

Company registration number: 08187231

Charity registration number: 1149064

# **Cornell University Foundation (UK) Limited**

(A company limited by shares)

**Annual Report and Financial Statements**

**for the Year Ended 30 June 2022**

**Westlake Clark Audit LLP**

**7 Lynwood Court  
Priestlands Place  
Lymington  
Hampshire  
SO41 9GA**



## **Cornell University Foundation (UK) Limited**

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## **Cornell University Foundation (UK) Limited**

### **Reference and Administrative Details**

<b>Charity</b>	Cornell University Foundation (UK) Limited
<b>Trustees</b>	D Collier R Ely T Cary
<b>Secretary</b>	E Flood
<b>Principal Office</b>	19 Norcott Road London N16 7EJ
<b>Registered Office</b>	19 Norcott Road London N16 7EJ
<b>Company Registration Number</b>	08187231
<b>Charity Registration Number</b>	1149064
<b>Auditor</b>	Westlake Clark Audit LLP  7 Lynwood Court Priestlands Place Lymington Hampshire SO41 9GA

## **Cornell University Foundation (UK) Limited**

### **DIRECTORS' AND TRUSTEES' REPORT FOR THE YEAR ENDED 30 June 2022**

The trustees are pleased to present their annual directors' report together with the financial statements of the charity for the financial year ending 30 June 2022, which are also prepared to meet the requirements for a directors' report and accounts for Companies Act purposes.

The financial statements comply with the Charities Act 2011, the Companies Act 2006, the Memorandum and Articles of Association, and 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).

#### **Objects of the charity, principal activities and organisation of our work**

Cornell University Foundation (UK) Limited was incorporated on 21 August 2012, registered as a charity on 24 September 2012, and commenced to operate on 2 January 2013.

The charity is incorporated and is constituted and governed by its memorandum and articles of association dated 10 September 2012.

The charity's objects and its principal activities continue to be that of the advancement of learning and education in particular by providing grants to Cornell University to assist in the advancement of students attending the institution.

#### **Organisation**

The Board of Trustees and Secretary meet regularly and decisions are made by vote by the Trustees. The Trustees elect new members as and when required.

#### **Developments, activities and achievements**

The charity has assisted Cornell University over the past year in various ways. It has done this through soliciting gifts from alumni, parents and friends, and has provided funding for student and faculty aid, capital renovations, and research. As a main source of philanthropy from constituents in the United Kingdom, the charity has played a vital role in helping to support Cornell's people and programs. The charity is the lead source of support for the University in the United Kingdom.

During the year total grants paid to Cornell University were £863,593 (2021- £363,445).

#### **Future development**

The future developments will be to continue to advance education by providing grants to Cornell University.

#### **Transactions and financial position**

The Statement of Financial Activities show total income for the year of £862,043 (2021: £361,994) and total expenditure of £863,975 (2021: £365,113). Overall net expenditure for the year was £1,932 (2021: net expenditure of £3,119) with total funds held at the year end totalling £134 (2021 - £2,066).

**Cornell University Foundation (UK) Limited**

**DIRECTORS' AND TRUSTEES' REPORT  
FOR THE YEAR ENDED 30 June 2022**

**Reserves policy**

The Trustees have resolved to commit as much of the charity's resources as possible to expenditure grants, whilst retaining very modest reserves to meet day to day administrative costs as they fall due.

At the year end total reserves held were £134 of which £(273) related to unrestricted funds and £407 related to restricted funds.

**Risk review**

The Trustees have conducted their own review of the major risks to which the charity is exposed and have concluded that the following systems that have been established provide reasonable but not absolute assurance that those risks are adequately managed:

- (i) The retention of a professional secretary to administrate the foundation;
- (ii) The retention of a professional accounting firm with experience in the area to conduct an examination;
- (iii) The retention of a law firm with extensive experience in this area;
- (iv) The requirement that any transfer of funds by the foundation be approved by two authorised signatories; and
- (v) Final reconciliation by staff of Cornell University of Cornell's donative and accounting records with the financials of the charity.

