

TRINITY COLLEGE, CAMBRIDGE

ANNUAL REPORT OF THE TRUSTEES

AND FINANCIAL STATEMENTS FOR THE YEAR ENDED

30 June 2020

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020

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TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020

TRUSTEES AND PRINCIPAL ADVISERS

Trustees, Members of College Council

Professor Dame Sally Davies, Master (w.e.f. 8 October 2019)
Professor Grae Worster, Vice-Master
Professor Catherine Barnard, Senior Tutor
Mr Rory Landman, Senior Bursar
Mr Edward Knapp, Junior Bursar
Professor Emma Widdis (until 8 February 2020)
Professor Paul Brakefield (until 8 February 2020)
Dr Nicolas Bell (until 8 February 2020)
Professor Pelham Wilson
Professor Peter Sarris (until 30 September 2020)
Professor Sir Timothy Gowers
Professor Teresa Webber
Professor Philip Hardie
Professor Nicholas Thomas
Professor Alan Windle (w.e.f. 8 February 2020)
Dr Arthur Norman (w.e.f. 8 February 2020)
Dr Malte Grosche (w.e.f. 8 February 2020)
Prof Samita Sen (w.e.f. 19 October 2020)

Secretary of the College Council

Dr Christopher Morley

Bankers

Barclays Bank plc
Barclays Commercial Bank
PO Box 885
Mortlock House
Histon
Cambridge CB24 9DE

Property Advisers

Bidwells LLP
Bidwell House
Trumpington Road
Cambridge CB2 9LD

Savills (UK) Ltd
Olympic House
Doddington Road
Lincoln LN6 3SE

Independent Auditors

PricewaterhouseCoopers LLP
The Maurice Wilkes Building
St. John's Innovation Park
Cowley Road
Cambridge CB4 0DS

Registered Address

Trinity College
Trinity Street
Cambridge CB2 1TQ

Custodians

The Northern Trust Company
50 Bank Street
London E14 5NT

Solicitors

Mills & Reeve
Botanic House
100 Hills Road
Cambridge CB2 1PH

Historic name according to the Royal Charter dated 19 December 1546:
COLLEGE OF THE HOLY AND UNDIVIDED TRINITY WITHIN THE TOWN AND UNIVERSITY OF
CAMBRIDGE OF KING HENRY THE EIGHTH'S FOUNDATION

Registered Charity Number: 1137604

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020
TRUSTEES' REPORT FOR THE YEAR ENDED 30 June 2020

The board of Trustees, the College Council, presents its statutory report and audited consolidated financial statements for the year ended 30 June 2020.

Structure, Governance and Management

Trinity College, Cambridge, was founded in 1546 by King Henry VIII. In October 2019, the College had 191 Fellows (academic staff involved in teaching, research and administration) and 1,057 junior members in residence (681 undergraduates, 376 graduates).

The current Statutes of the College were made under the Universities of Oxford and Cambridge Act 1923 by an Order in Council dated 30 April 1926. Subsequent alterations have been made on various dates by the procedure set out in the Statutes and in accordance with Section 7 of the 1923 Act.

In accordance with the Statutes, the College is administered by the College Council which meets once a week during Full Term and on occasion in the vacations. Members of the Council are Charity Trustees under the Charities Act 2011. The Master, plus thirteen Fellows, four ex officio, serve as members of the College Council. The charity trustees receive no payment as such. The Council has Standing Orders governing its meetings, including one on conflicts of interest. The Council sets down rules, regulations and procedures governing most aspects of College life, principally through enacting or amending where appropriate College Ordinances.

The Council is (with limited exceptions) subject to review by a College Meeting, namely a meeting of the Master and Fellows. There are at least two College Meetings each year, the Accounts Meeting following the audit and the Annual College Meeting at which members of the Council are elected (three each year, to serve for three years). Newly elected members of the Council, who will as Fellows already be familiar with the College's Statutes and Ordinances, receive a briefing on the duties of Trustees and are required to register any interests under the College's conflicts of interest policy. Special College Meetings may be summoned by a procedure specified in the Statutes.

The principal officers of the College include the Master (who is appointed by the Crown on nomination by the College), the Vice-Master (who is elected by the Fellows), the Senior Tutor, and the Senior and Junior Bursars (all three appointed by the Council) – these are all members of the Council ex officio. Other officers of the College include the other Tutors, the Deans of College and Chapel, the Librarian, the Lecturers, the Steward and the Chaplains.

There are a number of committees in the College, some standing, some appointed by the Council for a particular purpose. Members of committees are appointed by the Council, and membership of standing committees is reviewed annually. The committees make recommendations to the Council, and decisions are taken by the Council.

There is a Liaison Committee, including several representatives elected by the junior members of the College and some Fellows appointed by the Council, whose remit is to discuss and make recommendations about matters of concern to junior members. The Liaison Committee's minutes are received by the Council.

The Staff Consultation Committee, chaired by the Master, is where elected representatives of the College's non-academic staff meet with the Junior Bursar and Head of Personnel to discuss matters of interest to staff collectively. It reports as appropriate to the Council and other College bodies.

Financial and operational risks are the responsibility of the Senior and Junior Bursars respectively and are reviewed by relevant College Committees who report to the College Council. Among these is the Audit Committee which reviews all aspects of financial governance including risk.

The College's Stipends Committee and Staff Committee recommend the pay and remuneration of Fellows and Staff respectively for the approval of the College Council. The operation of the Stipends Committee is governed by a College Ordinance, which provides that stipends of major officers are reviewed by a special sub-committee with no members who are themselves major officers.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020
TRUSTEES' REPORT FOR THE YEAR ENDED 30 June 2020 (continued)

Objectives and Activities

The object of Trinity College is advancement for the public benefit of education, religion, learning and research, primarily by the maintenance and development of a College in the University and City of Cambridge.

The College provides, in conjunction with the University of Cambridge of which it is part, education for undergraduate and graduate students which is recognised internationally as being of the highest standard. Bursaries and studentships are provided, when needed, to both undergraduate and graduate members of the College of limited means, including some support for undergraduates through a bursary scheme operated in common with the University and the other Colleges.

The College admits as members those students and academics who have the highest potential to benefit from the educational and research facilities that the College provides as a constituent college in Cambridge University and who therefore must satisfy high academic requirements for entry. The College has no geographical or religious barriers to entry - members come from a very wide range of backgrounds – and there are no age restrictions, save that the College does not normally admit students under the age of 18 at entry.

Dependent on the success of the University, if the College's object is to be achieved, the College makes grants to other colleges, Trusts and institutions in the University with objects similar to its own. The College makes grants to the Isaac Newton Trust, established by the College in 1988, which in turn supports departments, bodies and individuals in the wider University. The Trust is an independent charity which may share some common trustees. The College also under its Statute XLVI from time to time makes donations to charities in and around the City of Cambridge, and to appropriate bodies in areas where it owns property.

