

REPORT OF THE AUDITOR TO COUNCIL

In my opinion the accounts and notes set out on pages 2 to 10 give a true and fair view of the state of affairs of the University of Warwick at 31st July, 1970, and of the income and expenditure for the year ended on that date.

I have examined the records of monies expended during the year out of non-recurrent grants made to the University for specific purposes. In my opinion the grants have been properly applied for the purposes intended.

Cooper Brothers & Co.,
London. *17th November, 1970*

Chartered Accountant

NET ASSETS AND SOURCES OF FUNDS - 31 JULY, 1970

1969		£	£
10,093,345	Fixed Assets at cost (Note 1)		11,715,617
-	Less disposals		<u>6,858</u>
			11,708,759
264,680	Investments at cost (Market Value at 31st July 1970 £179,730)		186,509
	Current Assets		
46,169	Amounts due from the University Grants Committee for capital projects	120,458	
163,232	Other debtors and prepayments	222,325	
22,222	Stocks at cost	21,901	
75,350	Medium term loans	200,350	
105,900	Money at call and short notice	161,000	
121,816	Bank balance and cash	<u>10,157</u>	
<u>534,689</u>		<u>736,191</u>	
	Less:		
	Current Liabilities		
227,282	Creditors and accrued liabilities (Note 7)	318,254	
<u>307,407</u>			<u>417,937</u>
<u>£10,665,432</u>			<u>£12,313,205</u>
	Sources of Funds		
8,484,922	Grants from University Grants Committee for capital projects (Note 1)		9,527,195
425,000	Grants from University Grants Committee for equipment (Notes 1 and 2)		729,675
1,307,856	Grants from Foundation Fund and other sources (Note 1)		1,505,063
118,801	Capital expenditure financed by the ordinary revenue of the University (Note 1)		<u>266,184</u>
			12,028,117
	Less amount attributable to disposal of fixed assets		<u>6,858</u>
			12,021,259
112,536	Special Reserve (Note 3)		25,772
55,232	General Fund (Note 4)		36,814
45,905	Development Fund (Note 5)		61,711
92,230	Renewals Fund (Note 6)		141,819
22,950	Rootes Hall Improvements Fund		<u>25,830</u>
<u>£10,665,432</u>			<u>£12,313,205</u>

INCOME, YEAR ENDED 31 JULY, 1970

1969		£	£
	General Income		
	Grants from University Grants Committee:		
1,143,010	Block recurrent	1,388,792	
39,322	Salaries supplementation	62,031	
4,390	Earmarked grants	2,590	
73,250	Rates	<u>88,910</u>	
<u>1,259,972</u>			1,542,323
139,531	Students' fees	168,121	
23,935	Investment income (gross)	39,098	
55,447	Selective employment tax refund	62,034	
15,455	Other income	<u>38,993</u>	
<u>234,368</u>			308,246
	Special Income		
109,703	Grants from Foundation Fund	80,282	
148,805	Grants for research	<u>284,978</u>	
<u>258,508</u>			365,260
1,752,848	Total Income		<u>2,215,829</u>
	Less:		
1,718,730	Total Expenditure (Page 5)		<u>2,234,247</u>
<u>£34,118Cr.</u>	Deficit for the year (Note 4)		<u>£18,418</u>

EXPENDITURE, YEAR ENDED 31 JULY, 1970

1969 £		£	£
	Academic		
435,413	Salaries of academic staff	597,348	
117,686	Salaries and wages of other staff	159,334	
233,791	Expenditure of research grants	271,352	
93,661	Other expenses	163,202	
22,313	Computer Unit	26,191	
<u>902,864</u>			1,217,427
	Library		
50,819	Salaries and wages	60,210	
	Books, periodicals and binding:		
41,128	Financed from recurrent funds	66,212	
23,043	Financed from outside funds	31,457	
4,924	Other expenses	6,788	
<u>119,914</u>			164,667
	Administrative		
134,282	Salaries and wages	172,995	
19,639	Advertising and recruitment	23,773	
50,096	Printing, stationery, postage and telephones	57,522	
14,044	Other expenses	16,098	
<u>218,061</u>			270,388
	Maintenance of Premises		
73,252	Rates	88,910	
7,307	Insurance	8,894	
53,604	Heat, light, water and power	63,571	
57,879	Cleaning and other running costs	74,219	
53,559	Repairs and maintenance	71,896	
<u>245,601</u>			307,490
1,486,440	<i>forward</i>		1,959,972

