

REGISTERED COMPANY NUMBER: 06635942 (England and Wales)
REGISTERED CHARITY NUMBER: 1146078

Report of the Trustees and
Financial Statements for the Year Ended 30th June 2021
for
Georgetown University (USA) UK
Initiatives Organisation

Grant Harrod Lerman Davis LLP
Chartered Accountants
Statutory Auditor
1st Floor
Healthaid House
Marlborough Hill
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Middlesex
HA1 1UD



**Georgetown University (USA) UK
Initiatives Organisation**

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for the year ended 30th June 2021**

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**Georgetown University (USA) UK
Initiatives Organisation**

**Report of the Trustees
for the year ended 30th June 2021**

The trustees who are also directors of the charity for the purposes of the Companies Act 2006, present their report with the financial statements of the charity for the year ended 30th June 2021. The trustees have adopted the provisions of 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 2019).

PRINCIPAL ACTIVITY

The principal activity of Georgetown University (USA) UK Initiatives Organisation (GU UK) is providing academic courses in London at the Center for Transnational Legal Studies (CTLS) to students from around the world studying law at the tertiary or post-graduate level, as well as presenting public lectures and other educational events during the academic year.

OBJECTIVES AND ACTIVITIES

Objectives and aims

GU UK pursues the advancement of education by providing academic courses in London at CTLS to students from around the world studying law at the tertiary or post-graduate level, as well as presenting public lectures and other educational events during the academic year. CTLS was founded on the principle that it is increasingly important for legal education to be global in nature and to include international, comparative, and transnational law so as to reflect the increased impact of globalization on all manner of legal matters. In other words, as the world "shrinks," the importance of transnational and international legal issues grows. The following is a non-exhaustive list of past and current course topics presented within CTLS, provided by way of illustration: transnational legal theory, comparative contract theory, world trade law, international investment law, comparative privacy law, regulation and development, and comparative legal institutions. Students and faculty at CTLS are primarily drawn from Georgetown University Law Center and currently seven participating law schools from around the world: the City University of Hong Kong, ESADE Law School (Spain), the Hebrew University of Jerusalem, King's College London, National University of Singapore, the University of Fribourg (Switzerland), the University of Torino. Students enrolled at other, non-participating law schools may also apply individually to attend CTLS. Students attend courses at CTLS on a full-time basis for one academic term during their degree course at their "home" law school, or exceptionally for two terms. Students who have attended the CTLS programme may go on to careers in law, the judiciary, academic, government service, international organisations, charities or non-governmental organisations (NGOs), or elsewhere. Due to the global scope of participation, each class includes students from a diverse set of legal and national backgrounds. Students of Georgetown University and the participating law schools do not pay tuition to GU UK for their attendance at CTLS. Instead, students at participating law schools continue to pay their tuition directly to their "home" law school. Each of the participating law schools or universities pays a fixed annual fee to GU UK to participate. Georgetown University additionally provides grant funding to GU UK to support its operation.

In order to achieve GU UK's objectives, the Trustees have given careful consideration to the Charity Commission's general guidance on public benefit including its supplementary public benefit guidance on advancing education and on fee charging.

GU UK benefits the law students from around the globe who attend CTLS who themselves may be in receipt at their home law schools of bursaries, scholarships, or other financial assistance. GU UK's activities also provide wider public benefit in advancing the state of legal education and knowledge in the area of transnational law and international law. It is also expected that a proportion of the students of CTLS will use the international legal education that they gain at CTLS in public service careers with government agencies, international organisations, charities, NGOs or other public interest organisations. In addition, GU UK presents free public lectures and other events during the academic year (from August to May), including the Transnational Law Colloquia series and the Lectures in Transnational Justice.

**Georgetown University (USA) UK
Initiatives Organisation**

**Report of the Trustees
for the year ended 30th June 2021**

ACHIEVEMENT AND PERFORMANCE

The Center for Transnational Legal Studies was unable to offer the CTLS program in London during the 2020-21 academic year due to the COVID-19 pandemic. Instead, CTLS resources were utilized as part of Georgetown's overall educational program (rather than the usual stand-alone program).