The great majority of the academic staff are Fellows of the College, elected in the various ways prescribed by the College's Statutes. As well as Teaching Staff, the Fellowship also includes Research Fellows (Junior and Senior), certain senior administrative officers, some Professors in the University, and persons who have retired after long service in one or more of these roles.

The Council has given due regard to the guidance on public benefit published by the Charity Commission, and to its two key principles, that there must be identifiable benefit and that the benefit must be to the public or a section of the public. The Council is satisfied that the object and activities of the College fully meet the public benefit requirements.

Achievements and Performance

The College admitted 193 undergraduate students in October 2019 for regular study from all backgrounds across the wide range of subjects studied in the University. A further 7 students were admitted for one year on various exchange or visitor programmes, together with 1 affiliated student. As usual, many students (46) returned after graduation for further study, and the College admitted a further 76 graduates from other Universities to read for Master's degrees and/or doctorates in various subjects. Eight students continued to a PhD after completing a Master's degree. During the year junior members achieved 47 Master's degrees and 40 PhDs. Our student body is international with 71 nationalities represented.

Circumstances make it impossible to report in the usual way on examinations and the performance of our students in May and June 2020. As a result of the pandemic, arrangements for examinations in Easter Term 2020 were completely revised with students assessed on a mixture of coursework and online tasks. The majority of continuing students took formative assessments and were allowed to progress to the next year of study. Students completing courses and some continuing students took summative assessments and their previous year's result provided a safety net, whereby their class for Easter Term 2020 was the equivalent or higher than that achieved in Easter Term 2019.

In January 2020, in an open competition, the College elected eight Junior Research Fellows to commence four years of research in October 2020. During the year it also elected two new Teaching Fellows. The Assistant Bursar's role was filled in September 2020 in advance of appointment as Senior Bursar in January 2021. The College's Teaching Staff are research-active and many distinctions are earned each year as reported in the College's Annual Record. At the end of the academic year 2019-20 the Fellowship included 31 Fellows of the Royal Society and 30 Fellows of the British Academy. During the year, it was announced that the Fellow of Trinity, Professor Didier Queloz, FRS, had been awarded the Nobel Prize in Physics, for the discovery of an exoplanet orbiting a solar-type star.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020
TRUSTEES' REPORT FOR THE YEAR ENDED 30 June 2020 (continued)

Financial Review

The College's Net Assets were broadly stable at £1.54bn (2019 £1.53bn). However this was at a time when falling bond yields were very supportive of asset prices. Impacted by Covid-19 induced slowdowns, the College's underlying income both from investments and from internal income fell significantly in the final quarter. There is as yet no visibility on the depth of the fall or the timing and extent of the eventual recovery in investment income. It is possible that the income generating capacity of the Endowment has suffered long term damage.

The College's income in 2020 started to feel the impact of the global Covid-19 pandemic. The College was closed to most students for the Summer Term, resulting in Internal Rental income falling by £1.2m or over 25% compared to 2019. Income from external rents was £1.64m lower as a result of provisions made against bad debts mainly for the final quarter— these are normally insignificant. The Net Income (including both capital items and recurrent income) was £12.1m (2019: £0.8m loss). After deducting capital items allocated to Endowment, which amounted to £9.3m, and a further £3m of benefactions and donations there was an underlying Net Deficit of £0.2m. In 2019 there was an equivalent Net Surplus of £6.3m after adding back the one-off cost of withdrawal from USS.

In addition to funding its own activities and making its University Contribution of £2.67m to the University's Colleges Fund, the College made substantial grants totalling £4.6m (2019: £4.3m) mainly to support wider collegiate Cambridge and has maintained its spending on scholarships and awards at £6.14m (2019: £6.46m).

The Covid-19 impact on rents and dividends is significant and the longer term effect is as yet unquantifiable. The economic impact of the UK's decision to leave the European Union remains unknown. Shortening leases, business rates on empty properties and fewer upward only rent reviews have meant that rental income is becoming more volatile. In order to provide a cushion against downturns, the College seeks to maintain reserves in the Consolidated Unrestricted General Funds (2020: £26.4m) at around the level of the annual cost of its charitable activities, and for the Amalgamated Trusts Fund at around one year's income. Unfortunately, in the last few years this has been significantly reduced by the increase in provision for the Trinity College Pension Scheme which now stands at £32.2m. None of the College's funds is in material deficit.

The maintenance of the College's fabric and infrastructure is a constant draw on the College's resource, but often with significant variations from year to year. Maintenance, repairs and improvements remains relatively subdued at £5.2m (up from an unusually low £3.5m in 2019) whilst we plan for new rounds of major expenditure. In years of low expenditure the College makes transfers to the College Reconstruction Fund which is part of Designated Funds. This Fund is used in years of higher than average renovation expenditure. The Fund now has a balance of £13.3m (2019: £8.7m). Unfortunately the costs of renewing Grade 1 listed buildings have grown rapidly so this fund can rapidly be exhausted.

The College's Statement of Financial Activities (SOFA) is presented in the format required by the Charity SORP, which divides the College's income between various funds. The Endowment Fund represents permanent capital and its incoming resources are of a capital nature. Restricted funds, and the income arising, can only be used for the purposes for which they were originally given. The College's Designated Funds represent resources set aside for specific purposes. Therefore in any given year the key indicator of the College's financial health is the net incoming resources in the College's unrestricted General Funds which were £5.34m in deficit in 2020 (2019: £2.24m surplus).

The investment objective of the College's endowment is to maximise its long term real income growth. This is intended to be achieved through investing mainly in property and equities. The annual performance when measured in terms of valuation has a weak correlation with this long term objective, since in the short term asset prices are buffeted by external factors. In 2020 these were supported by a fall in bond yields. The College's net investment income (after deducting investment costs and interest and net of Endowment Fund income) decreased by 8.0% to £35.5m. The current valuation of the College's consolidated net assets rose 0.5% from £1,533m to £1,540m.

Dividends in the securities portfolio fell from £13.1m to £10.4m. About £0.9m of this is estimated to be a result of Covid-19 in the final quarter. The balance was due to switching to some fund managers with lower yielding equity funds. The College also raised £40m from the precautionary sale of equities during the year. In the property portfolio, the College made acquisitions totalling £4.7m. Disposals totalled £14.5m. In October 2017, the College agreed a significant investment by TUS Holding, the Science Park investment arm of Tsinghua University, to contribute to the renewal of Phase 1 of the Cambridge Science Park. One building, Unit 26, was sold in 2019. During 2019 two further buildings were completed and transferred to TUS including a new BioInnovation Centre.

TRINITY COLLEGE, CAMBRIDGE

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Financial Review (continued)

The final phase is well under way and due for completion in 2021. These transactions account for the volatility of both investment income and investment costs in the Consolidated Accounts (-see also Prior Year restatement below). Development plans by the College's subsidiary, Dunsfold Airport Limited, for a new village at Dunsfold Park are well advanced, and the College will soon be in a position to decide on the optimum way of proceeding.

