the appeal. The purpose and use of the restricted funds are set out in note 21.

Endowment funds arise when the donor has expressly provided that the gift is to be invested and only the income of the fund may be spent.

Revaluation reserve consists of cumulative revaluation gains and losses in respect of land and buildings.

All income and expenditure is shown in the Statement of Financial Activities.

Income

All income is recognised when the College becomes entitled to the funds, likelihood of receipt is probable and the amount measurable:

- Fee income comprises College fees, maintenance fees and student rents.
- Commercial business income comprises bed and breakfast lettings, conferences during vacations and bar sales
- Recharges comprise staff costs and office costs charged to restricted funds or other organisations.
- Other income comprises gains on disposal of fixed assets, sales of alumni merchandise and various publications, Coronavirus Job Retention Scheme Grants and other miscellaneous income.
- Donations and legacies comprises gifts and donations given by supporters, the general public and business.

Expenditure

All expenditure is recognised on the accruals basis. Charitable expenditure comprises expenditure relating to the direct furtherance of the charitable objectives.

Costs of generating funds comprises the costs incurred in relation to commercial business, which is undertaken to provide funds to support the charitable objectives of the College.

Irrecoverable VAT is included as an expense where appropriate.

Notes (continued)

Governance costs

Governance costs include those incurred in the governance of the charity and its assets and are primarily associated with constitutional and and statutory requirements. These are included within expenditure on charitable activities.

Interest receivable and interest payable

Interest payable and similar charges include interest payable and finance leases recognised in the Statement of Financial Activities using the effective interest method.

Other interest receivable and similar income include interest receivable on funds invested.

Interest income and interest payable are recognised in the Statement of Financial Activities as they accrue, using the effective interest method. Dividend income is recognised in the Statement of Financial Activities on the date the company's right to receive payments is established.

Basic financial instruments

Trade and other debtors/creditors

Trade and other debtors/creditors are recognised initially at transaction price less attributable transaction costs. Subsequent to initial recognition they are measured at amortised cost using the effective interest method, less any impairment losses in the case of trade debtors.

Interest-bearing borrowings classified as basic financial instruments

Interest-bearing borrowings are recognised initially at the present value of future payments discounted at a market rate of interest. Subsequent to initial recognition, interest-bearing borrowings are stated at amortised cost using the effective interest method, less any impairment losses.

Cash and cash equivalents

Cash and cash equivalents comprise cash balances and call deposits.

Other financial instruments

Financial instruments not considered to be Basic Financial Instruments

Other financial instruments not meeting the definition of Basic Financial Instruments are recognised initially at fair value. Subsequent to initial recognition other financial instruments are measured at fair value with changes recognised in the Statement of Financial Activities, except investments in equity instruments that are not publicly traded and whose fair value cannot otherwise be measured reliably shall be measured at cost less impairment.

Tangible fixed assets and depreciation:

Tangible fixed assets are stated at cost or valuation including any incidental expenses of acquisition. Additions, which are capitalised when greater than a *de minimus* level of £5,000 for any individual item or £15,000 for any group of items, and disposals are included when contractual obligations have been met.

Freehold land is not depreciated. Depreciation is provided on all other assets at rates calculated to write off the cost or valuation, less estimated residual value, over their estimated useful economic lives as follows:

Freehold property	-	1% - 2% straight line
Leasehold property	-	2% - straight line
Fixtures, fittings and equipment	-	5% - 20% straight line

Notes (continued)

Tangible fixed assets and depreciation (continued)

For assets under construction, costs are included as debtors to the point where planning permission is received. At that point all costs to date are transferred to assets under construction, and subsequent costs are added as incurred. At the point of final completion the costs are transferred to the relevant fixed assets category and depreciated as above.

The Trustees consider the need for impairment of fixed assets on an annual basis.

Revaluation

Gains on revaluation are recognised on the face of the Statement of Financial Activities before arriving at net movement in funds and accumulated in revaluation reserve.

Losses arising on revaluation are recognised on the face of the Statement of Financial Activities before arriving at net movement in funds to the extent of any previously recognised revaluation increase accumulated in equity, in respect of that asset. Any excess is recognised in expenditure.

Investment property

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both. Investment properties are recognised initially at cost.

Subsequent to initial recognition

i) investment properties whose fair value can be measured reliably without undue cost or effort are held at fair value. Any gains or losses arising from changes in the fair value are recognised in the Statement of Financial Activities in the period that they arise; and

ii) no depreciation is provided in respect of investment properties applying the fair value model. If a reliable measure is not available without undue cost or effort for an item of investment property, this item is thereafter accounted for as tangible fixed assets until a reliable measure of fair value becomes available.