CTLS took advantage of the universal online platform necessitated by the COVID-19 pandemic. In the Spring 2021 semester, CTLS offered six elective courses staffed by faculty from CTLS partner schools. There were 64 students from eight schools and eight different countries studying one or more of the courses online via Zoom. Students from CTLS partner schools were permitted to enrol in all six courses or to select any number to study alongside courses at their home institutions. The courses covered a wide variety of topics ranging from Cyber Law to Law meets Film, from International Investment Law: A New Global Constitutional Order? to International and Comparative Constitutional Heritage Law.

Alongside these offerings, CTLS organised a series of online colloquia during both the Fall 2020 and the Spring 2021 semesters. In the Fall 2020 semester, 52 students from four partner schools representing four countries attended the colloquia via Zoom, supervised by faculty from each school. In the Spring 2021 semester, 25 students from four schools in four different countries attended the colloquia. Classes were given by guest speakers from a range of legal backgrounds, who presented topics in the field of public law, private law and legal theory.

In the Spring 2021 semester, social events were also offered on the virtual platform, enabling students and faculty to stay engaged with the program and each other.

Teaching Innovation

The transition to online teaching required faculty to engage with technology to deliver engaging and innovative course content. Students and faculty provided useful feedback on the usage of the digital platform, which helped shape a hybrid approach to teaching in the 2021-22 academic year.

CTLS in Action

Due to the pandemic, CTLS was not able to hold its annual April or June conferences in 2021.

FINANCIAL REVIEW

Reserves policy

The charity is funded by Georgetown University and there are no reserves carried forward.

Going concern

The financial statements have been prepared on a going concern basis as the parent undertaking has indicated its willingness to provide the necessary financial support to enable the company to meet its liabilities for a period of at least twelve months from the date of approval of these financial statements.

**Georgetown University (USA) UK
Initiatives Organisation**

**Report of the Trustees
for the year ended 30th June 2021**

FINANCIAL REVIEW

The Statement of Financial Activities set out on page 11 of the financial statements shows how GU UK's incoming resources were expended in the year ended 30 June 2021.

Total unrestricted incoming resources amounted to \$ 899,217 (2020 - \$1,903,990), \$300,000 (2020 - \$300,000) received in the form of gifts from Georgetown University (the "University") and \$599,217 (2020 - \$1,603,990) of tuition and fees received.

Resources expended amounted to \$871,663 (2020 - \$1,583,745) on education. An analysis of the resources expended is provided in notes 4 to 5 of the financial statements.

The resulting surplus for the year on unrestricted funds was \$27,554 (2020- \$320,245), which gave a total funds deficit of \$3,456,675 (2020 - \$3,484,229).

The balance sheet set out on page 12 of the financial statements shows the financial position of GU UK at 30 June 2021.

Current assets are represented by debtors of \$17,197 (2020 - \$17,744) and cash at bank and in hand of \$90,170 (2020 - \$15,220)

Total assets less current liabilities amounted to (\$3,456,675) (2020 - (\$3,484,229)) which is represented by the closing balance of (\$3,456,675) (2020 - (\$3,484,229)) of unrestricted funds and \$nil of restricted funds.

GU UK is committed to using its resources in pursuit of its charitable objectives. Although the financial statements of GU UK reflected a negative reserve balance at 30 June 2021, GU UK is committed to securing a level of reserves that is sufficient to ensure that all commitments can be met and to protect the long-term future of its operations. Until GU UK can secure a level of reserves to meet its on-going liabilities, the University is committed to provide the resources needed to sustain GU UK's activities. GU UK is assessing new initiatives that will stabilize the operating results going forward. These new initiatives include increased tuition, increased enrollment, and the pursuit of other educational programs such as executive education. Increased revenues will positively affect the future financial results and reduce GU UK's dependency on the University.

GU UK relies very much on the financial and operational support of the University and is grateful to the University for its support.