**Public benefit**

The charity's main activity of providing grants to Cornell University furthers the charity's purposes for public benefit by providing opportunities and financial help to all students attending the institution.

The trustees have also had due regard to guidance published by the Charity Commission on public benefit.

**Disclosure of information to auditor**

Each trustee has taken steps that they ought to have taken as a trustee in order to make themselves aware of any relevant audit information and to establish that the charity's auditor is aware of that information. The trustees confirm that there is no relevant information that they know of and of which they know the auditor is unaware.

**Small company provision**

This report has been prepared in accordance with the small companies regime under the Companies Act 2006.

The annual report was approved by the trustees of the charity on 12/03/2023 and signed on its behalf by:



.....  
D Collier  
Trustee

## **Cornell University Foundation (UK) Limited**

### **Statement of Trustees' Responsibilities**

The trustees (who are also the directors of Cornell University Foundation (UK) Limited for the purpose of company law) are responsible for preparing the trustees' report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland."

Company law requires the trustees to prepare financial statements for each financial year. Under company law the trustees must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the charity and of its incoming resources and application of resources, including its income and expenditure, for that period. In preparing these financial statements, the trustees are required to:

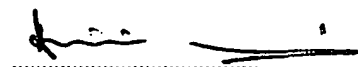
- select suitable accounting policies and apply them consistently;
- observe the methods and principles in the Charities SORP 2019 (FRS 102);
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping adequate accounting records that are sufficient to show and explain the charity's transactions and 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 Companies Act 2006. They are also responsible for safeguarding the assets of the charity 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 charity's auditor is 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 auditor is aware of that information.

Approved by the trustees of the charity on 12/03/2023 and signed on its behalf by:



.....  
D Collier  
Trustee

## **Cornell University Foundation (UK) Limited**

### **Independent Auditor's Report to the Members of Cornell University Foundation (UK) Limited**

#### **Opinion**

We have audited the financial statements of Cornell University Foundation (UK) Limited (the 'charity') for the year ended 30 June 2022, which comprise the Statement of Financial Activities, Balance Sheet, Statement of Cash Flows, 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 United Kingdom Accounting Standards, comprising Charities SORP 2019 - FRS 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and applicable law (United Kingdom Generally Accepted Accounting Practice).

In our opinion the financial statements:

- give a true and fair view of the state of the charity's affairs as at 30 June 2022 and of its incoming resources and application of resources, including its income and expenditure, for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland'; and
- have been prepared in accordance with the requirements of the Companies Act 2006.

#### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor responsibilities for the audit of the financial statements section of our report. We are independent of the charity 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 the provisions available for small entities, in the circumstances set out in note to the financial statements, 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 auditor's report 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.

## **Cornell University Foundation (UK) Limited**

### **Independent Auditor's Report to the Members of Cornell University Foundation (UK) Limited**

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 there is a material misstatement in 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 in this regard.

#### **Opinion on other matters prescribed by the Companies Act 2006**

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

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

#### **Matters on which we are required to report by exception**

In the light of our knowledge and understanding of the charity and its environment obtained in the course of the audit, we have not identified material misstatements in the Trustees' Report.

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.
- the trustees were not entitled to prepare the financial statements in accordance with the small companies regime and take advantage of the small companies' exemptions in preparing the trustees' report and from the requirement to prepare a strategic report.

#### **Responsibilities of trustees**

As explained more fully in the Statement of Trustees' Responsibilities (set out on page 4), the trustees 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 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 charity or to cease operations, or have no realistic alternative but to do so.



## **Cornell University Foundation (UK) Limited**

### **Independent Auditor's Report to the Members of Cornell University Foundation (UK) Limited**

#### **Auditor 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.

Our approach to identifying and assessing the risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, was as follows:

Discussions were held with, and enquiries made of, management and those charged with governance with a view to identifying those laws and regulations that could be expected to have a material impact on the financial statements.

During the engagement team briefing, the outcomes of these discussions and enquiries were shared with the team, as well as consideration as to where and how fraud may occur in the entity.