EXPENDITURE, YEAR ENDED 31 JULY, 1970 - continued

1969 £		£	£
1,486,440	<i>forward</i>		1,959,972
	General Educational Expenditure		
8,292	Examinations	13,524	
1,099	Fellowships, scholarships and prizes	1,872	
2,267	Staff attendance at conferences	1,673	
2,625	Contribution to University Central Council on Admissions	3,360	
3,764	Other expenses	6,213	
<u>18,047</u>			26,642
	Student Facilities and Amenities		
15,662	Grants to Union of Students	18,577	
39,689	Deficit on halls of residence, student houses and catering (Pages 6 and 8)	51,470	
5,346	Lodgings office	6,435	
10,069	Appointments office	13,043	
10,874	Other expenses	15,210	
<u>81,640</u>			104,735
	Miscellaneous Expenditure		
6,636	Hospitality and entertainment	5,349	
219	Expenses of Court, Council and Committees	119	
55,447	Selective employment tax	62,034	
20,720	Non-recurrent expenditure	19,310	
16,157	Provision for renewals	18,550	
7,533	Miscellaneous	7,486	
<u>106,712</u>			112,848
891	Capital Expenditure met from Income		20,050
25,000	Allocation to Special Reserve		10,000
<u>£1,718,730</u>			<u>£2,234,247</u>

HALLS AND STUDENT HOUSES ACCOUNT
INCOME AND EXPENDITURE
YEAR ENDED, 31 JULY, 1970

1969

£		£	£	1969	£
	Rootes Hall: Social				
	Income				
801	Miscellaneous		1,938		
	<i>Less:</i>				
	Expenditure				
3,372	Salaries and wages	4,204		32,438	
7,321	Heat, light, water and power	7,336		5,305	
6,620	Cleaning	8,680		—	
1,025	Equipment, tools and materials	1,209		37,743	
	Provision for furniture and equipment renewal	7,000			
7,000		7,000			
246	Other expenses	297		9,267	
				6,326	
<u>25,584</u>			<u>28,726</u>	2,725	
<u>£24,783</u>	Deficit for the year		<u>£26,788</u>	802	
				2,435	
	Rootes Hall: Residential A-H, Benefactor's Building and Lynden House			7,057	
	Income			2,713	
64,302	Students' residential fees	64,410		6,418	
22,764	Vacation lettings	23,077		37,743	
906	Miscellaneous	1,435		—	
87,972			88,922	—	
	<i>Less:</i>			—	
	Expenditure				
25,781	Salaries and wages	28,748			
10,799	Heat, light, water and power	10,332			
4,526	Linen and laundry	5,167			
2,901	Equipment, tools and materials	3,011			
	Improvements, internal maintenance and repairs	23,546			
24,780		23,546			
	Provision for furniture and equipment renewal	10,522			
10,522		10,522			
2,749	Other expenses	3,836			
	Contribution to the Foundation Fund in respect of capital expenditure borne by it	3,760			
5,914		3,760			
<u>87,972</u>			<u>88,922</u>		
<u>—</u>	Result for the year		<u>—</u>		

HALLS AND STUDENT HOUSES ACCOUNT
INCOME AND EXPENDITURE
YEAR ENDED, 31 JULY, 1970 - continued

	£	£
Rootes Hall: Residential J-P and Student Houses		
Income		
Students' residential fees	55,015	
Vacation lettings	13,428	
Miscellaneous	286	
		68,729
<i>Less:</i>		
Expenditure		
Salaries and wages	21,188	
Heat, light, water and power	7,288	
Linen and laundry	3,813	
Equipment, tools and materials	1,480	
Internal maintenance and repairs	6,956	
Provision for furniture and equipment renewal	12,505	
Other expenses	2,690	
Contribution for special repairs	12,809	
		68,729
Result for the year		<u>—</u>

