

## 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, 1971, 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.

**BRIAN A. MAYNARD**

Cooper Brothers & Co.,  
London. *16th November, 1971*

*Chartered Accountant*

NET ASSETS AND SOURCES OF FUNDS – 31 JULY, 1971

1970		£	£	£
11,715,617	Fixed Assets at cost (Note 1)			13,129,520
6,858	Less disposals			24,109
<u>11,708,759</u>				<u>13,105,411</u>
186,509	Investments at cost (Market Value at 31st July 1971 £221,888)			208,548
	<b>Current Assets</b>			
120,458	Amounts due from the University Grants Committee for capital projects		161,041	
222,325	Other debtors and prepayments		527,361	
21,901	Stocks at cost		24,507	
200,350	Medium term loans		200,350	
161,000	Money at call and short notice		1,874	
10,157	Bank balance and cash		1,198	
<u>736,191</u>			<u>916,331</u>	
	<i>Less:</i>			
	<b>Current Liabilities</b>			
-	Bank overdraft	34,738		
318,254	Creditors and accrued liabilities (Note 7)	370,700	405,438	
<u>417,937</u>				<u>510,893</u>
<u>£12,313,205</u>				<u>£13,824,852</u>
	<b>Sources of Funds</b>			
9,527,195	Grants from University Grants Committee for capital projects (Note 1)			10,274,235
729,675	Grants from University Grants Committee for equipment (Notes 1 and 2)			982,684
1,505,063	Grants and loans from Foundation Fund and other sources (Note 1)			1,908,121
266,184	Capital expenditure financed by the ordinary revenue of the University (Note 1)			318,563
<u>12,028,117</u>				<u>13,483,603</u>
6,858	Less amount attributable to disposal of fixed assets			24,109
<u>12,021,259</u>				<u>13,459,494</u>
25,772	Special Reserve (Note 3)			40,772
36,814	General Fund (Note 4)			35,913
61,711	Development Fund (Note 5)			80,975
141,819	Renewals Fund (Note 6)			189,963
25,830	Rootes Hall Improvements Fund			17,735
<u>£12,313,205</u>				<u>£13,824,852</u>

INCOME, YEAR ENDED 31 JULY, 1971

1970		£	£
	<b>General Income</b>		
	Grants from University Grants Committee		
1,388,792	Block recurrent	1,719,248	
62,031	Salaries supplementation	80,188	
2,590	Earmarked grants	2,590	
88,910	Rates	99,806	
-	Vacation grants	9,977	
<u>1,542,323</u>			<u>1,911,809</u>
168,121	Students' fees	188,609	
39,098	Investment income (gross)	30,468	
62,034	Selective employment tax refund	94,126	
43,090	Other income	61,189	
<u>312,343</u>			<u>374,392</u>
	<b>Special Income</b>		
80,282	Grants from Foundation Fund	99,686	
284,978	Grants for research	429,236	
<u>365,260</u>			<u>528,922</u>
2,219,926	<b>Total Income</b>		<u>2,815,123</u>
	<i>Less:</i>		
2,238,344	<b>Total Expenditure (Page 3)</b>		<u>2,816,024</u>
<u>£18,418</u>	<b>Deficit for the year (Note 4)</b>		<u>£901</u>