The following laws and regulations were identified as being of significance to the entity:

- Those laws and regulations considered to have a direct effect on the financial statements include UK financial reporting standards SORP 2019 and Charity Act 2011.
- It is considered that there are no laws and regulations for which non-compliance may be fundamental to the operating aspects of the business.

Audit procedures undertaken in response to the potential risks relating to irregularities (which include fraud and non-compliance with laws and regulations) which comprised inquiries of management and the Board of Trustees as to whether the entity complies with such laws and regulations; enquiries with the same concerning any actual or potential litigation or claims; inspection of relevant legal correspondence; review meeting minutes; testing the appropriateness of journal entries; reviewing transactions around the end of the reporting period; and the performance of analytical procedures to identify unexpected movements in account balances which may be indicative of fraud.

No instances of material non-compliance were identified. However, the likelihood of detecting irregularities, including fraud, is limited by the inherent difficulty in detecting irregularities, the effectiveness of the entity's controls, and the nature, timing and extent of the audit procedures performed. Irregularities that result from fraud might be inherently more difficult to detect than irregularities that result from error. As explained above, there is an unavoidable risk that material misstatements may not be detected, even though the audit has been planned and performed in accordance with ISAs (UK).

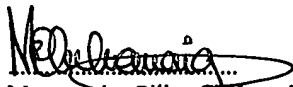
A further description of our responsibilities is available on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditor's report.

## **Cornell University Foundation (UK) Limited**

### **Independent Auditor's Report to the Members of Cornell University Foundation (UK) Limited**

#### **Use of our report**

This report is made solely to the charitable company's trustees, 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 charity's trustees those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the charitable company and its trustees as a body, for our audit work, for this report, or for the opinions we have formed.



Moganarajan Pillay-Chelvanaigum FCCA (Senior Statutory Auditor)  
For and on behalf of Westlake Clark Audit LLP  
Chartered Accountants & Statutory Auditor

7 Lynwood Court  
Priestlands Place  
Lymington  
Hampshire  
SO41 9GA

Date: 14/03/2023

# **Cornell University Foundation (UK) Limited**

## **Statement of Financial Activities for the Year Ended 30 June 2022 (Including Income and Expenditure Account)**

	Note	Unrestricted funds £	Restricted funds £	Total 2022 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	<u>2,296</u>	<u>859,747</u>	<u>862,043</u>
Total Income		<u>2,296</u>	<u>859,747</u>	<u>862,043</u>
<b>Expenditure on:</b>				
Charitable activities	4	<u>(3,403)</u>	<u>(860,572)</u>	<u>(863,975)</u>
Total Expenditure		<u>(3,403)</u>	<u>(860,572)</u>	<u>(863,975)</u>
Net expenditure		<u>(1,107)</u>	<u>(825)</u>	<u>(1,932)</u>
Net movement in funds		(1,107)	(825)	(1,932)
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>834</u>	<u>1,232</u>	<u>2,066</u>
Total funds carried forward	14	<u>(273)</u>	<u>407</u>	<u>134</u>
	Note	Unrestricted funds £	Restricted funds £	Total 2021 £
<b>Income and Endowments from:</b>				
Donations and legacies	3	<u>33,087</u>	<u>328,907</u>	<u>361,994</u>
Total income		<u>33,087</u>	<u>328,907</u>	<u>361,994</u>
<b>Expenditure on:</b>				
Charitable activities	4	<u>(35,170)</u>	<u>(329,943)</u>	<u>(365,113)</u>
Total expenditure		<u>(35,170)</u>	<u>(329,943)</u>	<u>(365,113)</u>
Net expenditure		<u>(2,083)</u>	<u>(1,036)</u>	<u>(3,119)</u>
Net movement in funds		(2,083)	(1,036)	(3,119)
<b>Reconciliation of funds</b>				
Total funds brought forward		<u>2,917</u>	<u>2,268</u>	<u>5,185</u>
Total funds carried forward	14	<u>834</u>	<u>1,232</u>	<u>2,066</u>

The Statement of Financial Activities also complies with the requirements of an income and expenditure account under the Companies Act 2006.