**Georgetown University (USA) UK
Initiatives Organisation**

**Report of the Trustees
for the year ended 30th June 2021**

FUTURE PLANS AND DEVELOPMENTS

In response to the ongoing pandemic, the planning committee established in the Spring 2020 semester continues to provide its recommendation on opening CTLS safely in the coming semesters. The committee is comprised of the Academic co-directors, the current CTLS co-directors, the most recent past co-directors, and senior administrative staff members. In the Fall 2021 semester, CTLS is operating a mostly in-person, hybrid program, and will return to a fully in-person program in the Spring 2022 semester. The program has the ability to move fully-virtual if the need arises.

The founding and non-founding CTLS agreements have been renewed and we hope to focus on a recruitment drive for new schools to join the partnership. Two of our founding partners, the University of Melbourne and the University of Toronto, had to put their partnership on hold due to the impact of the pandemic. The University of Toronto will be re-joining in 2022 and we are hopeful that Melbourne will be able to follow suit in the year after.

As part of a larger analysis process at Georgetown Law's International and Graduate Programs, we are conducting a detailed review into the program. The process will be focusing on the recent evolution of the program, including student profiles, enrollment numbers, faculty, academic offerings and international collaborations, as well as current strengths, weaknesses, challenges and opportunities.

In the upcoming year, CTLS also expects:

- To hold a full in-person program in 2022-23.
- To strengthen teaching by continuing to emphasize co-teaching and faculty and student engagement.
- To continue developing a curriculum which is well-balanced between business and non-business subjects, public law and private law, theoretical and doctrinal/practical.
- To continue developing CTLS as a platform for lectures, panels, and high-profile speakers by building on the research and scholarship aspect of the enterprise.
- To continue developing a platform for students to engage more with professionals in Legal London through a series of 'Transnational Career Talks'.

**Georgetown University (USA) UK
Initiatives Organisation**

**Report of the Trustees
for the year ended 30th June 2021**

STRUCTURE, GOVERNANCE AND MANAGEMENT

GU UK is a company limited by guarantee (company registration number 06635942) and is governed by its Memorandum and Articles of Association. GU UK is registered with the Charity Commission of England and Wales (charity registration number 1146078), with effect from 23 February 2012.

The Trustees, who are also the directors for the purposes of company law, who served during the year and up to the date of the report were:

W. Treanor
M. Mattson
D. Green

Trustees use their own network of contacts to identify suitable candidates possessing the necessary knowledge and skills to act as Trustees of GU UK. At the present time, GU UK has three trustees, which is considered adequate for its purposes.

Trustees are recruited on the basis of their existing relevant knowledge. Information relating to GU UK's legal status, finances and activities are provided in advance of appointment. Trustees are expected to identify their training needs and to take measures to ensure that these needs are met.

GU UK has three Trustees, which are (i) Georgetown University, a non-profit institution of higher education organised as a non-stock corporation under federal charter in the United States of America (the University) (as represented by the individual holding the position of Secretary of the University), (ii) the individual holding the position of Chief Financial Officer at the University, and (iii) the individual holding the position of Executive Vice President for Law Center Affairs and Dean of the Law Center at the University. The two aforementioned individuals serve as members by virtue of the positions they hold at the University; if they were to leave their positions at the University, the trusteeships would transfer to their successors in their positions at the University.

GU UK's policy is set by the Board of Trustees (the "Board"), and an Administrative Director, currently Maïke Kotterba-Wilson, exercises the day-to-day management of CTLS. The Trustees of GU UK or the Board may, from time to time, appoint any person as a member of the Board either to fill a casual vacancy or by way of addition to the Board, subject to the provisions of the Articles of Association. Any Trustee so appointed shall retain office until he or she resigns as a trustee of GU UK or upon other circumstances set forth in the Articles of Association.