Prior year restatement

Following a review of the contracts relating to the continuing development at Cambridge Science Park, the Trustees consider that the accounting and disclosures should be restated for 2019 to better reflect the transaction as a whole. The result of the restatement is set out at the end of Note 1 to the Accounts.

Statement on fundraising

Trinity College fundraising is carried out by College employees and involves approaching primarily our 14,000 contactable alumni and other selected persons connected with, or with special interest in, the College. The activity is overseen by the College's Alumni Relations and Development Committee. Fundraising methods used include face-to-face meetings, direct mail appeals and telephone calls undertaken by students employed by the College. All communications with alumni and donors include our data protection statement and all bulk email communications include an option to unsubscribe.

The College is registered with the Fundraising Regulator and its logo appears on all alumni and development publications. The College abides by the Fundraising Code of Practice in its activities and there are no known instances of non-compliance with the Code. There was one formal complaint in the year from a member who did not wish to receive the Annual Report of the Alumni Relations and Development Office.

Fundraising staff receive training in the workplace and externally to ensure they keep up with best practice from the Institute of Fundraising and the Council for Advancement and Support of Education (CASE) among others. Fundraising communications are signed off by the Executive Director of the Alumni Relations and Development Office. Fundraisers are required to indicate if they are concerned that someone they have contacted might be considered to be vulnerable. If there are any concerns that someone lacks capacity to make a decision to donate then fundraising approaches are stopped.

TRINITY COLLEGE, CAMBRIDGE

ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020

Statement of trustees' responsibilities

The trustees are responsible for preparing the Trustees' Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

The law applicable to charities in England and Wales requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the College and the group and of the incoming resources and application of resources of the College and the group for that period.

In preparing these financial statements, the trustees 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 accounting standards, comprising FRS 102, 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 charity will continue in business.

The trustees are responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the charity and enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the College and the group and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

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

Approved by the College Council on 23 November 2020

Professor Dame Sally Davies, Master

Mr Rory Landman, Senior Bursar

INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF TRINITY COLLEGE,
CAMBRIDGE
Report on the audit of the financial statements

Opinion

In our opinion, Trinity College, Cambridge's group financial statements and parent charity financial statements (the financial statements"):

- give a true and fair view of the state of the group's and of the parent charity's affairs as at 30 June 2020 and of the group's and parent charity's incoming resources and application of resources, and of the group's cash flows, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law); and
- have been prepared in accordance with the requirements of the Charities Act 2011 and Regulation 15 of The Charities (Accounts and Reports) Regulations 2008).

We have audited the financial statements, included within the Annual Report (the "Annual Report"), which comprise: the Consolidated Statement of Financial Activities for the year ended 30 June 2020; the Consolidated and College Balance Sheets as at 30 June 2020; the Consolidated Cash Flow Statement for the year then ended; and the Notes to the Financial Statements which include a summary of the significant accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the group in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you when:

- the trustees' use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the trustees have not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the group's and parent charity's ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the group's and parent charity's ability to continue as a going concern.

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The trustees are responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF TRINITY
COLLEGE, CAMBRIDGE (continued)**

there is a material misstatement of the financial statements or a material misstatement of the other information. 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 based on these responsibilities.

Based on the responsibilities described above and our work undertaken in the course of the audit, ISAs (UK) require us also to report certain opinions and matters as described below.

Trustees' Report

Under the Charities Act 2011 we are required to report to you if, in our opinion the information given in the Trustees' Annual Report is inconsistent in any material respect with the financial statements. We have no exceptions to report arising from this responsibility.

Responsibilities for the financial statements and the audit

Responsibilities of the Trustees for the financial statements

As explained more fully in the Statement of Trustees' responsibilities set out on page 7, the trustees are responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The trustees are also responsible for such internal control as they 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 group's and parent charity'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 group and parent charity or to cease operations, or have no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

We are eligible to act and have been appointed as auditors under section 144 of the Charities Act 2011 and report in accordance with the Act and relevant regulations made or having effect thereunder.

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 auditors' 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.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditors' report.

Use of this report

This report, including the opinions, has been prepared for and only for the charity's trustees as a body in accordance with section 151 of the Charities Act 2011 and regulations made under section 154 of that Act (Part 4 of The Charities (Accounts and Reports) Regulations 2008) and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

**INDEPENDENT AUDITOR'S REPORT TO THE TRUSTEES OF TRINITY
COLLEGE, CAMBRIDGE (continued)**

Other required reporting

Charities Act 2011 exception reporting

Under the Charities Act 2011 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- sufficient accounting records have not been kept by the parent charity; or
- the parent charity financial statements are not in agreement with the accounting records and returns.

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Cambridge
30 November 2020

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2020

	Note	Endowment	General Funds (Unrestricted)	Designated Funds	Restricted Funds	2020 Total	2019 Total Restated
		£000's	£000's	£000's	£000's	£000's	£000's
INCOMING RESOURCES							
Income from donations and legacies			590	705	1,727	3,022	4,714
Income from charitable activities	2		9,623		2,780	12,403	11,291
Income from other trading activities	4		194	114	18	326	418
Investment Income	3	9,303	49,615	1,085	4,001	64,004	102,228
TOTAL INCOME		9,303	60,022	1,904	8,526	79,755	118,651
<i>Expenditure on generating funds</i>							
Fundraising costs			1,037		2	1,039	1,114
Loan interest			4,320			4,320	4,310
Estates and Investment Management costs	5		14,839		52	14,891	41,696
			20,196		54	20,250	47,120
<i>Cost of charitable activities</i>							
	6		37,349	1,983	4,974	44,306	39,973
<i>Other Expenditure</i>							
Governance costs			393			393	375
University Contribution under Statute GII	7		2,395	25	251	2,671	2,538
Cost of withdrawing from USS pension scheme							29,485
TOTAL RESOURCES EXPENDED			60,333	2,008	5,279	67,620	119,491
NET INCOME/(EXPENSE)		9,303	(311)	(104)	3,247	12,135	(840)
Unrealised gains on Investment Assets		13,601		(2,229)	(4,706)	6,666	75,535
NET INCOMING RESOURCES BEFORE TRANSFERS		22,904	(311)	(2,333)	(1,459)	18,801	74,695
Transfers between funds	19,20	2,632	(5,034)	2,635	(233)		
NET INCOMING RESOURCES AFTER TRANSFERS		25,536	(5,345)	302	(1,692)	18,801	74,695
<i>Other recognised gains & losses:</i>							
Actuarial losses on defined benefit pension scheme	16		(11,504)			(11,504)	(5,744)
NET MOVEMENTS IN FUNDS		25,536	(16,849)	302	(1,692)	7,297	68,951
Total funds brought forward		1,285,790	43,234	50,313	153,333	1,532,670	1,463,719
Total funds carried forward		1,311,326	26,385	50,615	151,641	1,539,967	1,532,670

There are no recognised gains or losses other than those disclosed above. All of the above results derive from continuing operations.