Impairment excluding stocks and investment properties

Financial assets (including trade and other debtors)

A financial asset not carried at fair value through the Statement of Financial Activities is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

An impairment loss in respect of a financial asset measured at amortised cost is calculated as the difference between its carrying amount and the present value of the estimated future cash flows discounted at the asset's original effective interest rate. For financial instruments measured at cost less impairment an impairment is calculated as the difference between its carrying amount and the best estimate of the amount that the charitable company would receive for the asset if it were to be sold at the reporting date. Interest on the impaired asset continues to be recognised through the unwinding of the discount. Impairment losses are recognised in the Statement of Financial Activities. When a subsequent event causes the amount of impairment loss to decrease, the decrease in impairment loss is reversed through the Statement of Financial Activities.

Non-financial assets

The carrying amounts of the charitable company's non-financial assets, other than investment property and stocks are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. The recoverable amount of an asset is the greater of its value in use and its fair value less costs to sell. For the purpose of impairment testing, assets that cannot be tested individually are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or group of assets.

Notes (continued)

Non-financial assets (continued)

An impairment loss is recognised if the carrying amount of an asset exceeds its estimated recoverable amount. Impairment losses are recognised in the Statement of Financial Activities.

Impairment losses recognised in prior periods are assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Provisions

A provision is recognised in the balance sheet when the charitable company has a present legal or constructive obligation as a result of a past event, that can be reliably measured and it is probable that an outflow of economic benefits will be required to settle the obligation at the reporting date.

Stocks

Stocks are stated at the lower of cost and net realisable value. Stock includes catering provisions and bar provisions.

Pensions costs

The schemes in which the charitable company participates are the Church of England Funded Pension Scheme and the Universities Superannuation Scheme. The assets of these funds are held separately from those of the College in independently administered funds.

The Church of England Funded Pension Scheme is a defined benefit scheme but the College is unable to identify its share of the underlying assets and liabilities. Each employer in the scheme pays a common contribution rate. Where the share of assets/liabilities cannot be identified, FRS 102 requires the College to account for pension costs on the basis of contribution actually payable to the Scheme in the year.

The Universities Superannuation Scheme is a defined benefit scheme. The College 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 102, accounts for the scheme as if it were a defined contribution scheme.

For defined contribution schemes, the amount charged to the Statement of Financial Activities in respect of pension costs and other post-retirement benefits are the contributions payable in the year.

Investments

Investments are stated at market value. Unrealised and realised gains or losses are reported in accordance with the SORP.

Investment income is recognised on a receivable basis.

Judgements and key sources of estimation uncertainty

In the application of the College's accounting policies, the members are required to make judgements, estimates and assumptions about the carrying amount of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an on going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised where the revision affects only that period, or in the period of the revision and future periods where the revision affects both current and future periods.

The members have estimated the cost of the buildings included within the total cost of land and buildings in order to calculate the depreciation charge. Historically this estimate has been based on the total cost comprising one third attributable to land and two thirds attributable to buildings.

The members consider that the basis of separating the cost of land and buildings for the purpose of calculating depreciation appears reasonable.

Notes (continued)

2	Investment Income	2022 £	2021 £
	Interest receivable	1,961	572
	Dividends from unlisted securities	24,767	23,308
	Rental income from investment property	82,312	24,380
		<u>109,040</u>	<u>48,260</u>
3	Total Fees Income	2022 £	2021 £
	Accommodation fees	2,336,500	1,811,673
	Tuition fees	870,627	947,948
	College fees	507,637	422,004
	Other fees	152,279	150,941
		<u>3,867,043</u>	<u>3,332,566</u>
4	Commercial Business Income	2022 £	2021 £
	Conferences & events	107,344	37,575
	Bar	123,485	29,473
		<u>230,829</u>	<u>67,048</u>
5	Other Income	2022 £	2021 £
	Recharges	198,989	184,469
	Coronavirus Job Retention Scheme Grant	14,675	156,003
	Other income	62,664	2,143
		<u>276,328</u>	<u>342,615</u>
	Recharges are the staff costs and associated office costs paid by the College, which are then recharged to funded projects.		
6	Net Income Before Charges Are Stated	2022 £	2021 £
	<i>After charging</i>		
	Depreciation	272,031	272,032
	Operating lease charges	-	38,776
		<u>272,031</u>	<u>310,808</u>
	<i>Auditors remuneration</i>		
	Statutory audit of these financial statements	16,625	11,500
		<u>16,625</u>	<u>11,500</u>

Notes (continued)