**CATERING ACCOUNT
INCOME AND EXPENDITURE
YEAR ENDED, 31 JULY, 1970**

1969		£	£
	Income		
107,489	Food and beverages	121,018	
34,236	Wines and spirits	46,845	
822	Sales from vending machines	554	
1,412	Miscellaneous income	1,641	
<u>143,959</u>			<u>170,058</u>
	Less:		
	Expenditure		
51,696	Salaries and wages	64,205	
63,709	Food and beverages	77,678	
26,816	Wines and spirits	34,898	
1,481	Equipment purchase, hire and maintenance	2,369	
2,791	Materials, linen and laundry	3,091	
4,012	Heat, light, water and power	3,784	
5,450	Provision for equipment renewal	5,450	
2,910	Other expenses	3,265	
<u>158,865</u>			<u>194,740</u>
<u>£14,906</u>	Deficit for the year		<u>£24,682</u>

NOTES ON THE ACCOUNTS

1. Capital expenditure has been financed as follows:

	Grants from University Grants Committee	Grants from Foundation Fund and Other Sources	Contributions from Revenue	Total
	£	£	£	£
<i>Freehold Land</i>	5,471	93,148	4,550	103,169
<i>Buildings</i>	6,564,493	1,064,542	215,217	7,844,252
<i>Playing Fields</i>	31,359	33,522	—	64,881
<i>Site Works and Development costs</i>	771,057	7,287	19,349	797,693
<i>Furniture, books and equipment</i>	2,571,990	306,564	27,068	2,905,622
	<u>£9,944,370</u>	<u>£1,505,063</u>	<u>£ 266,184</u>	<u>£ 11,715,617</u>

The grants from the University Grants Committee in respect of furniture, books and equipment include £417,175 from the equipment grant.

Details are shown on pages 12 and 13

2. Grants for Equipment:	£
Balance 31st July 1969	243,234
Receipts during the year	304,675
Expenditure during the year	235,409
Unexpended Balance 31st July 1970	<u>£312,500</u>

Since 1st April 1968 the purchase of equipment for teaching and research has been financed by a fixed annual grant from the University Grants Committee and £729,675 has been received to date. Any unexpended amounts from the annual grants are carried forward.

3. Special Reserve:	£
Balance 31st July 1969	112,536
Allocations to meet expenditure during the year	96,764
Receipts for the year ended 31st July 1970	10,000
Balance 31st July 1970	<u>£25,772</u>

The Special Reserve has been set up primarily to meet possible contingencies relating to the construction of buildings, the amount of which cannot yet be determined.

4. General Fund:	£
Balance 31st July 1969	55,232
Deficit on income and expenditure account for the year ended 31st July 1970	<u>18,418</u>
Balance 31st July 1970	<u>£36,814</u>
5. Development Fund:	£
Balance 31st July 1969	45,905
Receipts during the year	18,396
Expenditure during the year	<u>2,590</u>
Balance 31st July 1970	<u>£61,711</u>
6. Renewals Fund:	£
Balance 31st July 1969	92,230
Provision for renewals made from revenue during the year	56,233
Allocations to meet expenditure during the year	<u>6,644</u>
Balance 31st July 1970	<u>£141,819</u>

The Renewals Fund has been established to set aside sums required to finance the replacement of furniture and equipment not financed by the University Grants Committee.

7. Included in Creditors and accrued liabilities is £23,514 provided from revenue for future expenditure.

8. The amounts shown for salaries and wages include allowances, superannuation and national insurance contributions.

9. The University of Warwick Foundation Fund is administered separately by the trustees and does not form part of these accounts. The balance of this fund at 31st July 1970 amounted to £582,866.