There is no material difference between the net incoming resources for the financial years stated above and their historical cost equivalents.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

CONSOLIDATED STATEMENT OF FINANCIAL ACTIVITIES FOR THE YEAR ENDED 30 JUNE 2019

	Note	Endowment Restated £000's	General Funds (Unrestricted) Restated £000's	Designated Funds £000's	Restricted Funds £000's	2019 Total Restated £000's	2018 Total £000's
INCOMING RESOURCES							
Income from donations and legacies			1,755	1,035	1,924	4,714	13,486
Income from charitable activities	2		11,291			11,291	10,901
Income from other trading activities	4		353	51	14	418	486
Investment Income	3	17,630	79,544	1,064	3,990	102,228	62,010
TOTAL INCOME		17,630	92,943	2,150	5,928	118,651	86,883
<i>Expenditure on generating funds</i>							
Fundraising costs			1,111		3	1,114	1,030
Loan interest			4,310			4,310	4,301
Estates and Investment Management costs	5		41,667		29	41,696	12,891
			47,088		32	47,120	18,222
<i>Cost of charitable activities</i>	6		35,833	1,036	3,104	39,973	40,028
<i>Other Expenditure</i>							
Governance costs			375			375	352
University Contribution under Statute GII	7		2,262	25	251	2,538	2,412
Cost of withdrawing from a defined benefit scheme	16	29,485				29,485	
TOTAL RESOURCES EXPENDED		29,485	85,558	1,061	3,387	119,491	61,014
NET INCOME/(EXPENSE)		(11,855)	7,385	1,089	2,541	(840)	25,869
Unrealised gains on Investment Assets		69,918			5,617	75,535	77,827
NET INCOMING RESOURCES BEFORE TRANSFERS		58,063	7,385	1,089	8,158	74,695	103,696
Transfers between funds	19,20	(411)	(5,141)	7,966	(2,414)		
NET INCOMING RESOURCES AFTER TRANSFERS		57,652	2,244	9,055	5,744	74,695	103,696
<i>Other recognised gains & losses:</i>							
Actuarial (losses)/gains on defined benefit pension scheme	16		(5,744)			(5,744)	13,799
NET MOVEMENTS IN FUNDS		57,652	(3,500)	9,055	5,744	68,951	117,495
Total funds brought forward		1,228,135	46,737	41,258	147,589	1,463,719	1,346,224
Total funds carried forward		1,285,787	43,237	50,313	153,333	1,532,670	1,463,719

There are no recognised gains or losses other than those disclosed above. All of the above results derive from continuing operations.

There is no material difference between the net incoming resources for the financial years stated above and their historical cost equivalents.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2020

	Note	2020 £000's	2019 Restated £000's
FIXED ASSETS			
Investments	10	1,668,295	1,620,853
		<u>1,668,295</u>	<u>1,620,853</u>
CURRENT ASSETS			
Stock	11	2,292	2,362
Debtors: amounts falling due after more than one year	12	821	952
Debtors: amounts falling due within one year	12	15,865	14,400
Cash at bank in hand		38,880	88,350
		<u>57,858</u>	<u>106,064</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	13	(62,175)	(83,138)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,663,978</u>	<u>1,643,779</u>
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	14	(91,791)	(92,609)
NET ASSETS EXCLUDING PENSION SCHEME LIABILITY		<u>1,572,187</u>	<u>1,551,170</u>
PENSION SCHEME LIABILITY	16	(32,220)	(18,500)
NET ASSETS INCLUDING PENSION SCHEME LIABILITY		<u>1,539,967</u>	<u>1,532,670</u>
<i>Represented by:</i>			
Endowment funds	19	1,311,326	1,285,790
Restricted funds	19	151,641	153,333
Designated funds	19	50,615	50,313
General funds – general reserve	19	26,385	43,234
		<u>1,539,967</u>	<u>1,532,670</u>

The financial statements on pages 11 to 29 were approved by the College Council on 23 November 2020 and have been signed on their behalf by the Master and Senior Bursar.

Dame Sally C Davies, Master

Mr Rory Landman, Senior Bursar

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

COLLEGE BALANCE SHEET AS AT 30 JUNE 2020

	Note	2020 £000's	2019 Restated £000's
FIXED ASSETS			
Investments	10	1,528,927	1,512,684
		<u>1,528,927</u>	<u>1,512,684</u>
CURRENT ASSETS			
Stock	11	1,856	1,838
Debtors: amounts falling due after more than one year	12	22,710	18,934
Debtors: amounts falling due within one year	12	38,650	20,620
Cash at bank in hand		28,190	69,583
		<u>91,406</u>	<u>110,975</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	13	(26,331)	(61,523)
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>1,594,002</u>	<u>1,562,136</u>
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	14	(90,000)	(90,000)
NET ASSETS EXCLUDING PENSION SCHEME LIABILITY		<u>1,504,002</u>	<u>1,472,136</u>
PENSION SCHEME LIABILITY	16	(32,220)	(18,500)
NET ASSETS INCLUDING PENSION SCHEME LIABILITY		<u>1,471,782</u>	<u>1,453,636</u>
<i>Represented by:</i>			
Endowment funds	20	1,235,020	1,206,193
Restricted funds	20	151,642	154,807
Designated funds	20	50,615	48,409
General funds – general reserve	20	34,505	44,227
		<u>1,471,782</u>	<u>1,453,636</u>

The financial statements on pages 11 to 29 were approved by the College Council on 23 November 2020 and have been signed on their behalf by the Master and Senior Bursar.

Dame Sally C Davies, Master

Mr Rory Landman, Senior Bursar

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

CONSOLIDATED CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2020

	2020	2019
	£000's	Restated £000's
NET CASH FLOW FROM OPERATING ACTIVITIES		
Net incoming resources after transfers (as per the Statement of Financial Activities)	18,801	74,693
<i>Adjustments for:</i>		
Investment income	(64,004)	(102,228)
Net gains on investments	(8,823)	(80,284)
Total pensions losses recognised in SOFA excluding actuarial loss	3,404	2,972
Pension contributions by the College	(1,188)	(711)
Loan interest	4,320	4,310
Working capital movements		
- Increase/(decrease) in stocks	69	(82)
- Decrease/(increase) in debtors	(1,334)	4,234
- (Increase)/Decrease in creditors	(21,781)	57,445
Net cash used in operating activities	(70,536)	(39,651)
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of fixed asset investments	(272,481)	(112,194)
Proceeds from disposal of fixed asset investments	233,861	101,988
Investment income	64,004	102,228
Net cash generated from investing activities	25,384	92,022
CASH FLOW FROM FINANCING ACTIVITIES		
Interest paid	(4,320)	(4,310)
Net cash used in financing activities	(4,320)	(4,310)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	(49,472)	48,061
Cash and cash equivalents at the start of the year	88,350	40,289
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	38,878	88,350
Cash and cash equivalents consists of:		
Cash at bank and in hand	38,880	88,350
Cash and cash equivalents	38,880	88,350

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2020

1. STATEMENT OF ACCOUNTING POLICIES

General information

Trinity College, Cambridge ('the College') and its subsidiaries (together 'the Group') whose object is the advancement for the public benefit of education, religion, learning and research, primarily by the maintenance and development of a College in the University and City of Cambridge.