7 Expenditure	Unrestricted Funds £	Restricted Funds £	Total 2022 £
<i>Charitable expenditure</i>			
Academic costs	173,499	867,067	1,040,566
Student services	70,828	27,990	98,818
Management, Professional & Support Services	116,645	4,904	121,549
Operations	846,532	-	846,532
Major repairs and refurbishments	140,921	-	140,921
Staff costs (note 8)	1,941,996	321,244	2,263,240
Depreciation (note 11)	272,031	-	272,031
Interest paid	82,663	-	82,663
Governance costs:			
Council & committee costs	347	-	347
Legal fees	3,457	-	3,457
Audit and accounts	16,625	-	16,625
Professional fees	30,296	-	30,296
	<u>3,695,840</u>	<u>1,221,205</u>	<u>4,917,045</u>
<i>Cost of generating funds</i>			
Commercial activities	18,835	-	18,835
Staff costs (note 8)	104,034	-	104,034
Bar	95,031	-	95,031
	<u>217,900</u>	<u>-</u>	<u>217,900</u>
	Unrestricted Funds £	Restricted Funds £	Total 2021 £
<i>Charitable expenditure</i>			
Academic costs	217,065	1,145,800	1,362,865
Student services	58,271	9,020	67,291
Management, Professional & Support Services	122,391	1,340	123,731
Operations	726,887	-	726,887
Major repairs and refurbishments	61,927	-	61,927
Staff costs (note 8)	1,889,791	306,624	2,196,415
Depreciation (note 11)	272,032	-	272,032
Interest paid	78,292	-	78,292
Governance costs:			
Council & committee costs	30	-	30
Legal fees	2,385	-	2,385
Audit and accounts	17,135	-	17,135
Professional fees	19,347	-	19,347
	<u>3,465,553</u>	<u>1,462,784</u>	<u>4,928,337</u>
<i>Cost of generating funds</i>			
Commercial activities	6,761	-	6,761
Staff costs (note 8)	50,959	-	50,959
Bar	26,534	-	26,534
	<u>84,254</u>	<u>-</u>	<u>84,254</u>

The College Bar operates under a Club Premises Licence for the benefit of the whole College. Operations costs include catering, housekeeping and facilities.

During the year the College undertook a restructure of its areas of activity. The analysis of expenditure has been updated to reflect the new structure. The comparative figures have been re-presented in line with the restructure.

Notes (continued)

	2022	2021
	£	£
8 Staff Costs		
Wages and salaries	1,986,636	1,847,455
Social security costs	162,512	156,813
Pension costs	218,126	243,106
	2,367,274	2,247,374

Included in staff costs are amounts totalling £9,784 (2021: £44,876) paid to 28 employees (2021: 67 employees) in respect of payments to top up the Coronavirus Job Retention Scheme to full contracted salary.

There was one employee (2021: one) whose emoluments, as defined for taxation purposes, amounted to over £60,000 in the current or prior year. The emoluments of this employee fell within the following bands:

	2022	2021
£70,000 - £79,999	1	1

Pension contributions paid in the year in respect of the above staff were £16,597 (2021: £16,110)

	2022	2021
The average number of employees, analysed by function, was:		
Academic Teaching & Related Staff	14	18
Research Staff	10	9
Student Services Staff	16	12
Management, Professional & Support Staff	8	9
Operations Staff	45	43
Commercial Business Staff	3	-
	105	91
The average number of full-time equivalent persons employed by the College during the year was:	62	63

Operations staff include catering, housekeeping and facilities.

During the year the College undertook a restructure of its areas of activity. The analysis of staff costs and numbers has been updated to reflect the new structure. The comparative figures have been re-presented in line with the restructure.

9 Key management personnel (trustees)

Members of the Council are the key management personnel of the Charitable Company. They are in charge of directing and controlling, running and operating the Charitable Company on a day to day basis.

No remuneration was paid to any of the Council Members in the capacity of trustees during the year (2021: nil). Five (2021: five) Council Members received remuneration in total of £227,219 (2021: £230,295) in connection with their full time employment by the College. The College paid contributions of £35,372 (2020: £35,554) to money purchase and defined benefit pension schemes in respect of five (2021: five) Members of Council.

Expenses of £347 (2021: £30) were reimbursed to trustees during the year in respect of attendance at meetings, which represents payments to four (2021: one) trustees. No expenses were waived by the trustees (2021: nil).

Donations to the charitable company made by the trustees during the year were £2,200 (2021: £2,903).

10 Taxation

St John's College, Durham, is considered to pass the tests set out in Paragraph 1 Schedule 6 Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part II Corporation Tax Act 2010 or Section 256 of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

Notes (continued)

11 Tangible fixed assets	Freehold land & buildings		Leasehold land & buildings	Fixtures, fittings & equipment	Total
	Completed	Under construction			
	£	£	£	£	£
Cost or valuation					
At 31 July 2021	17,284,460	-	1,050,001	219,228	18,553,689
Additions	-	-	-	-	-
Disposals	-	-	-	-	-
Transfers	-	-	-	-	-
Revaluations	-	-	-	-	-
At 31 July 2022	<u>17,284,460</u>	<u>-</u>	<u>1,050,001</u>	<u>219,228</u>	<u>18,553,689</u>
Depreciation					
At 31 July 2021	458,444	-	42,000	53,212	553,656
Charge for year	229,276	-	21,000	21,755	272,031
On disposals	-	-	-	-	-
Revaluations	-	-	-	-	-
At 31 July 2022	<u>687,720</u>	<u>-</u>	<u>63,000</u>	<u>74,967</u>	<u>825,687</u>
Net book value					
At 31 July 2022	<u>16,596,740</u>	<u>-</u>	<u>987,001</u>	<u>144,261</u>	<u>17,728,002</u>
At 31 July 2021	<u>16,826,016</u>	<u>-</u>	<u>1,008,001</u>	<u>166,016</u>	<u>18,000,033</u>

The tangible fixed assets are used substantially for direct charitable purposes. Freehold land included above is not depreciated.