RISK STATEMENT

The Trustees are aware of their responsibility to ensure that the major risks to which GU UK is exposed are identified and to establish systems to mitigate those risks. The Trustees believe that adequate controls and systems are in place to mitigate any external and internal risks that GU UK may face.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered Company number
06635942 (England and Wales)

Registered Charity number
1146078

Registered office
Third Floor
20 Old Bailey
London
EC4M 7AN

Trustees
W Treanor
D Green
M Mattson

**Georgetown University (USA) UK
Initiatives Organisation**

**Report of the Trustees
for the year ended 30th June 2021**

REFERENCE AND ADMINISTRATIVE DETAILS

Auditors

Grant Harrod Lerman Davis LLP
Chartered Accountants
Statutory Auditor
1st Floor
Healthaid House
Marlborough Hill
Harrow
Middlesex
HA1 1UD

STATEMENT OF TRUSTEES' RESPONSIBILITIES

The trustees (who are also the directors of Georgetown University (USA) UK Initiatives Organisation for the purposes of company law) are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

Company law 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 charitable company and of the incoming resources and application of resources, including the income and expenditure, of the charitable company for that period. In preparing those financial statements, the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charitable company will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charitable company and to 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 hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

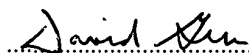
In so far as the trustees are aware:

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

AUDITORS

The auditors, Grant Harrod Lerman Davis LLP, will be proposed for re-appointment at the forthcoming Annual General Meeting.

Approved by order of the board of trustees on 3/1/22 and signed on its behalf by:



D Green - Trustee

**Report of the Independent Auditors to the Members of
Georgetown University (USA) UK
Initiatives Organisation**

Opinion

We have audited the financial statements of Georgetown University (USA) UK Initiatives Organisation (the 'charitable company') for the year ended 30th June 2021 which comprise the Statement of Financial Activities, the Balance Sheet, the Cash Flow Statement and notes to the financial statements, including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (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 30th June 2021 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 Auditors' 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 the 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 trustees with respect to going concern are described in the relevant sections of this report.

Other information

The trustees are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our Report of the Independent Auditors thereon.

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.

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 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 Report of the Trustees for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Report of the Trustees has been prepared in accordance with applicable legal requirements.

**Report of the Independent Auditors to the Members of
Georgetown University (USA) UK
Initiatives Organisation**

Matters on which we are required to report by exception

In the light of the 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 Report of the Trustees.

We have nothing to report in respect of the following matters where 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 trustees' 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 take advantage of the small companies exemption from the requirement to prepare a Strategic Report or in preparing the Report of the Trustees.

Responsibilities of trustees

As explained more fully in the Statement of Trustees' Responsibilities, 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.

Our 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 a Report of the Independent Auditors 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.

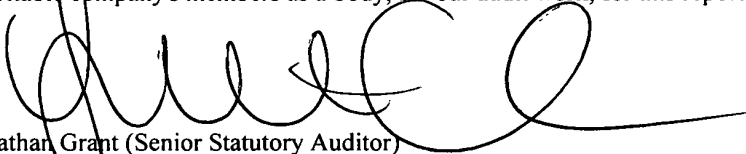
Irregularities, including fraud are instances of non compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting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

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 Report of the Independent Auditors.

**Report of the Independent Auditors to the Members of
Georgetown University (USA) UK
Initiatives Organisation**

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 auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the 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.



Jonathan Grant (Senior Statutory Auditor)
for and on behalf of Grant Harrod Lerman Davis LLP
Chartered Accountants
Statutory Auditor
1st Floor
Healthaid House
Marlborough Hill
Harrow
Middlesex
HA1 1UD

Date: 4 March 2012

**Georgetown University (USA) UK
Initiatives Organisation**

**Statement of Financial Activities
for the year ended 30th June 2021**

	Notes	Unrestricted fund \$	Restricted fund \$	2021 Total funds \$	2020 Total funds \$
INCOME AND ENDOWMENTS FROM					
Donations and legacies	2	300,000	-	300,000	300,000
Other trading activities	3	599,217	-	599,217	1,603,990
Total		<u>899,217</u>	<u>-</u>	<u>899,217</u>	<u>1,903,990</u>
 EXPENDITURE ON					
Charitable activities	4				
Education		871,663	-	871,663	1,583,745
NET INCOME		<u>27,554</u>	<u>-</u>	<u>27,554</u>	<u>320,245</u>
 RECONCILIATION OF FUNDS					
Total funds brought forward		(3,484,229)	-	(3,484,229)	(3,804,474)
TOTAL FUNDS CARRIED FORWARD		<u><u>(3,456,675)</u></u>	<u><u>-</u></u>	<u><u>(3,456,675)</u></u>	<u><u>(3,484,229)</u></u>