Basis of preparation

The consolidated financial statements of Trinity College, Cambridge have been prepared in compliance with United Kingdom Accounting Standards, including Financial Reporting Standard 102, "The Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland" ("FRS 102"), and with the Statement of Recommended Practice 'Accounting and Reporting by Charities' FRS 102 as revised in 2019 ('the SORP 2019'), together with the reporting requirements of the Charities Act 2011.

The financial statements have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of investments.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been applied to all the years presented, unless otherwise stated.

The preparation of financial statements in conformity with FRS 102 requires the use of certain accounting estimates. It also requires the Trustees to exercise its judgements in the process of applying the Group's and the College's accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumption and estimates are significant to the financial statements are disclosed below.

Basis of consolidation

The accounts show the results and state of affairs for Trinity College, Cambridge and its subsidiary undertakings (details of the subsidiary undertakings can be found in note 18). Subsidiaries are all entities over which the College has control, being the power to govern the financial and operating policies of the entity.

Where a subsidiary has a different accounting policy to the Group, adjustment is made to the subsidiary's financial statements to apply the Group's accounting policies when preparing the consolidated financial statements.

Acquisitions made by the Group are accounted for under the acquisition method of accounting. Subsidiaries are fully consolidated from the date on which control is transferred to the Group. They are de-consolidated from the date that control ceases. Intra-group transactions and profits are eliminated fully on consolidation.

Results of affiliated clubs and societies are not consolidated as the College does not govern the financial and operating policies of these undertakings with a view to gaining economic benefits from their activities. Grants made to clubs and societies are charged in the Statement of Financial Activities as expenditure for charitable purposes.

Cash flow statement

The College prepares a consolidated cash flow statement and the consolidated accounts, in which the College's results are included, are available to the public. It has therefore taken advantage of the exemption conferred by FRS 102 Section 1 not to prepare a cash flow statement.

Incoming resources

Income is accrued and included in the statement of financial activities when the College is legally entitled to the income, the amount can be quantified with reasonable accuracy and is probable. Legacies and donations are accounted for when received.

Where income is received in advance, recognition is deferred and the amount included in creditors. Income is stated net of any VAT.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2020

1. STATEMENT OF ACCOUNTING POLICIES (continued)

Resources expended

Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all costs related to the category. Where costs cannot be directly attributed to particular headings they have been allocated to activities on a basis consistent with use of the resources.

Charitable exemption

The College is a registered charity and claims exemption from income tax under Section 505 of the Income and Corporation Taxes Act 1988 and from capital gains tax under Section 256 of the Taxation of Chargeable Gains Act 1992.

Fund accounting

Funds held by the College are either:

Endowment funds – These are funds that may not normally be spent. Income arising from investment of Endowment funds, apart from that proportion which is regarded as required for maintenance of capital, are classified as general income of the College and can be applied at the discretion of the College Council to any Collegiate purpose in accordance with the College Statutes.

General funds – These are funds that can be used at the discretion of the College Council.

Designated funds – These are funds that have been set aside by the College Council for specific purposes. They are a sub-set of General Funds and the purposes to which they are applied may be varied at the discretion of the College Council.

Restricted funds – These are funds that can only be used for particular purposes, under a deed of trust or implied trust, to support various educational purposes of the College, including research, teaching and the student bursary scheme.

Pensions

The College participated in four pension schemes during the financial year. Pension costs are accounted for on the basis of charging the cost of providing pensions over the period during which the College benefits from the Fellows' or employees' service.

Fellows employed by the College up until 31st May 2019 were entitled to join the University's Superannuation Scheme (USS), a defined benefits scheme which is contracted out of the State Second Pension.

The College withdrew from the Universities Superannuation Scheme (USS) on the 31st May 2019, and established a separate section of the Trinity College Staff Pension Scheme for future defined benefit pension provision for eligible staff. It also established a new defined contribution scheme managed by Legal and General for contributions by Fellows.

Staff employed prior to 31 December 2013 were eligible to join the Trinity College Staff Pension Scheme. This defined benefit scheme closed to new members in 2014. For this scheme, pension costs are accounted for as the service and finance cost for the year.

Staff employed since 1 January 2014, and those employed prior to that date who are not members of the Trinity College Staff Pension Scheme, have been placed in a new defined contribution scheme. The College is using this scheme to meet its employer obligations under the auto-enrolment legislation, albeit on more flexible and generous terms than the statutory minima. The assets of the scheme are held by the scheme provider in a master trust, and the amount charged to the statement of financial activities is thus the contributions payable to the scheme in respect of the accounting period.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2020

1. STATEMENT OF ACCOUNTING POLICIES (continued)

Operational tangible fixed assets

Land and buildings

Land and buildings are stated at their original historical cost less depreciation. Due to their age the cost is not significant and no amounts have been included within these accounts.

As a result of the College's ongoing maintenance programme, the difference between the original cost and the residual value, at historical cost, is such that any resulting depreciation charge is considered immaterial. To date all such expenditure is considered to have been maintenance in nature rather than enhancing the economic benefits of the asset and therefore no enhancement expenditure has been capitalised. Land is not depreciated.

Fixtures, fittings and equipment

Fixtures, fittings and equipment costing less than £100,000 per individual item are written off in the year of purchase.

Heritage Assets

Heritage assets have not been capitalised since reliable estimates of cost or value are not available on a cost-benefit basis.

Investments

Investments are included in the balance sheet at fair value, except for investments in subsidiary undertakings which are stated in the College's balance sheet at cost less accumulated impairment, and eliminated on consolidation. Properties are valued annually by the Trustees based on estimated market values on a continuing use basis after taking advice from third party valuers. The SOFA includes realised gains and losses on investment sold in the year and unrealised gains and losses on revaluation of investments.

Fixed asset investments are subject to review for impairment when there is an indication of a reduction in their carrying value. Any impairment is recognised in the year in which it occurs in the SOFA.

Stocks

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

Foreign currency

Foreign currency transactions are recorded at the exchange rate at the time of the transaction. Foreign currency balances are translated into sterling at the exchange rate at the balance sheet date. Resulting gains or losses are included in the SOFA.

Financial instruments

The Group has financial assets and financial liabilities of a kind that qualify as basic financial instruments. Basic financial instruments are initially recognised at transaction price and subsequently measured at amortised cost using the effective interest rate method. The College only has taken reduced disclosure exemptions for sections 11 and 12 of FRS 102.

Financial assets are derecognised when their contractual rights to the cash flows from the asset expire or are settled. Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

Taxation

The College is an exempt charity and accordingly, the College is potentially exempt from taxation in respect of income or capital gains.

The College receives no similar exemption in respect of Value Added Tax. Irrecoverable VAT on inputs is included in the costs of such inputs. Any irrecoverable VAT allocated to fixed assets is included in their cost.