All amounts relate to continuing activities of the charitable company.

The Statement of Financial Activities includes all gains and losses recognised in the year.

**Cornell University Foundation (UK) Limited**

**(Registration number: 08187231)  
Balance Sheet as at 30 June 2022**

	Note	2022 £	2021 £
<b>Current assets</b>			
Debtors	11	-	1,549
Cash at bank and in hand		<u>20,693</u>	<u>518</u>
		20,693	2,067
<b>Creditors: Amounts falling due within one year</b>	12	<u>(20,558)</u>	<u>-</u>
<b>Net assets</b>		<u>135</u>	<u>2,067</u>
<b>Funds of the charity:</b>			
<b>Restricted</b>	14	<u>407</u>	<u>1,232</u>
<b>Unrestricted income funds</b>			
Called up share capital	13	1	1
Unrestricted	14	<u>(273)</u>	<u>834</u>
<b>Total unrestricted funds</b>		<u>(272)</u>	<u>835</u>
<b>Total funds</b>		<u>135</u>	<u>2,067</u>

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

The financial statements on pages 9 to 20 were approved by the trustees, and authorised for issue on 12/03/23 and signed on their behalf by:



.....  
D Collier  
Trustee

**Cornell University Foundation (UK) Limited**

**Statement of Cash Flows for the Year Ended 30 June 2022**

	Note	2022 £	2021 £
<b>Cash flows from operating activities</b>			
Net cash expenditure		(1,932)	(3,119)
<b>Working capital adjustments</b>			
Decrease in debtors	11	1,549	1,450
Increase/(decrease) in creditors	12	<u>20,558</u>	<u>(118,363)</u>
Net cash flows from operating activities		<u>20,175</u>	<u>(120,032)</u>
Net increase/(decrease) in cash and cash equivalents		20,175	(120,032)
Cash and cash equivalents at 1 July		<u>518</u>	<u>120,550</u>
Cash and cash equivalents at 30 June		<u><u>20,693</u></u>	<u><u>518</u></u>

All of the cash flows are derived from continuing operations during the above two periods.

## **Cornell University Foundation (UK) Limited**

### **Notes to the Financial Statements for the Year Ended 30 June 2022**

#### **1 Charity status**

The charity is owned by Cornell University, a USA non-for-profit organization. However it is controlled by Trustees, who are all directors of the charity. Cornell University is dedicated to a mission of learning, discovery and engagement. Consolidated accounts can be obtained from Cornell University, 341 Pine Tree Road, Ithaca, New York 14850-2820.

#### **2 Accounting policies**

##### **Summary of significant accounting policies and key accounting estimates**

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

##### **Statement of compliance**

The financial statements have been prepared in accordance with Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2019) - (Charities SORP (FRS 102) Revised), the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102). They also comply with the Companies Act 2006 and Charities Act 2011.

##### **General information and basis of preparation**

Cornell University Foundation (UK) Limited is a charitable company limited by share capital, incorporated in England. The address of its registered office is given in the charity information on page 1 of these financial statements. The nature of the charity's operations and principal activities are given on page 2.

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy notes.

The financial statements are presented in pound sterling, which is the functional currency of the charity and rounded to the nearest £1.

##### **Going concern**

The Charity's Financial Statements show total income of £ 862,043 (2021: - £361,994) for the year and total reserves of £134 (2021: £2,066). The Charity continues to have the financial support from its parent company (Cornell University based in USA). Therefore the trustees are of opinion that the financial statements for the year ended June 2022 can be prepared on a going concern basis.

##### **Income and endowments**

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

## **Cornell University Foundation (UK) Limited**

### **Notes to the Financial Statements for the Year Ended 30 June 2022**

#### ***Donations and legacies***

Donations are recognised when the charity has been notified in writing of both the amount and settlement date. In the event that a donation is subject to conditions that require a level of performance by the charity before the charity is entitled to the funds, the income is deferred and not recognised until either those conditions are fully met, or the fulfilment of those conditions is wholly within the control of the charity and it is probable that these conditions will be fulfilled in the reporting period.