The cost or valuation figure for land and buildings include:

	Freehold land and buildings		Freehold land and buildings	
	Completed 2022	Leasehold 2022	Completed 2021	Leasehold 2021
	£	£	£	£
At valuation	17,213,499	1,050,001	17,213,499	1,050,001
Stated at historical cost	70,961	-	70,961	-
	<u>17,284,460</u>	<u>1,050,001</u>	<u>17,284,460</u>	<u>1,050,001</u>

The freehold and leasehold property of the College was professionally valued on 8th November 2019 at £18,263,500, on existing use value for the freehold and leasehold properties on the Bailey, depreciated replacement cost appraisal for the Learning Resource Centre and chapel of St Mary the Less, and market value for other properties, by Johnson Tucker LLP.

Notes (continued)

12 Investment properties

	Investment properties £
<i>At valuation</i>	
At 31 July 2021	3,652,500
Revaluations	-
At 31 July 2022	<u>3,652,500</u>
<i>Net book value</i>	
At 31 July 2022	<u>3,652,500</u>
At 31 July 2021	<u>3,652,500</u>

The historic cost of the above is £3,506,250 (2019: £3,506,250). The investment property was professionally valued on 24th May 2022 by Tuckerman Chartered Surveyors. The investment represents a 50% share in the property.

13 Investments

Unquoted investments are represented by Income shares held in the Central Board of Finance of the Church of England Investment Fund.

	Total 2022 £	Total 2021 £
Fixed assets		
<i>Market value</i>		
At 31 July 2021	911,727	764,203
Additions	-	30,000
Unrealised (loss)/gain	(10,393)	117,524
At 31 July 2022	<u>901,334</u>	<u>911,727</u>
<i>Cost</i>		
Historical cost	<u>206,307</u>	<u>206,307</u>

14 Stock

	2022 £	2021 £
Bar and catering	<u>17,199</u>	<u>13,894</u>

15 Debtors

	2022 £	2021 £
Trade debtors	134,474	25,664
Prepayments and accrued income	2,528	39,150
Other debtors	12,208	8,096
	<u>149,210</u>	<u>72,910</u>

Notes (continued)

16 Creditors: amounts falling due within one year	2022	2021
	£	£
Bank loans (note 17)	202,440	135,863
Other loans (note 17)	200,000	100,000
Trade creditors	274,298	138,976
Other creditors	69,020	57,643
Other taxes and social security	7,456	-
Accruals & deferred income	90,170	122,414
	<u>843,384</u>	<u>554,896</u>

Deferred income at the year end totalled ENIL (2021: £59,757), comprising income received in the year which was deferred.

17 Creditors: amounts falling due after more than one year	2022	2021
	£	£
Bank loans	1,836,883	1,993,435
Equity sharing loan	293,350	293,350
Interest free loan	100,000	200,000
	<u>2,230,233</u>	<u>2,486,785</u>

Details of loans and security	2022	2021
	£	£
Maturity - loans		
Aggregate amounts repayable:		
Over five years	1,358,106	1,723,605
Between two and five years	872,127	763,180
	<u>2,230,233</u>	<u>2,486,785</u>
Within one year (note 16)	402,440	235,863
	<u>2,632,673</u>	<u>2,722,648</u>

Equity sharing loans amounting to £293,350 have been received from the Church Commissioners in respect of the purchase of property for staff and student accommodation. The Commissioners have 100% of the equity stake in these properties. Interest was charged at 5% on draw down of the loan, with the rate being revised annually in line with the Retail Price Index. Interest is charged quarterly and the capital is not repayable until the property is sold.

An interest free loan amounting to £500,000 was received in August 2018 from the William Leech Foundation in respect of the Learning Resource Centre. The loan is repayable in annual instalments of £100,000 on the anniversary of draw down of the loan. The total balance outstanding at 31 July 2022 was £300,000.

A mortgage amounting to £2,000,000 was received in November 2018 in order to repay existing bank loans and fund the completion of the Learning Resource Centre. The loan is secured against the land and buildings known as 1-12 Brass Thill and 16 Briardene, and is repayable in monthly instalments over a period of 20 years. Interest is charged on £1,000,000 of the loan at a fixed rate of 3.77% for five years, after which it reverts to a variable rate. Interest is charged on the remaining £1,000,000 at a variable rate of 2.2% above Bank of England Base Rate. The total balance outstanding at 31 July 2022 was £1,796,756.