EXPENDITURE, YEAR ENDED 31 JULY, 1971

1970		£	£
£			
	<b>Academic</b>		
597,348	Salaries of academic staff	763,597	
159,334	Salaries and wages of other staff	198,795	
271,352	Expenditure of research grants	425,329	
163,202	Other expenses	180,056	
30,288	Computer Unit	43,775	
<u>1,221,524</u>			1,611,552
	<b>Library</b>		
60,210	Salaries and wages	77,961	
	Books, periodicals and binding:		
66,212	Financed from recurrent funds	56,063	
31,457	Financed from outside funds	31,037	
6,788	Other expenses	8,546	
<u>164,667</u>			173,607
	<b>Administrative</b>		
172,995	Salaries and wages	214,284	
23,773	Advertising and recruitment	24,613	
57,522	Printing, stationery, postage and telephones	65,580	
16,098	Other expenses	16,956	
<u>270,388</u>			321,433
	<b>Maintenance of Premises</b>		
88,910	Rates	99,806	
8,894	Insurance	10,101	
63,571	Heat, light, water and power	87,190	
74,219	Cleaning and other running costs	96,092	
71,896	Repairs and maintenance	77,619	
<u>307,490</u>			370,808
1,964,069	<i>forward</i>		2,477,400

EXPENDITURE, YEAR ENDED 31 JULY, 1971 – continued

1970		£	£
£			
1,964,069	<i>forward</i>		2,477,400
	<b>General Educational Expenditure</b>		
13,524	Examinations	14,209	
1,872	Fellowships, scholarships and prizes	1,377	
1,673	Staff attendance at conferences	2,395	
	Contribution to University Central Council on Admissions	3,183	
3,360	Vacation grants expenditure	9,977	
	Other expenses	11,465	
			42,606
	<b>Student Facilities and Amenities</b>		
	Careers Advisory office	17,643	
13,043	Lodgings office	7,532	
6,435	University Health service	6,928	
4,603	Grants to Union of Students	20,413	
18,577	Rootes Hall: Social (Page 6)	29,039	
26,788	Deficit on catering (Page 8)	19,322	
18,063	Other expenses	25,990	
17,226			126,867
104,735			
	<b>Miscellaneous Expenditure</b>		
5,349	Hospitality and entertainment	6,307	
	Expenses of Court, Council and Committees	377	
119	Selective employment tax	94,126	
62,034	Non-recurrent expenditure	17,583	
19,310	Provision for renewals	22,432	
18,550	Miscellaneous	10,095	
7,486			150,920
<u>112,848</u>			
	<b>Capital Expenditure met from Income</b>		3,231
20,050	<b>Allocation to Special Reserve</b>		15,000
10,000			
<u>£2,238,344</u>			<u>£2,816,024</u>

**ROOTES HALL: SOCIAL  
INCOME AND EXPENDITURE  
YEAR ENDED 31 JULY, 1971**

1970		£	£
£			
	<b>Expenditure</b>		
4,204	Salaries and wages	4,691	
7,336	Heat, light, water and power	8,755	
8,680	Cleaning	9,607	
1,209	Equipment, tools and materials	1,151	
7,000	Provision for furniture and equipment renewal	7,000	
297	Other expenses	933	
<u>28,726</u>			32,137
	<i>Less:</i>		
	<b>Income</b>		
1,938	Miscellaneous	3,098	
<u>£26,788</u>	<b>Net Expenditure for the year</b>	<u>£29,039</u>	

**HALLS AND STUDENT HOUSES ACCOUNT  
INCOME AND EXPENDITURE  
YEAR ENDED 31 JULY, 1971**

**Rootes Hall (including Benefactor's Building)**

	<b>Income</b>		
102,892	Students' residential fees	102,288	
35,838	Vacation lettings	39,363	
1,721	Miscellaneous	2,632	
<u>140,451</u>			144,283
	<i>Less:</i>		
	<b>Expenditure</b>		
46,210	Salaries and wages	58,489	
12,691	Heat, light, water and power	17,690	
7,846	Linen and laundry	6,884	
4,209	Equipment, tools and materials	4,664	
8,351	Internal maintenance and repairs	6,753	
20,378	Improvements	20,520	
18,366	Provision for furniture and equipment renewal	18,366	
3,069	Other expenses	2,109	
12,809	Contribution for special repairs	4,218	
3,760	Contribution to the Foundation Fund in respect of capital expenditure borne by it	—	
<u>137,689</u>			139,693
<u>£2,762</u>	<b>Surplus for the year</b>	<u>£4,590</u>	