#### ***Gift aid***

Incoming resources from tax reclaims are included in the Statement of Financial Activities at the same time as the gift to which they relate.

#### ***Expenditure***

All expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably. All costs are allocated to the applicable expenditure heading that aggregates similar costs to that category. Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use. Other support costs are allocated based on the spread of staff costs.

#### ***Charitable activities***

Charitable expenditure comprises those costs incurred by the charity in the delivery of its activities and services for its beneficiaries. It includes both costs that can be allocated directly to such activities and those costs of an indirect nature necessary to support them, and includes irrecoverable VAT.

#### ***Grant expenditure***

Provision for grants are made when the intention to make a grant has been communicated to the recipient but there is an uncertainty about either the timing of the grant or the amount of grant payable.

#### ***Support costs***

Support costs include central functions and have been allocated to activity cost categories on a basis consistent with the use of resources.

#### ***Taxation***

The charity is considered to pass the tests set out in Paragraph 1 Schedule 6 of the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the charity is potentially exempt from taxation in respect of income or capital gains received within categories covered by Chapter 3 Part 11 of the Corporation Tax Act 2010 or Section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied exclusively to charitable purposes.

#### ***Debtors***

Other debtors are amounts due from HMRC in respect of gift aid due on donations.

#### ***Cash and cash equivalents***

Cash and cash equivalents comprise cash on hand and call deposits, that are readily convertible to a known amount of cash and are subject to an insignificant risk of change in value.

## **Cornell University Foundation (UK) Limited**

### **Notes to the Financial Statements for the Year Ended 30 June 2022**

#### **Creditors**

Creditors are grants due to Cornell University that have not yet been transferred.

#### **Foreign exchange**

Transactions in foreign currencies are recorded at the rate of exchange at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are reported at the rates of exchange prevailing at that date.

#### **Fund structure**

Unrestricted income funds are general funds that are available for use at the trustees' discretion in furtherance of the objectives of the charity.

Restricted income funds are those donated for use in a particular area or for specific purposes, the use of which is restricted to that area or purpose.

#### **Financial instruments**

##### ***Classification***

Financial assets and financial liabilities are recognised when the charity becomes a party to the contractual provisions of the instrument.

Financial liabilities and equity instruments are classified according to the substance of the contractual arrangements entered into. An equity instrument is any contract that evidences a residual interest in the assets of the charity after deducting all of its liabilities.

##### ***Recognition and measurement***

All financial assets and liabilities are initially measured at transaction price (including transaction costs), except for those financial assets classified as at fair value through profit or loss, which are initially measured at fair value (which is normally the transaction price excluding transaction costs), unless the arrangement constitutes a financing transaction. If an arrangement constitutes a financing transaction, the financial asset or financial liability is measured at the present value of the future payments discounted at a market rate of interest for a similar debt instrument.

Financial assets and liabilities are offset in the statement of financial position when, and only when, there exists a legally enforceable right to set off the recognised amounts and the charity intends either to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Financial assets are derecognised when and only when a) the contractual rights to the cash flows from the financial asset expire or are settled, b) the charity transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or c) the charity, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party.

Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.



## Cornell University Foundation (UK) Limited

### Notes to the Financial Statements for the Year Ended 30 June 2022

#### *Fair value measurement*

The best evidence of fair value is a quoted price for an identical asset in an active market. When quoted prices are unavailable, the price of a recent transaction for an identical asset provides evidence of fair value as long as there has not been a significant change in economic circumstances or a significant lapse of time since the transaction took place. If the market is not active and recent transactions of an identical asset on their own are not a good estimate of fair value, the fair value is estimated by using a valuation technique.