The College's limited company subsidiaries are liable to Corporation Tax in the same way as any other commercial organisation.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES FOR THE YEAR ENDED 30 June 2020

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 June 2020

1. STATEMENT OF ACCOUNTING POLICIES (continued)

Related party transactions

The Group discloses transactions with related parties which are not wholly owned within the same Group. Where appropriate, transactions of a similar nature are aggregated unless, in the opinion of the Trustees, separate disclosure is necessary to understand the effect of the transactions on the Group financial statements.

Critical accounting judgements and estimation uncertainty

The Group makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the actual results. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The main area where assumptions estimates and the exercise of judgement occurs is the fair value of investment properties. The valuation of the College's investment property is inherently subjective and other valuations could lead to a materially different figure.

Cash at Bank and in hand

Cash and cash equivalents includes cash in hand and deposits held at call with banks. Other short-term highly liquid investments including money market funds are included in investments. Bank overdrafts, if applicable, are shown within borrowings in current liabilities.

Liabilities and Provisions

Liabilities are recognised at the amount that the College anticipates it will pay to settle the debt or the amount it has received as advanced payments for the goods or services it must provide. Provisions are measured at the best estimate of the amounts required to settle the obligation.

Prior year restatement

Following a review of the contracts relating to the continuing development at Cambridge Science Park, the Trustees consider that the accounting and disclosures should be restated for 2019 to better reflect the transaction as a whole. The result of the restatement is to adjust prior year comparatives as at 30 June 2019 by reducing Investment Income by £5.50m reducing Estates and Investment Management Costs by £6.39m and reducing Unrealised Gains on investment assets by £0.50m. The net impact of these reclassifications within Unrestricted General Funds is to increase the Net income by £0.89m and Net Incoming Resources Before Transfers by £0.39m. The balance sheet effect is an increase in Investments of £15.8m, a reduction to Debtors falling due within one year of £0.54m and an increase in Creditors: amounts falling due within one year of £14.9m.

TRINITY COLLEGE, CAMBRIDGE

ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

(continued)

2. INCOME FROM CHARITABLE ACTIVITIES

	Endowment Funds £000's	General Funds (Unrestricted) £000's	Designated Funds £000's	Restricted Funds £000's	2020 Total £000's	2019 Total £000's
College Fees		4,774			4,774	4,757
Residence and catering		4,710			4,710	6,360
Other Fees		139		2,780	2,919	174
		9,623		2,780	12,403	11,291

COLLEGE FEES

	2020 Total £000's	2019 Total £000's
Fee Income paid on behalf of undergraduates at the publicly-funded undergraduate rate per capita fee £4,556 for matriculation after October 2012, £4,308 for matriculation before October 2012 (2019 £4,524)	2,505	2,524
Privately-funded undergraduate fee income, per capita fee £13,340. A bursary of £6,003 is applied to each fee (2019 £12,693 bursary £5,712)	1,285	1,210
Fee income received at the graduate fee rate (per capita fee £3,936) (2019 £3,719)	984	1,023
	4,774	4,757

3. INVESTMENT INCOME

	Endowment Funds £000's	General Funds (Unrestricted) £000's	Designated Funds £000's	Restricted Funds £000's	2020 Total £000's	2019 Total £000's
Property - College	9,303	25,929	9	224	35,465	49,135
Property - Subsidiaries		17,452			17,452	39,356
Equities		5,579	1,076	3,777	10,432	13,134
Interest		655			655	603
	9,303	49,615	1,085	4,001	64,004	102,228

4. INCOME FROM OTHER TRADING ACTIVITIES

	Endowment Funds £000's	General Funds (Unrestricted) £000's	Designated Funds £000's	Restricted Funds £000's	2020 Total £000's	2019 Total £000's
Conferences		25			25	88
Tourism		59			59	106
Other		110	114	18	242	224
		194	114	18	326	418

5. ESTATES AND INVESTMENT MANAGEMENT COSTS

	Endowment Funds £000's	General Funds (Unrestricted) £000's	Designated Funds £000's	Restricted Funds £000's	2020 Total £000's	2019 Total £000's
College costs		5,946		52	5,998	4,002
Subsidiaries costs		8,893			8,893	37,694
		14,839		52	14,891	41,696

Investment Management costs do not include fund management and other fees borne directly by funds in which the College invests.

TRINITY COLLEGE, CAMBRIDGE**ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020****(continued)****6. COST OF CHARITABLE ACTIVITIES**

	Endowment Funds	General Funds (Unrestricted)	Designated Funds	Restricted Funds	2020 Total	2019 Total
	£000's	£000's	£000's	£000's	£000's	£000's
Residence and catering		11,460		20	11,480	11,224
Teaching, Tutorial and Admissions		14,564	287	74	14,925	13,457
Research		4,607	522	2,025	7,154	4,490
Scholarships and awards		3,069	455	2,620	6,144	6,466
Donations		3,649	719	235	4,603	4,336
		37,349	1,983	4,974	44,306	39,973

	2020 Total	2019 Total
	£000's	£000's
<i>An analysis of the donations is as follows:</i>		
Isaac Newton Trust	1,500	1,500
Cambridge Trust	1,250	1,250
Cambridge Home / EU Scholarship Scheme	600	600
Cambridge Colleges Teaching	711	622
Cambridge Colleges Buildings		
Other	542	364
	4,603	4,336

7. UNIVERSITY CONTRIBUTION UNDER STATUTE GII

The University Contribution is assessed by the University of Cambridge in accordance with the provisions of Statute GII of the University's Statutes and Ordinances and is distributed by the Colleges Fund Committee among other Cambridge Colleges.

The amount payable by the College for the year ended 30 June 2020 is £2,671,000 (2019: £2,538,000).

8. NET INCOMING RESOURCES BEFORE TRANSFERS

This is shown after charging:

	2020 Total	2019 Total
	£000's	£000's
Auditors' Remuneration: External audit	114	112
Maintenance, Repairs and Improvements	5,168	3,494

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(continued)

9. STAFF NUMBERS AND COSTS

The monthly average number of persons (including the Trustees) employed by the College during the year, was: 606 (2019: 592)

The costs associated with these employees was:

	2020	2019
	£000's	£000's
Wages and salaries	15,331	12,920
Social security costs	1,561	1,247
Pension costs - defined benefit scheme service cost	3,007	2,350
Pension costs - USS defined benefit scheme		564
	19,899	17,081

Trustees

During the year no fees or expenses were paid to Fellows in respect of their duties as Trustees (2019: none).

Payments to Trustees made under the authority of and in accordance with the Statutes of the College, in respect of teaching, research and administrative duties amounted to:

	2020	2019
	£000's	£000's
Aggregate emoluments	525	534
Pension contributions	43	52
	568	586

The number of College Fellows and staff whose remuneration, excluding pension contributions, exceeded £60,000 was as follows:

	2020	2019
	No	No
£60,000 - £69,999	7	12
£70,000 - £79,999	10	5
£80,000 - £89,999	7	6
£90,000 - £99,999	1	0
£100,000 - £109,999	1	1
£120,000 - £129,999	1	1
£130,000 - £139,999		1
	27	26

Retirement benefits are accruing to 22 (2019: 21) of the above individuals under a defined benefit pension scheme. The total pension costs of these Fellows and staff amounts to £177,401 (2019: £276,027).