The notes form part of these financial statements

**Georgetown University (USA) UK
Initiatives Organisation**

**Balance Sheet
30th June 2021**

	Notes	Unrestricted fund \$	Restricted fund \$	2021 Total funds \$	2020 Total funds \$
FIXED ASSETS					
Tangible assets	9	986,062	-	986,062	1,162,356
CURRENT ASSETS					
Debtors	10	17,197	-	17,197	17,744
Cash at bank and in hand		90,170	-	90,170	15,220
		<u>107,367</u>	<u>-</u>	<u>107,367</u>	<u>32,964</u>
CREDITORS					
Amounts falling due within one year	11	(4,550,104)	-	(4,550,104)	(4,679,549)
NET CURRENT ASSETS/(LIABILITIES)		<u>(4,442,737)</u>	<u>-</u>	<u>(4,442,737)</u>	<u>(4,646,585)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>(3,456,675)</u>	<u>-</u>	<u>(3,456,675)</u>	<u>(3,484,229)</u>
NET ASSETS/(LIABILITIES)		<u>(3,456,675)</u>	<u>-</u>	<u>(3,456,675)</u>	<u>(3,484,229)</u>
FUNDS	13				
Unrestricted funds				<u>(3,456,675)</u>	<u>(3,484,229)</u>
TOTAL FUNDS				<u>(3,456,675)</u>	<u>(3,484,229)</u>

These financial statements have been prepared in accordance with the provisions applicable to charitable companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees and authorised for issue on 31/1/22 and were signed on its behalf by:

David Green
D Green - Trustee

**Georgetown University (USA) UK
Initiatives Organisation**

**Notes to the Financial Statements
for the year ended 30th June 2021**

1. ACCOUNTING POLICIES

Basis of preparing the financial statements

The financial statements of the charitable company, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) '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 2019)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Companies Act 2006. The financial statements have been prepared under the historical cost convention.

Financial reporting standard 102 - reduced disclosure exemptions

The charity has taken advantage of the following disclosure exemptions in preparing these financial statements, as permitted by FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland':

- the requirements of Section 7 Statement of Cash Flows;
- the requirements of Section 11 Financial Instruments paragraphs 11.41(b), 11.41(c), 11.41(e), 11.41(f), 11.42, 11.44, 11.45, 11.47, 11.48(a)(iii), 11.48(a)(iv), 11.48(b) and 11.48(c);
- the requirements of Section 12 Other Financial Instruments paragraphs 12.26, 12.27, 12.29(a), 12.29(b) and 12.29A.
- the requirements of paragraph 33.6 Key Management personnel compensation.

Incoming resources

All income is recognised in the Statement of Financial Activities once the charity has entitlement to the funds, it is probable that the income will be received and the amount can be measured reliably.

All incoming resources are included in the Statement of Financial Activities when the charity is legally entitled to the income and the amount can be quantified with reasonable accuracy. Incoming resources are accounted for on an accruals basis with the exception of incoming resources relating to pledges which are accounted for on a cash basis.

Resources expended

Liabilities are recognised as expenditure as soon as there is a legal or constructive obligation committing the charity to that expenditure, it is probable that a transfer of economic benefits will be required in settlement and the amount of the obligation can be measured reliably. Expenditure is accounted for on an accruals basis and has been classified under headings that aggregate all cost related to the category. Where costs cannot be directly attributed to particular headings, they have been allocated to activities on a basis consistent with the use of resources.

Reporting currency

The financial statements have been prepared in US dollars ("£"). The exchange rate at the balance sheet date was \$1 = £0.72197.

Tangible fixed assets

Depreciation is provided at the following annual rates in order to write off each asset over its estimated useful life.

- | | |
|--------------------------|--|
| Improvements to property | - 15% on cost |
| Plant and machinery | - Straight line over 5 years and Straight line over 10 years |

Related party exemption

The charitable company has taken advantage of exemption, under the terms of Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland', not to disclose related party transactions with wholly owned subsidiaries within the group.