A Coronavirus Business Interruption Loan amounting to £250,000 was received in June 2021 to provide working capital to cover lost income due to COVID-19 restrictions and Government imposed lockdowns. The loan is secured against land and buildings known as 1-12 Brass Thill and 16 Briardene, and is repayable in monthly instalments over a period of five years, the first payment being due one year after initial draw down. Interest is charged at 3.5% per annum above the Bank of England base rate, with the first twelve months interest being covered by the government scheme. The total balance outstanding at 31 July 2022 was £242,567.

Notes (continued)

18 Called up share capital	2022	2021
	£	£
<i>Allotted, called up and fully paid</i>		
24 Ordinary shares of £1 each	<u>24</u>	<u>24</u>

There was no movement in called up share capital during the year.

19 Financial commitments

Contingencies

The Central Board of Finance of the Church of England made the following conditional grants to St John's College which are repayable in the event that the College at any time ceases to be a Church of England College, which is either accepting students to read for degrees in the Faculty of Theology of Durham University, or is training students for ministry in the Church of England.

	£
Year of grant	
1960	40,000
1961	1,163
1964	2,215
1974	3,000
	<u>46,378</u>

20 Financial instruments

20(a) Carrying amount of financial instruments

The carrying amounts of the financial assets and liabilities include:

	2022	2021
	£	£
Assets measured at fair value through profit or loss	901,334	911,727
Assets measured at amortised cost	146,682	33,760
Liabilities measured at amortised cost	<u>(3,073,617)</u>	<u>(3,041,680)</u>

20(b) financial instruments measured at fair value

Unquoted investments held by the charitable company are represented by income shares in the Central Board of Finance of the Church of England Investment Fund. The fair value of these unquoted investments is determined by reference to their quoted bid price at the balance sheet date. The fund is administered by the CCLA (Churches, Charities and Local Authorities) Investment Management Limited.

The charitable company does not hold any financial liabilities that are measured at fair value.

20(b) Fair values

The amounts for all financial assets carried at fair value are as follows:

	Fair value	Fair value
	2022	2021
	£	£
Non-derivative financial assets at fair value through profit and loss		
Unquoted investments	<u>901,334</u>	<u>911,727</u>

Notes (continued)

21 Movement in funds	Balance			Investment	Transfers	Balance
	31 July 2021	Income	Expenditure	Gains/(Losses)	see note below	31 July 2022
	£	£	£	£	£	£
Designated funds						
College Bar	(11,860)	123,485	(142,810)	-	-	(31,185)
Legacy Programme	4,291,932	82,649	(468)	-	(50,000)	4,324,113
Major Works & Refurbishment Fund	-	-	(140,921)	-	325,000	184,079
WSC Research Centre	37,584	12,000	(15,475)	-	-	34,109
Johns Society	-	11,197	(765)	-	-	10,432
COVID Support Fund	5,000	-	(5,000)	-	-	-
Total designated funds	4,322,656	229,331	(305,439)	-	275,000	4,521,548
Restricted funds						
Centenary Endowment Fund	61,746	1,734	-	(728)	-	62,752
Ian Cundy Memorial	214	-	(120)	-	-	94
Evangelical Graduate Scholarship	62,002	1,600	-	(671)	-	62,931
Art & Artefacts	4,914	110	-	(46)	(1,000)	3,978
Equipping Church Leadership	43,590	-	(41,043)	-	-	2,547
ECLAS	75,728	1,148,563	(949,080)	-	-	275,211
Ruth Etchells Theology & Literature Fund	83,093	2,190	(5,091)	(919)	-	79,273
Centre for Church Growth Research	95	-	-	-	-	95
Alphonse Mohapi Scholarship	1,510	-	-	-	-	1,510
God & The Big Bang	194,548	264,849	(155,735)	-	-	303,662
Leech Hall Development Fund	-	4,050	-	-	-	4,050
Student Opportunities Fund	90,445	19,787	(6,979)	(1,153)	-	102,100
Boat Club Fund	4,386	293	-	-	-	4,679
Bowron Bursary	3,000	84	-	(35)	-	3,049
Free Church Track	9,214	33,333	(26,696)	-	-	15,851
Raymond Dew Fellowship	9,103	256	-	(107)	-	9,252
Durham Apologetics Network	719	-	-	-	-	719
Friends of Cranmer Hall	14,216	349	(2,141)	(142)	-	12,282
Leadbeater Accommodation Award	14,220	343	(1,000)	(144)	-	13,419
Helping Hands Appeal	8,027	-	(5,404)	-	-	2,623
Nowell Rostron Bequest	6,919	194	-	(82)	-	7,031
Million Shilling Fund	159,104	4,384	(1,200)	(1,840)	(1,800)	158,648
Cranmer Visiting Fellowship Fund	44,402	1,247	-	(523)	-	45,126
Michael Vasey Memorial Fund	17,756	499	-	(209)	-	18,046
Michael Vasey Legacy Fund	11,686	328	-	(138)	-	11,876
Scholarship Fund	324,292	8,711	(13,100)	(3,656)	-	316,247
Chapel Fabric Fund	1,669	-	-	-	-	1,669
The Underground Story	9,088	21,000	(13,616)	-	-	16,472
Total restricted funds	1,255,686	1,513,904	(1,221,205)	(10,393)	(2,800)	1,535,192
Endowment fund incorporating:						
Revaluation reserve	7,347,405	-	-	-	(58,540)	7,288,865
Endowment funds	302,761	-	-	-	-	302,761
Share capital	24	-	-	-	-	24
Unrestricted: accumulated fund	8,430,873	4,270,938	(3,608,301)	-	(213,660)	8,879,850
Total funds	21,659,405	6,014,173	(5,134,945)	(10,393)	-	22,528,240