#### **3 Income from donations and legacies**

	Unrestricted funds General £	Restricted funds £	Total 2022 £	Total 2021 £
Donations and legacies;				
Donations from individuals	2,233	850,025	852,258	295,775
Gift aid reclaimed	63	9,722	9,785	66,219
	<u>2,296</u>	<u>859,747</u>	<u>862,043</u>	<u>361,994</u>

The donations and legacies in 2021, totalling £361,994 consisted of £33,087 attributed to unrestricted funds and £328,907 to restricted funds.

#### **4 Expenditure on charitable activities**

	Activity undertaken directly £	Activity support costs £	2022 £	2021 £
Grants payable - Cornell University	<u>863,593</u>	<u>382</u>	<u>863,975</u>	<u>365,113</u>

The total above includes £3,403 (2021- £35,170) attributable to unrestricted funds and £860,572 (2021- £329,943) to restricted funds.

## Cornell University Foundation (UK) Limited

### Notes to the Financial Statements for the Year Ended 30 June 2022

#### 5 Analysis of support costs

##### Support costs allocated to charitable activities

		Finance costs £	Other support costs £	Total 2022 £	Total 2021 £
Grant Payable -Cornell University	Basis of allocation 100%	<u>(4)</u>	<u>386</u>	<u>382</u>	<u>1,668</u>

##### Basis of allocation

Reference	Method of allocation
100%	All support costs have been allocated to grant making. This includes foreign exchange and bank charges associated with holding foreign currency bank accounts.

#### 6 Analysis of support costs

##### Support costs allocated to charitable activities

		Finance costs £	Other support costs £	Total 2022 £	Total 2021 £
Grant Payable -Cornell University	Basis of allocation 100%	<u>(4)</u>	<u>386</u>	<u>382</u>	<u>1,668</u>

##### Basis of allocation

Reference	Method of allocation
100%	All support costs have been allocated to grant making. This includes foreign exchange and bank charges associated with holding foreign currency bank accounts.

#### 7 Net incoming/outgoing resources

Net outgoing resources for the year include:

	2022 £	2021 £
Foreign currency (gains)/losses	<u>(4)</u>	<u>1,934</u>

#### 8 Trustees remuneration and expenses

No trustees, nor any persons connected with them, have received any remuneration or incurred any expenses for which they sought reimbursement from the charity during the year.

# **Cornell University Foundation (UK) Limited**

## **Notes to the Financial Statements for the Year Ended 30 June 2022**

Donations made by the trustees without any conditions attached totalled £1,890 for the year (2021 - £1,829).

### **9 Auditors' remuneration**

Auditors fees are paid by Cornell University (Parent company) on behalf of charity. Fees payable in respect of year to 30 June 2022 are £2,112 including VAT (2021-£1,956).

### **10 Taxation**

The charity is a registered charity and is, therefore, exempt from taxation.