**Georgetown University (USA) UK
Initiatives Organisation**

**Notes to the Financial Statements - continued
for the year ended 30th June 2021**

1. ACCOUNTING POLICIES - continued

Taxation

The Charity is a registered charity, and as such is entitled to certain tax exemptions on income and profits from investments, and surpluses on any trading activities carried on in furtherance of the charity's primary objectives, if these profits and surpluses are applied solely for charitable purposes.

Fund accounting

Unrestricted funds can be used in accordance with the charitable objectives at the discretion of the Trustees.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Further explanation of the nature and purpose of each fund is included in the notes to the financial statements.

Going concern

The financial statements have been prepared on a going concern basis as the parent undertaking has indicated its willingness to provide the necessary financial support to enable the company to meet its liabilities for a period of at least twelve months from the date of approval of these financial statements.

Foreign currencies

Assets and liabilities in foreign currencies are translated into dollars at the rates of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated into dollars at the rate of exchange ruling at the date of transaction. Exchange differences are taken into account in arriving at the operating result.

Operating lease

Amounts payable under Operating leases are charged to the Statement of Financial Activities on a straight line basis over the period of the lease.

Pension costs and other post-retirement benefits

The Company operates a defined contribution pension scheme. Contributions payable to the Company's pension scheme are charged to the profit and loss account in the period to which they relate.

2. DONATIONS AND LEGACIES

	2021	2020
	\$	\$
Gifts	300,000	300,000

3. OTHER TRADING ACTIVITIES

	2021	2020
	\$	\$
Tuition and fees	599,217	1,603,990

**Georgetown University (USA) UK
Initiatives Organisation**

**Notes to the Financial Statements - continued
for the year ended 30th June 2021**

4. CHARITABLE ACTIVITIES COSTS

	Direct Costs		Totals	
	2021	2020	2021	2020
	\$	\$	\$	\$
Education	<u>871,663</u>	<u>1,583,745</u>	<u>871,663</u>	<u>1,583,745</u>

5. NET INCOME/(EXPENDITURE)

Net income/(expenditure) is stated after charging/(crediting):

	2021	2020
	\$	\$
Depreciation - owned assets	176,294	176,292
Other operating leases	240,679	281,094
Auditors' remuneration	<u>51,934</u>	<u>52,791</u>

6. TRUSTEES' REMUNERATION AND BENEFITS

There were no trustees' remuneration or other benefits for the year ended 30th June 2021 nor for the year ended 30th June 2020.

Trustees' expenses

There were no trustees' expenses paid for the year ended 30th June 2021 nor for the year ended 30th June 2020.

7. STAFF COSTS

	2021	2020
	\$	\$
Wages and salaries	195,481	565,858
Social security costs	19,813	16,042
Other pension costs	<u>18,067</u>	<u>17,354</u>
	<u>233,361</u>	<u>599,254</u>

The average monthly number of employees during the year was as follows:

	2021	2020
Administration	<u>3</u>	<u>3</u>

No employees received emoluments in excess of \$60,000.

**Georgetown University (USA) UK
Initiatives Organisation**

**Notes to the Financial Statements - continued
for the year ended 30th June 2021**

8. COMPARATIVES FOR THE STATEMENT OF FINANCIAL ACTIVITIES

	Unrestricted fund \$	Restricted fund \$	Total funds \$
INCOME AND ENDOWMENTS FROM			
Donations and legacies	300,000	-	300,000
Other trading activities	1,603,990	-	1,603,990
Total	1,903,990	-	1,903,990
EXPENDITURE ON			
Charitable activities			
Education	1,583,745	-	1,583,745
NET INCOME	320,245	-	320,245
RECONCILIATION OF FUNDS			
Total funds brought forward	(3,804,474)	-	(3,804,474)
TOTAL FUNDS CARRIED FORWARD	(3,484,229)	-	(3,484,229)