**HALLS AND STUDENT HOUSES ACCOUNT  
INCOME AND EXPENDITURE  
YEAR ENDED 31 JULY, 1971 — continued**

1970		£	£
£			
	<b>Student Houses</b>		
	<b>Income</b>		
	Students' residential fees	16,064	
	Vacation lettings	249	
		<u>16,313</u>	
	<i>Less:</i>		
	<b>Expenditure</b>		
	Salaries and wages	4,546	
	Heat, light, water and power	4,788	
	Linen and laundry	1,268	
	Equipment, tools and materials	450	
	Internal maintenance and repairs	1,117	
	Provision for furniture and equipment renewal	4,661	
	Other expenses	3,332	
	Capital loan repayments	741	
		<u>20,903</u>	
	<b>Deficit for the year</b>	<u>£4,590</u>	

**CATERING ACCOUNT  
INCOME AND EXPENDITURE  
YEAR ENDED 31 JULY, 1971**

1970		£	£
£			
<b>Income</b>			
121,018	Food and beverages	142,127	
46,845	Wines and spirits	56,069	
554	Sales from vending machines	-	
<u>1,641</u>	Miscellaneous income	<u>1,627</u>	
170,058			199,823
<i>Less:</i>			
<b>Expenditure</b>			
63,036	Salaries and wages	78,067	
77,678	Food and beverages	84,332	
34,898	Wines and spirits	39,306	
2,369	Equipment purchases, hire and maintenance	6,347	
3,091	Materials, linen and laundry	3,297	
3,784	Heat, light, water and power	3,798	
<u>3,265</u>	Other expenses	<u>3,998</u>	
188,121			<u>219,145</u>
<u>£18,063</u>	<b>Deficit for the year</b>		<u>£19,322</u>

**NOTES ON THE ACCOUNTS**

1. Capital expenditure has been financed as follows:

	Grants from University Grants Committee	Grants and Loans 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>	7,048,977	1,275,577	248,533	8,573,087
<i>Playing fields</i>	31,359	33,522	-	64,881
<i>Site works and development costs</i>	838,313	9,425	20,278	868,016
<i>Furniture, books and equipment</i>	2,978,716	496,449	45,202	3,520,367
	<u>£10,902,836</u>	<u>£1,908,121</u>	<u>£318,563</u>	<u>£13,129,520</u>

The grants from the University Grants Committee in respect of furniture, books and equipment include £628,601 from the equipment grant.

Details are shown on pages 12 and 13.

	£
2. Grants for Equipment:	
Balance 31st July 1970	312,500
Receipts during the year	253,009
Expenditure during the year	<u>211,426</u>
Unexpended Balance 31st July 1971	<u>£354,083</u>

	£
3. Special Reserve:	
Balance 31st July 1970	25,772
Receipts for the year ended 31st July 1971	15,000
Balance 31st July 1971	<u>£40,772</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 1970	36,814
Deficit on income and expenditure account for the year ended 31st July 1971	<u>901</u>
Balance 31st July 1971	<u>£35,913</u>

5. Development Fund:	£
Balance 31st July 1970	61,711
Receipts during the year	21,514
Expenditure during the year	<u>2,250</u>
Balance 31st July 1971	<u>£80,975</u>

6. Renewals Fund:	£
Balance 31st July 1970	141,819
Provision for renewals made from revenue during the year	60,164
Allocations to meet expenditure during the year	<u>12,020</u>
Balance 31st July 1971	<u>£189,963</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 £17,750 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 1971 amounted to £591,816.