Key management compensation

The College considers that the Trustees of the College represent the Key Management of the College.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(continued)

10. INVESTMENTS

	Consolidated 2020	Consolidated 2019 Restated	College 2020	College 2019 Restated
	£000's	£000's	£000's	£000's
Market value at 1 July	1,620,853	1,531,024	1,512,684	1,448,810
Additions	272,481	112,194	240,119	107,810
Disposals	(233,861)	(101,986)	(233,861)	(101,986)
Net investment gains	8,822	79,621	9,985	58,050
Market value at 30 June	1,668,295	1,620,853	1,528,927	1,512,684

	Consolidated 2020	Consolidated 2019 Restated	College 2020	College 2019 Restated
	£000's	£000's	£000's	£000's
Represented by:				
Property	884,367	892,685	712,433	718,541
Assets under construction	58,152	15,792	11,408	11,408
Equities	646,901	664,383	646,901	664,383
Unlisted investments	17,651	16,961	17,651	16,961
Money Market Funds	61,224	31,032	61,224	31,032
Investments in subsidiary undertakings (See note 18)			79,310	70,359
	1,668,295	1,620,853	1,528,927	1,512,684

Listed equities are valued by reference to the closing price at the balance sheet date. Unlisted investments are valued based on information provided by the fund managers.

Properties are valued annually by the Trustees based on estimated market values on a continuing use basis after taking advice from third party valuers.

Included within investment properties is £14m representing the value of the College's investment in a limited partnership.

11. STOCK

	Consolidated 2020	Consolidated 2019	College 2020	College 2019
	£000's	£000's	£000's	£000's
Provisions	1,856	1,837	1,856	1,838
Crops and seeds	436	525		
	2,292	2,362	1,856	1,838

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(continued)

12. DEBTORS

	Consolidated 2020	Consolidated 2019 Restated	College 2020	College 2019
	£000's	£000's	£000's	£000's
Amounts falling due after more than one year				
Amounts owed by subsidiary undertakings			21,889	17,982
Other debtors	821	952	821	952
	821	952	22,710	18,934
Amounts falling due within one year				
Rents receivable	9,659	5,776	5,100	2,598
Prepayments and accrued income	1,809	3,919	12,868	12,208
Other debtors	337	1,223	337	1,223
Amounts owed by subsidiary undertakings			16,285	1,109
Trade debtors	4,060	3,482	4,060	3,482
	15,865	14,400	38,650	20,620
	16,686	15,352	61,360	39,554

The loan owed to the College after more than 1 year is secured on the tangible assets of the Company and is interest bearing at the rate of 6% per annum. The loan is repayable by 20 December 2023.

The loans owed to the College within 1 year are unsecured, have no fixed date of payment and are repayable on demand.

13. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	Consolidated 2020	Consolidated 2019 Restated	College 2020	College 2019 Restated
	£000's	£000's	£000's	£000's
Trade creditors	20,851	27,303	3,846	3,015
University contribution	2,671	2,538	2,671	2,538
Taxes and social security	964	1,072	964	1,072
Other creditors	501	628	501	628
Amounts due to subsidiary undertakings				7,631
Accruals and deferred income	37,188	51,597	18,349	46,639
	62,175	83,138	26,331	61,523

The loan owed to the subsidiary is repayable on demand.

14. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR

	Consolidated 2020	Consolidated 2019	College 2020	College 2019
	£000's	£000's	£000's	£000's
Deferred Income	1,791	2,609		
Long term borrowing	90,000	90,000	90,000	90,000
	91,791	92,609	90,000	90,000

15. MATURITY OF LONG TERM LOANS

	Consolidated 2020	Consolidated 2019	College 2020	College 2019
	£000's	£000's	£000's	£000's
In more than five years	90,000	90,000	90,000	90,000
	90,000	90,000	90,000	90,000

The £70m bank loan is split into three tranches of £35m - Fixed interest rate 4.9704%, £20m - Fixed interest rate 4.9604% and £15m - Fixed interest rate 5.0704% providing a weighted average Fixed interest rate of 4.989%.

The loan is repayable on 29 June 2047.

The £20m Senior Notes have been issued at 4.11% and are repayable 14 May 2064.

TRINITY COLLEGE, CAMBRIDGE
ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020
(continued)

16. PENSION SCHEME LIABILITY

Trinity College Staff Pension Scheme

The scheme is a defined benefit final salary pension scheme.

The principal actuarial assumptions at the balance sheet date (expressed as weighted averages) were as follows:

	2020	2019
	%	%
Discount rate	1.45	2.25
Expected long-term rate on Scheme assets	3.7	3.7
Salary inflation assumption	3.55	3.65
Price inflation assumption	3.10	3.40
Pension increases (capped inflation linked)	3.10	3.40

Mortality

The average life expectancy in years of a pensioner retiring at age 65 on the balance sheet date is as follows:

	2020	2019
Male	21.9	22.0
Female	24.0	23.7

The average life expectancy in years of a pensioner retiring at age 65, twenty years after the balance sheet date is as follows:

	2020	2019
Male	23.2	23.4
Female	25.2	25.0

The amounts recognised in the balance sheet as at 30 June 2020 are as follows:

	2020	2019
	£000's	£000's
Market value of Scheme assets	58,736	59,767
Present value of Scheme liabilities	(90,956)	(78,267)
Deficit in the Scheme	<u>(32,220)</u>	<u>(18,500)</u>

Analysis of the amount charged to the consolidated statement of financial activities:

	2020	2019
	£000's	£000's
Current service cost	<u>3,007</u>	2,350
	<u>3,007</u>	<u>2,350</u>
Interest on pension scheme liabilities	1,742	1,870
Return on pension scheme assets	1,345	(1,610)
Total	<u>3,087</u>	<u>260</u>

TRINITY COLLEGE, CAMBRIDGE**ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020****(continued)****16. PENSION SCHEME LIABILITY (CONTINUED)****Changes in the present value of the scheme liabilities for the year ended 30 June are as follows:**

	2020	2019
	£000's	£000's
Present value of scheme liabilities at beginning of year	78,267	69,650
Current service cost	2,776	2,248
Employee Contributions	613	391
Interest cost	1,742	1,870
Actuarial gain/(losses)	9,247	5,595
Benefits paid	(1,689)	(1,849)
Loss on plan changes		362
Present value of scheme liabilities at end of year	90,956	78,267

Changes in the fair value of scheme assets for the year ended 30 June are as follows:

	2020	2019
	£000's	£000's
Present value of scheme assets at beginning of year	59,767	59,155
Contributions paid by the College	1,188	711
Employee Contributions	613	391
Interest on plan assets	1,345	1,610
Administrative expenses paid	(163)	(188)
Return on assets, less interest included in SOFA	(2,325)	(63)
Benefits paid	(1,689)	(1,849)
Present value of scheme assets at end of year	58,736	59,767

Movement in the deficit during the year ended 30 June are as follows:

	2020	2019
	£000's	£000's
Deficit in Scheme at beginning of year	(18,500)	(10,495)
Recognised in SOFA	(3,404)	(2,972)
Contributions paid by the College	1,188	711
Actuarial gain/(loss)	(11,504)	(5,744)
Deficit in Scheme at the end of year	(32,220)	(18,500)

The agreed contributions to be paid by the College for the forthcoming year are 27% of Contribution Pay, subject to review at future actuarial valuations. These rates exclude PHI.