9. TANGIBLE FIXED ASSETS

	Improvements to property \$	Plant and machinery \$	Totals \$
COST			
At 1st July 2020 and 30th June 2021	1,405,244	109,696	1,514,940
DEPRECIATION			
At 1st July 2020	330,646	21,938	352,584
Charge for year	165,324	10,970	176,294
At 30th June 2021	495,970	32,908	528,878
NET BOOK VALUE			
At 30th June 2021	909,274	76,788	986,062
At 30th June 2020	1,074,598	87,758	1,162,356

**Georgetown University (USA) UK
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**Notes to the Financial Statements - continued
for the year ended 30th June 2021**

10. DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	\$	\$
Prepayments	17,197	17,744
	<u>17,197</u>	<u>17,744</u>

11. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2021	2020
	\$	\$
Amounts owed to group undertakings	4,414,087	4,512,181
Other creditors	79,862	116,614
Accruals and deferred income	56,155	50,754
	<u>4,550,104</u>	<u>4,679,549</u>

Georgetown University have guaranteed to provide the necessary financial support to enable Georgetown University (USA) UK Initiatives Organisation to meet its liabilities for a period of at least 1 year from the date of approval of these financial statements

12. LEASING AGREEMENTS

Minimum lease payments under non-cancellable operating leases fall due as follows:

	2021	2020
	\$	\$
Within one year	225,371	205,713
Between one and five years	732,456	822,854
In more than five years	-	51,428
	<u>957,827</u>	<u>1,079,995</u>

13. MOVEMENT IN FUNDS

	At 1.7.20	Net movement in funds	At 30.6.21
	\$	\$	\$
Unrestricted funds			
General fund	(3,484,229)	27,554	(3,456,675)
	<u>(3,484,229)</u>	<u>27,554</u>	<u>(3,456,675)</u>
TOTAL FUNDS	<u>(3,484,229)</u>	<u>27,554</u>	<u>(3,456,675)</u>

Net movement in funds, included in the above are as follows:

	Incoming resources	Resources expended	Movement in funds
	\$	\$	\$
Unrestricted funds			
General fund	899,217	(871,663)	27,554
	<u>899,217</u>	<u>(871,663)</u>	<u>27,554</u>
TOTAL FUNDS	<u>899,217</u>	<u>(871,663)</u>	<u>27,554</u>

**Georgetown University (USA) UK
Initiatives Organisation**

**Notes to the Financial Statements - continued
for the year ended 30th June 2021**

13. MOVEMENT IN FUNDS - continued

Comparatives for movement in funds

	At 1.7.19 \$	Net movement in funds \$	At 30.6.20 \$
Unrestricted funds			
General fund	(3,804,474)	320,245	(3,484,229)
TOTAL FUNDS	<u>(3,804,474)</u>	<u>320,245</u>	<u>(3,484,229)</u>

Comparative net movement in funds, included in the above are as follows:

	Incoming resources \$	Resources expended \$	Movement in funds \$
Unrestricted funds			
General fund	1,903,990	(1,583,745)	320,245
TOTAL FUNDS	<u>1,903,990</u>	<u>(1,583,745)</u>	<u>320,245</u>

The unrestricted funds are been used in accordance with the charitable objectives at the discretion of the trustees. The charitable purpose is the advancement of education via the provision of academic courses.

Both funds are currently in deficit as currently expenditure relating to the charitable objects of the company currently exceeds the funding received. The financial statements have been prepared on a going concern basis as the parent undertaking has indicated its willingness to provide the necessary financial support to enable the company to meet its liabilities for a period of at least twelve months from the date of approval of these financial statements.

14. RELATED PARTY DISCLOSURES

The company has taken advantage of the exemption available under the terms of paragraph 33.1A of FRS 102 from disclosure of transaction with other wholly owned group undertakings.

15. ULTIMATE CONTROLLING PARTY

The directors regard Georgetown University, a non-profit institution of higher education organised as a non-stock corporation under federal charter in the United States of America, to be the ultimate parent undertaking and the ultimate controlling party.

**Georgetown University (USA) UK
Initiatives Organisation**

**Notes to the Financial Statements - continued
for the year ended 30th June 2021**

16. COMPANY LIMITED BY GUARANTEE

The company was incorporated on 2 July 2008 as a company Limited by Guarantee.