### **11 Debtors**

	2022 £	2021 £
Other debtors	-	1,549

### **12 Creditors: amounts falling due within one year**

	2022 £	2021 £
Other creditors	20,558	-

### **13 Share capital**

**Allotted, called up and fully paid shares**

	2022		2021	
	No.	£	No.	£
Ordinary share of £1 each	1	1	1	1

# **Cornell University Foundation (UK) Limited**

## **Notes to the Financial Statements for the Year Ended 30 June 2022**

### **14 Funds**

	<b>Balance at 1 July 2021 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Balance at 30 June 2022 £</b>
<b>Unrestricted funds</b>				
<i>General</i>				
Unrestricted income fund	834	2,296	(3,403)	(273)
<b>Restricted funds</b>				
Class of 1965 dues and donation	200	-	(200)	-
Law school- Impact Fund for LLP Program	-	7,862	(7,862)	-
PHD scholarship at the Johnson School	-	15,312	(15,312)	-
Friends of Physics	407	770	(770)	407
Mathematics Library	625	3,125	(3,750)	-
Psi Upsilon Capital Campaign	-	1,700	(1,700)	-
Library and Sibley school of Mechanical and Aerospace Engineering	-	680	(680)	-
Annual Fund for Undergraduate Scholarships	-	4,713	(4,713)	-
Johnson Graduate School of Management	-	11,893	(11,893)	-
Cornell Law School Annual Fund	-	3,750	(3,750)	-
Royall Tyler Moore Endowment for Systematic and Development Mycology	-	263,235	(263,235)	-
Ornithology Lab	-	680	(680)	-
Graduate School Annual Fund	-	625	(625)	-
School of Hotel Administration	-	5,712	(5,712)	-
College of Human Ecology	-	4,713	(4,713)	-
Scholarship support for a student from Francophone Africa	-	14,420	(14,420)	-
Atkinson Center for Sustainability	-	500,000	(500,000)	-
LCP Ho II Scholarship Fund at College of Arts & Sciences	-	20,557	(20,557)	-
<b>Total restricted funds</b>	<b>1,232</b>	<b>859,747</b>	<b>(860,572)</b>	<b>407</b>
<b>Total funds</b>	<b>2,066</b>	<b>862,043</b>	<b>(863,975)</b>	<b>134</b>

# **Cornell University Foundation (UK) Limited**

## **Notes to the Financial Statements for the Year Ended 30 June 2022**

	<b>Balance at 1 July 2020 £</b>	<b>Incoming resources £</b>	<b>Resources expended £</b>	<b>Balance at 30 June 2021 £</b>
<b>Unrestricted funds</b>				
<i>General</i>				
Unrestricted income fund	2,917	33,087	(35,170)	834
<b>Restricted</b>				
Class of 1965 dues and donation	-	600	(400)	200
Gert L. and Daisy C. Daniels Fund	-	31,250	(31,250)	-
French Clerkship Program	-	16,662	(16,662)	-
Faculty Fellowship Program	1,650	400	(2,050)	-
Mathematics Dept. for graduate students	-	702	(702)	-
Law school- Impact Fund for LLP Program	-	7,915	(7,915)	-
PHD scholarship at the Johnson School	231	15,625	(15,856)	-
Friends of Physics	291	768	(652)	407
Mathematics Library	-	3,125	(2,500)	625
college of Arts and Sciences - Bridge funding and new endowed scholarship	-	186,955	(186,955)	-
College of Arts & Sciences - Statistics Department(Tower Club)	14	-	(14)	-
Cornell Program in Infrastructure Policy Fund	-	62,500	(62,500)	-
Psi Upsilon Capital Campaign	50	1,700	(1,750)	-
Library and Sibley school of Mechanical and Aerospace Engineering	-	705	(705)	-
ArXiv gifts	32	-	(32)	-
<b>Total restricted funds</b>	<u>2,268</u>	<u>328,907</u>	<u>(329,943)</u>	<u>1,232</u>
<b>Total funds</b>	<u>5,185</u>	<u>361,994</u>	<u>(365,113)</u>	<u>2,066</u>

## **Cornell University Foundation (UK) Limited**

### **Notes to the Financial Statements for the Year Ended 30 June 2022**

#### **15 Analysis of net assets between funds**

	<b>Unrestricted General £</b>	<b>Restricted £</b>	<b>Total funds £</b>
Current assets	<u>(277)</u>	<u>412</u>	<u>135</u>

#### **16 Related party transactions**

During the year the charity made the following related party transactions:

##### **Cornell University (Parent Company)**

During the year, all of the charity's grant making activity was directed to Cornell University as described above.

Other administrative expenses are also settled directly by Cornell University, including the independent auditor's fee of £2,112 (2021 - £1,956). At the balance sheet date the amount due to/from Cornell University (Parent Company) was £Nil (2021 - £Nil).

##### **Dominic Collier (Trustee)**

During the year, Dominic Collier made donations totalling £1,890 (2021- £1,829) to the charity. At the balance sheet date the amount due to/from Dominic Collier (Trustee) was £Nil (2021 - £Nil).

#### **17 Parent and ultimate parent undertaking**

The company's immediate parent is Cornell University, a not-for-profit organisation incorporated in USA . The address of Cornell University is Ithaca, NY, 14850.

The ultimate controlling party is the trustees, who are all directors of the charity.