The major categories of Scheme assets as a percentage of total Scheme assets for the year ending 30 June are as follows

	2020	2019
	%	%
Equities	79	79
Bonds	14	14
Property	0	0
Cash	7	7
	100	100

The average expected long term rate of return on the Scheme assets of 3.7% has been calculated based upon the major asset categories shown in the above table.

TRINITY COLLEGE, CAMBRIDGE**ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020****NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020****(continued)****16. PENSION SCHEME LIABILITY (CONTINUED)**

The actuarial loss recognised in the Consolidated Statement of Financial Activities at 30 June 2020 is £11,504,000 (2019: £5,744,000 loss).

Amounts for the current and previous two years are as follows:

	2020	2019	2018
	£000's	£000's	£000's
Present value of Scheme liabilities	(90,956)	(78,267)	(69,650)
Market value of Scheme assets	58,736	59,767	59,155
Deficit	(32,220)	(18,500)	(10,495)
Actual return less expected return on Scheme assets	(2,325)	(63)	2,362
Experience gain arising on Scheme liabilities	285	362	1,926
Change in the present value of Scheme liabilities	(9,464)	(6,043)	9,511

TRINITY COLLEGE, CAMBRIDGE

ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

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17. RELATED PARTY TRANSACTIONS

During the year no fees or expenses were paid to Fellows in respect of their duties as Trustees. (2019: nil)

Payments to Trustees (including benefits in kind and pension contributions), made under the authority of and in accordance with the Statutes of the College, in respect of teaching, research and administrative duties amounted to £568,000 (2019: £585,000).

During the year the College made a donation of £1,500,000 (2019: £1,500,000) to the Isaac Newton Trust, a related party due to some common trustees. In addition the College charged the Isaac Newton Trust £103,000 (2019: £103,000) for administrative services. At the year end the trust owed the College £87,000 (2019: £103,000).

Owing to the nature of the College's operations and the composition of its College Council it is possible that transactions will take place with organisations in which a member of the College Council may have an interest. All such transactions are conducted under normal commercial terms and in accordance with the College's normal procedures including those on conflicts of interest.

During the year the College advanced monies to certain of its subsidiaries and received gift aid and interest from its subsidiaries. The amount recorded as income by the College and the amount outstanding at the year end were:

	2020 Deed of Covenant	2020 Interest and Rent	2020 Amount owed to College	2019 Deed of Covenant	2019 Interest and Rent	2019 Amount owed to College
	£000's	£000's	£000's	£000's	£000's	£000's
Trinity (B) Limited	720		380			1,100
Trinity College (CSP) Limited	9,606	141	22,176	8,289	1,116	658
Trinity (D) Limited	1,910		410	2,067		567
Trinity (F) Limited			60			50
Walton Farms Limited	181	231	730	477	183	767
Dunsfold Airport Limited	1,271	1,149	40,700	2,392	1,096	35,474

18. SUBSIDIARY COMPANIES

The College's investments include the following subsidiaries, all of which are included in the consolidated financial statements:

During the year there was an investment of £10m in DAL Ltd and an impairment write down of £1,049k in Trinity E.

	Country of registration and operation	Class of share	Proportion held	Nature of business
Trinity (B) Limited	England	Ordinary	100%	Investment Property
Trinity College (CSP) Limited	England	Ordinary	100%	Investment Property and Land Management
Trinity (D) Limited	England	Ordinary	100%	Investment Property
Trinity (E) Limited	England	Ordinary	100%	Investment Property
Trinity (F) Limited	England	Ordinary	100%	Investment Property
Walton Farms Limited	England	Ordinary	100%	Farming
Dunsfold Airport Limited	England	Ordinary	100%	Property Management

All of the above companies have a year end of 30 June.

The Trustees believe that the carrying value of the investments is supported by their underlying net assets.

Information relating to material subsidiaries:

	Trinity (CSP) Limited	Dunsfold Airport Limited
Company Number	3393539	7842465
	£000's	£000's
Total assets at 30 June 2020	72,559	94,434
Total liabilities at 30 June 2020	47,970	25,110
Total funds at 30 June 2020	30,439	68,344
Turnover for the year ended 30 June 2020	54,704	6,484
Expenditure for the year ended 30 June 2020	43,741	6,110
Profit/(loss) for the year ended 30 June 2020	10,963	374

TRINITY COLLEGE, CAMBRIDGE

ANNUAL REPORT OF THE TRUSTEES YEAR ENDED 30 JUNE 2020

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2020

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19. RESERVES CONSOLIDATED

	Balance at 30 June 2019	Income	Expenditure	Net investment gains	Transfers between funds	Other gains	Balance at 30 June 2020
	Restated £000's	£000's	£000's	£000's	£000's	£000's	£000's
Endowment funds	1,285,790	9,303		13,601	2,632		1,311,326
Restricted funds	153,333	8,526	5,279	(4,706)	(233)		151,641
Designated funds	50,313	1,904	2,008	(2,229)	2,635		50,615
General funds							
- general reserve	43,234	60,022	60,333		(5,034)	(11,504)	26,385
	1,532,670	79,755	67,620	6,666		(11,504)	1,539,967

20. RESERVES COLLEGE

	Balance at 30 June 2019	Income	Expenditure	Net investment gains	Transfers between funds	Other gains	Balance at 30 June 2020
	Restated £000's	£000's	£000's	£000's	£000's	£000's	£000's
Endowment funds	1,206,193	9,303		18,148	1,376		1,235,020
Restricted funds	154,807	8,526	5,278	(4,706)	(1,707)		151,642
Designated funds	48,409	1,904	2,008	(2,229)	4,539		50,615
General funds							
- general reserve	44,227	57,430	51,440		(4,208)	(11,504)	34,505
	1,453,636	77,163	58,726	11,213		(11,504)	1,471,782

21. RECONCILIATION OF NET DEBT

	2020	2019
	£000's	£000's
At start of year:		
Cash at bank and in hand	88,350	40,289
Bank Loans	(90,000)	(90,000)
Net Debt	(1,650)	(49,711)
Net (decrease)/increase in cash in period	(49,472)	48,061
Increase in bank loans		
Movement in net debt	(49,472)	48,061
At end of the year:		
Cash at bank and in hand	38,880	88,350
Bank Loans	(90,000)	(90,000)
Net Debt	(51,120)	(1,650)