UNIVERSITY BOOKSHOP  
TRADING AND PROFIT AND LOSS ACCOUNT  
YEAR ENDED 31 JULY, 1971

1970	£	£	£
53,810			52,257
		<b>Sales</b>	
		<i>Less:</i>	
		<b>Cost of Sales</b>	
14,410		Stock at 1st August, 1970	14,600
<u>41,071</u>		Purchase of books and stationery	<u>41,437</u>
55,481			56,037
<u>14,600</u>		<i>Less:</i> Stock at 31st July, 1971	<u>16,471</u>
40,881			
<u>12,929</u>			<u>39,566</u>
		<b>Gross Surplus</b>	12,691
		<b>Administration</b>	
7,751		Salaries	9,271
669		Other expenses	857
538		Administration charges	523
<u>1,699</u>		Interest charges	<u>1,408</u>
10,657			
			12,059
		<b>Premises</b>	
150		Electricity	150
<u>250</u>		Cleaning	<u>250</u>
400			
			400
		<b>Other Items</b>	
17		Books and publications	97
95		Subscriptions	4
395		Depreciation	441
<u>30</u>		Miscellaneous	<u>373</u>
537			
			915
<u>11,594</u>		<b>Total Expenses</b>	<u>13,374</u>
<u>£1,335 Cr.</u>		<b>Deficit for the Year</b>	<u>£683</u>

NOTE:  
The University Bookshop is financed by a loan from the University of Warwick Foundation Fund, which at 31st July 1971 amounted to £21,475. (1970 £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 1971</i>	<i>Total Expenditure to 31 July 1971</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>
	£	£	£	£	£	£	£
<b>Land, Buildings and Equipment:</b>							
Administrative Buildings	7,619	140,888	—	61,886	6,383	72,619	—
Arts Centre	13,638	24,968	—	31	24,937	—	—
Arts, Stage I	299,245	896,406	—	629,954	100,176	127,107	39,169
Benefactor's Building	944	235,316	—	193,478	26,516	15,322	—
Computer Centre	216,109	344,707	—	195,852	35,362	27,952	85,541
Computer	—	248,408	—	—	—	—	248,408
Engineering and Molecular Sciences, Stage I	215,910	3,099,425	—	1,633,921	200,082	79,064	—
Engineering Science	—	—	—	—	—	—	711,525
Molecular Sciences	—	—	—	—	—	—	373,683
Workshops	—	—	—	—	—	—	101,150
Engineering Science, Stage II	5,360	5,360	—	—	5,360	—	—
First Buildings	83,925	1,217,213	—	859,759	93,780	154,969	108,705
Freehold Land	—	103,169	98,550	—	4,619	—	—
Library, Stage I	64,826	1,164,324	—	936,655	121,626	104,217	1,826
Library Books	564	177,498	—	—	—	177,498	—
Mathematics Research Centre	1,145	56,011	—	38,842	7,196	9,973	—
Miscellaneous Buildings	135,041	607,472	190,750	175,444	18,460	135,308	87,510
Motor Vehicles	7,059	27,595	—	—	—	27,595	—
Physics, Stage I	85,138	1,319,983	—	599,787	105,968	147,104	467,124
Rootes Hall	56,107	2,180,562	—	1,752,258	241,648	186,656	—
Site Works and Development Costs	70,323	868,016	—	738,558	129,458	—	—
Sports Centre	154,208	298,595	—	235,997	41,550	21,048	—
Sports Pavilion and Playing Fields	742	113,604	—	97,594	6,716	9,294	—
	£1,417,903	£13,129,520	£289,300	£8,150,016	£1,169,837	£1,295,726	£2,224,641
<b>Financed from:</b>							
H.M. Treasury: Non-recurrent Grants	797,425	10,741,795	128,700	6,630,851	1,016,815	1,152,433	1,812,996
Contributions from Revenue	52,379	318,563	4,550	267,895	916	45,202	—
Gifts and other Sources	407,058	1,908,121	143,800	1,179,059	88,813	84,804	411,645
Reimbursements due but not received	161,041	161,041	12,250	72,211	63,293	13,287	—
	£1,417,903	£13,129,520	£289,300	£8,150,016	£1,169,837	£1,295,726	£2,224,641