Notes (continued)

Movement in funds (continued)	Balance			Investment	Transfers	Balance
	31 July 2020	Income	Expenditure	Gains/(Losses)	see note below)	31 July 2021
	£	£	£	£	£	£
Designated funds						
College Bar	8,319	29,473	(49,652)	-	-	(11,860)
Legacy Programme	4,259,662	24,504	(358)	8,124	-	4,291,932
WSC Research Centre	32,401	5,442	(259)	-	-	37,584
COVID Support Fund	-	25,000	(20,000)	-	-	5,000
Total designated funds	4,300,382	84,419	(70,269)	8,124	-	4,322,656
Restricted funds						
Centenary Endowment Fund	52,184	1,581	-	7,981	-	61,746
Ian Cundy Memorial	214	-	-	-	-	214
Evangelical Graduate Scholarship	52,769	1,547	-	7,686	-	62,002
Art & Artefacts	4,153	126	-	635	-	4,914
Equipping Church Leadership	43,590	-	-	-	-	43,590
ECLAS	194,258	1,206,495	(1,325,025)	-	-	75,728
Leech Research Fellowship	7,035	31,066	(38,101)	-	-	-
WSC Future Fund	5,000	10,000	(15,000)	-	-	-
Ruth Etchells Theology & Literature Fund	70,224	2,128	-	10,741	-	83,093
Centre for Church Growth Research	95	-	-	-	-	95
Alphonse Mohapi Scholarship	1,510	-	-	-	-	1,510
God & The Big Bang	-	236,902	(42,354)	-	-	194,548
Student Opportunities Fund	39,728	40,312	(1,286)	11,691	-	90,445
Boat Club Fund	4,886	-	-	-	(500)	4,386
Bowron Bursary	2,536	76	-	388	-	3,000
CODEC	4,371	-	(4,371)	-	-	-
Free Church Track	-	33,333	(24,119)	-	-	9,214
Raymond Dew Fellowship	7,693	233	-	1,177	-	9,103
Durham Apologetics Network	719	-	-	-	-	719
Friends of Cranmer Hall	12,552	2,487	(2,661)	1,838	-	14,216
Leadbeater Accommodation Award	12,433	364	(415)	1,838	-	14,220
Helping Hands Appeal	12,198	1,009	(5,180)	-	-	8,027
Outside @ Johns	-	887	-	-	(887)	-
Nowell Rostron Bequest	5,847	178	-	894	-	6,919
Million Shilling Fund	139,463	4,075	(3,200)	20,566	(1,800)	159,104
Cranmer Visiting Fellowship Fund	37,525	1,137	-	5,740	-	44,402
Michael Vasey Memorial Fund	15,006	455	-	2,295	-	17,756
Michael Vasey Legacy Fund	9,876	299	-	1,511	-	11,686
Scholarship Fund	280,069	8,304	(280)	41,919	(5,720)	324,292
Chapel Fabric Fund	-	1,669	-	-	-	1,669
The Underground Story	4,880	5,000	(792)	-	-	9,088
Total restricted funds	1,020,814	1,589,663	(1,462,784)	116,900	(8,907)	1,255,686
Endowment fund incorporating:						
Revaluation reserve	7,404,663	-	-	-	(57,258)	7,347,405
Endowment funds	302,761	-	-	-	-	302,761
Share capital	24	-	-	-	-	24
Unrestricted: accumulated fund	8,104,241	3,740,005	(3,479,538)	-	66,165	8,430,873
Total funds	21,132,885	5,414,087	5,012,591	125,024	-	21,659,405

Notes (continued)

Movement in funds (continued)

Transfers between funds:	2022	2021
	£	£
To General Fund:		
From Boat Club Appeal to contribute to cost of boathouse repairs	-	500
From Outside @ Johns to contribute to cost of outdoor bar	-	887
From Million Shilling Fund to contribute to costs of Senior Tutors Forum	800	800
From Million Shilling Fund to contribute to costs of Chaplain	1,000	1,000
From Scholarship Fund for Choir Director & Organ Scholars	-	5,720
From Art & Artefacts to contribute to Chapel Choir tour	1,000	-
From Revaluation Reserve to cover depreciation on revalued assets	58,540	57,258
From General Fund:		
To Major Works & Refurbishment Fund re annual allocation for refurbishments	(275,000)	-
	<u>(213,660)</u>	<u>66,165</u>
 From Legacy Programme to Major Works & Refurbishment Fund for additional refurbishment works	 <u>50,000</u>	 <u>-</u>

Purposes of designated funds

College Bar

The College Bar operates under a Club Premises Licence for the benefit of the whole college. It has been incorporated into the College accounts since August 2011.