**UNIVERSITY BOOKSHOP
TRADING AND PROFIT AND LOSS ACCOUNT
YEAR ENDED, 31 JULY, 1970**

1969		£	£	£
45,504	Sales			53,810
	Less:			
	Cost of Sales			
15,584	Stock at 1 August, 1969		14,410	
<u>33,182</u>	Purchase of books and stationery		<u>41,071</u>	
48,766			55,481	
<u>14,410</u>	Less: Stock 31 July, 1970		<u>14,600</u>	
<u>34,356</u>				<u>40,881</u>
11,148	Gross Profit			12,929
	Administration			
6,346	Salaries	7,751		
1,026	Other expenses	669		
150	Administration charges	538		
<u>1,652</u>	Interest charges	<u>1,699</u>		
9,174				10,657
	Premises			
150	Electricity	150		
<u>250</u>	Cleaning	<u>250</u>		
400				400
	Other Items			
89	Books and publications	17		
28	Subscriptions	95		
395	Depreciation	395		
<u>130</u>	Miscellaneous	<u>30</u>		
<u>642</u>				537
<u>10,216</u>	Total Expenses			<u>11,594</u>
<u>1932</u>	Profit for Year			<u>£1,335</u>

NOTE:

The University Bookshop is financed by a loan from the University of Warwick Foundation Fund, which at 31st July 1970 amounted to £20,410. The Trading and Profit and Loss Account shown above does not form part of the accounts of the University.

**CAPITAL EXPENDITURE ON LAND,
AND METHOD**

**BUILDINGS AND EQUIPMENT
OF FINANCING**

	<i>Expenditure in the year to 31 July 1970</i>	<i>Total Expenditure to 31 July 1970</i>	<i>Acquisition of Land and Buildings</i>	<i>Works</i>	<i>Fees and Expenses</i>	<i>Furniture, Books and Equipment</i>	<i>Equipment for Teaching and Research</i>
	£	£	£	£	£	£	£
Land, Buildings and Equipment:							
Administrative Buildings	13,958	133,269	—	61,886	5,446	65,937	—
Arts Centre	7,640	11,330	—	—	11,330	—	—
Arts, Stage I	462,332	597,161	—	489,555	82,329	25,277	—
Benefactor's Building	8,368	238,372	—	197,478	25,812	15,082	—
Computer Centre	111,809	128,598	—	101,510	27,036	52	—
Computer	84,680	248,408	—	—	—	—	248,408
Engineering and Molecular Sciences, Stage I	213,226	2,883,515	—	1,629,283	197,602	76,429	—
Engineering Science	—	—	—	—	—	—	527,890
Molecular Sciences	—	—	—	—	—	—	351,161
Workshops	—	—	—	—	—	—	101,150
First Buildings	117,849	1,133,288	—	856,141	91,453	135,780	49,914
Freehold Land	—	103,169	98,550	—	4,619	—	—
Library, Stage I	24,801	1,099,498	—	900,369	113,633	84,305	1,191
Library Books	5,076	176,934	—	—	—	176,934	—
Mathematics Research Centre	3,920	54,866	—	38,842	6,496	9,528	—
Miscellaneous Buildings	87,328	472,431	114,100	78,490	7,558	130,240	142,043
Motor Vehicles	4,894	20,536	—	—	—	20,536	—
Physics, Stage I	138,852	1,234,845	—	581,294	99,910	144,015	409,626
Rootes Hall	82,210	1,503,163	—	1,248,674	148,855	105,634	—
Second Hall	65,319	621,292	—	472,072	73,697	75,523	—
Site Works and Development Costs	54,505	797,693	—	679,231	118,462	—	—
Sports Centre	123,959	144,387	—	112,019	32,368	—	—
Sports Pavilion and Playing Fields	11,546	112,862	—	97,594	6,301	8,967	—
	£1,622,272	£11,715,617	£212,650	£7,544,438	£1,052,907	£1,074,239	£1,831,383
Financed from:							
H.M. Treasury: Non-recurrent Grants	1,157,224	9,823,912	87,600	6,218,494	954,104	962,144	1,601,570
Contributions from Revenue	147,383	266,184	4,550	233,649	916	27,069	—
Gifts and Other Sources	197,207	1,505,063	120,500	1,031,781	46,218	76,751	229,813
Reimbursements due but not received	120,458	120,458	—	60,514	51,669	8,275	—
	£1,622,272	£11,715,617	£212,650	£7,544,438	£1,052,907	£1,074,239	£1,831,383