Legacy Programme

Unrestricted funds received through the legacy programme have been designated by College Council for use in the following areas:

- Maintenance & refurbishment of the College buildings
- Provision of student bursaries
- Support for Cranmer

Major Works & Refurbishment

An annual allocation from General Fund to ensure a continuous cycle of refurbishment works on the College buildings

WSC Research Centre

Funds transferred to St John's College on the closure of Wesley Study Centre, to continue Methodist research and networking and to cover the cost of employing the WSC Director.

Johns Society

Funds transferred to St John's College on the closure of Johns Society as a separate entity. Funds are used to support alumni events, including the annual five year reunion.

COVID Support Fund

Established from a single donation and designated to cover additional staffing costs relating to COVID management within the College. The balance on the fund was used during the year and the fund closed:

Purposes of restricted funds

Centenary Endowment Fund

This represents donations raised by an appeal to raise funds to establish a permanent endowment in the College.

Ian Cundy Memorial

Donations received to fund an annual lecture in memory of Ian Cundy.

The Evangelical Graduate Scholarship

To provide scholarships for international postgraduate research students in the Department of Theology and Religion at Durham University.

Notes (continued)

Art & Artefacts

This incorporates a donation given towards the purchase of a new cross, together with further donations intended to be used for aesthetic purposes.

Equipping Church Leadership

This is a grant from the Templeton World Charity Foundation, initially for a three year project to be completed in 2017-18, with an extension to the project for a further year being granted in the year.

ECLAS (Equipping Christian Leadership in an Age of Science)

This is a grant from the John Templeton Foundation for a three year project starting January 2020, and builds on work carried out under previous projects in this area.

Ruth Etchells Theology & Literature Fund

To further within the College the fruitful relationship of theology and literature through research, visiting fellows, and undergraduate participation in questions of theology and literature.

Centre For Church Growth Research

The CCGR conducts research into church growth and decline, holds conferences on this subject, produces publications and encourages postgraduate study in this field.

Alphonse Mohapi Scholarship

To fund a student from Lesotho to attend a postgraduate course at Cranmer.

God and the Big Bang

A project primarily funded by John Templeton foundation with the aim of working with students from nine to eighteen years of age on the theme that science and religion are compatible.

Leech Hall Development Fund

Established in the year as the start of a major fundraising campaign to fund the redevelopment of Leech Hall and surrounding spaces to provide an up to date central hub for the College.

Student Opportunities Fund

Relief of hardship and monies to enable participation in the full range of opportunities that might otherwise be closed to students with limited means, so as to enable enrichment of their university experience.

Boat Club Fund

A campaign by members of the College Boat Club to raise funds to update boats owned by the College, to contribute to the maintenance and upgarde of the boathouse, and to provide professional coaching to the rowers.

The Bowron Bursary

This is a travel bursary funded by monies from the estate of David Bowron, used for relief work for the poor in India.

Free Church Track Fund

To support the delivery of academic programmes for students training for leadership within the free church tradition, and in particular to contribute towards the employment costs of the Free Church Track Director.

The Raymond Dew Fellowship

To provide a residential fellowship leading to the publication of a book exploring the dialogue of science and Christian faith which would be accessible to the general reader.

Durham Apologetics Network

To support an annual day in Apologetics shared between the College and local Durham churches.

The Friends of Cranmer Hall Fund

This fund aims to help ordinands who find themselves in financial hardship during their time in training.

Notes (continued)

Leadbeater Accommodation Award

This fund was established by a donation in memory of Gordon Leadbeater and aims to promote widening participation and access by supporting prospective undergraduate students from low income families to live in College in their first year.

Helping Hands Appeal

To support staff and students who are experiencing financial difficulty caused by the COVID-19 pandemic

Nowell Rostron Bequest

Nowell Rostron Bequest is incorporated in the Cranmer Visiting Fellowship Fund.

The Million Shilling Fund

The religious education of evangelical students at St John's College, having particular regard to benefiting the children of clergy.

The Cranmer Visiting Fellowship Fund

To defray the residence, study, and travel costs for one term (or more if funds allow) each year of a Cranmer resident fellow with an academic profile and record. A Visiting Fellow will be active at research level or in the public communication of the Christian faith and will give at least one public lecture and one seminar.

The Michael Vasey Memorial Fund

To provide for the costs associated with the annual lecture on the subject of Church Liturgy. The fund was established in memory of Rev Michael Vasey, Tutor in Liturgy at Cranmer Hall.

The Michael Vasey Legacy Fund

Michael Vasey's will stipulated "to promote the Christian purpose for which St John's College is founded and for the furtherance of the theological education at St John's College."

The Scholarship Fund

The Scholarship Fund has two aims:

- to provide access awards, in-course bursaries and personal development awards to support students to make the very best of their time at the University, but who may otherwise struggle financially or be prevented from Accessing all opportunities available.
- to fund a post-graduate scholarship.

The Chapel Fabric Fund

Donations received from a campaign to raise funds for the repairs and upkeep of the College chapel.

The Underground Story

Visiting Fellow, the Revd Brian Brown has produced a series of children's books telling stories from the gospel. The College is a partner for the delivery of this project.

22 Commitments under operating leases

The total future minimum payments under non-cancellable leases for properties are as follows:

	2022	2021
	£	£
Amounts due:		
Within one year	-	2,741
Between one and five years	-	-
	<u>-</u>	<u>2,741</u>

The operating leases represent leases of NIL (2021- two) properties from third parties.

Notes (continued)

23 Prior year comparatives by type of funds - Statement of Financial Activities

	Endowment fund, revaluation reserve and share capital £	Unrestricted General fund £	Unrestricted Designated funds £	Restricted funds £	Total 2021 £
Income					
Donations	-	33,579	30,000	1,559,519	1,623,098
Legacies	-	500	-	-	500
Investment income	-	572	24,504	23,184	48,260
<i>Income from charitable activities</i>					
Total fees income	-	3,332,566	-	-	3,332,566
<i>Income from other trading activities</i>					
Commercial business income	-	30,173	29,915	6,960	67,048
Recharges	-	184,469	-	-	184,469
Other income	-	158,146	-	-	158,146
Total income	-	<u>3,740,005</u>	<u>84,419</u>	<u>1,589,663</u>	<u>5,414,087</u>
Expenditure					
Expenditure on charitable activities	-	(3,444,936)	(20,617)	(1,462,784)	(4,928,337)
Cost of generating funds	-	(34,602)	(49,652)	-	(84,254)
Total expenditure	-	<u>(3,479,538)</u>	<u>(70,269)</u>	<u>(1,462,784)</u>	<u>(5,012,591)</u>
Unrealised gains on investments	-	-	624	116,900	117,524
Gain on revaluation of investment property	-	-	7,500	-	7,500
Net income before transfers	-	<u>260,467</u>	<u>22,274</u>	<u>243,779</u>	<u>526,520</u>
Gross transfers between funds	-	8,907	-	(8,907)	-
Net income before other recognised gains and losses	-	<u>269,374</u>	<u>22,274</u>	<u>234,872</u>	<u>526,520</u>
Gains on revaluation of fixed assets	-	-	-	-	-
Net movement in funds for the year	-	<u>269,374</u>	<u>22,274</u>	<u>234,872</u>	<u>526,520</u>
Fund balances brought forward	7,707,448	8,104,241	4,300,382	1,020,814	21,132,885
Transfer in respect of depreciation charged on revalued fixed assets	(57,258)	57,258	-	-	-
Fund balances carried forward	<u>7,650,190</u>	<u>8,430,873</u>	<u>4,322,656</u>	<u>1,255,686</u>	<u>21,659,405</u>

Notes (continued)

24 Analysis of net assets between funds

	Endowment fund, revaluation reserve and share capital £	Unrestricted General fund £	Unrestricted Designated funds £	Restricted funds £	Total 2022 £
Tangible fixed assets	7,591,650	10,136,352	-	-	17,728,002
Investment properties	-	-	3,652,500	-	3,652,500
Investments	-	-	-	901,334	901,334
Cash at bank and in hand	-	1,658,292	861,462	633,858	3,153,612
Other net current assets/(liabilities)	-	(684,561)	7,586	-	(676,975)
Creditors falling due after more than one year	-	(2,230,233)	-	-	(2,230,233)
	<u>7,591,650</u>	<u>8,879,850</u>	<u>4,521,548</u>	<u>1,535,192</u>	<u>22,528,240</u>

	Endowment fund, revaluation reserve and share capital £	Unrestricted General fund £	Unrestricted Designated funds £	Restricted funds £	Total 2021 £
Tangible fixed assets	7,650,190	10,349,843	-	-	18,000,033
Investment properties	-	-	3,652,500	-	3,652,500
Investments	-	-	4,828	906,899	911,727
Cash at bank and in hand	-	1,042,954	658,281	348,787	2,050,022
Other net current assets/(liabilities)	-	(475,139)	7,047	-	(468,092)
Creditors falling due after more than one year	-	(2,486,785)	-	-	(2,486,785)
	<u>7,650,190</u>	<u>8,430,873</u>	<u>4,322,656</u>	<u>1,255,686</u>	<u>21,659,405</u>

25 Related party transactions

The College did not engage in any related party transactions in the current or prior year.

26 Contingent Liability

The College participates in the Universities Superannuation Scheme (USS) pension scheme. As at the year end the College had 7 active members within the scheme (2021: 8 active members). The scheme administrators estimate that at March 2022 the employer debt on withdrawal from the scheme would be £1.3m. The debt would only crystallise upon the complete withdrawal of all members from the scheme.