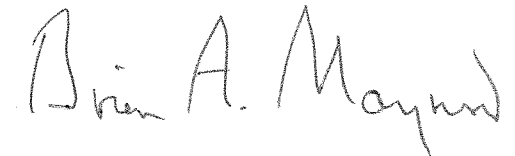


REPORT OF THE AUDITOR TO COUNCIL

In my opinion the accounts and notes set out on pages 2 to 17 give a true and fair view of the state of affairs of the University of Warwick at 31 July 1973, 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.




Coopers & Lybrand,
London 6 November 1973

Chartered Accountant

NET ASSETS AND SOURCES OF

1972 £		£
	Sources of Funds	
10,727,005	Grants from University Grants Committee for capital projects (Note 1)	11,554,237
1,193,401	Grants from University Grants Committee for equipment (Notes 1 and 2)	1,365,771
2,011,367	Grants from Foundation Fund and other sources (Note 1)	2,470,117
655,908	Loans from Foundation Fund and other sources (Notes 1 and 10)	965,417
338,017	Capital expenditure financed by the ordinary revenue of the University (Note 1)	400,450
<u>14,925,698</u>		<u>16,755,992</u>
	Less amount attributable to disposal of fixed assets	80,863
<u>52,797</u>		<u>16,675,129</u>
14,872,901		
59,860	Special Reserve (Note 3)	307,860
9,852	General Fund (Note 4)	100,199
105,131	Development Fund (Note 5)	114,749
237,681	Renewals Fund (Note 6)	265,642
6,804	Rootes Hall Improvements Fund	-
<u>£15,292,229</u>		<u>£17,463,579</u>


Finance Officer, University of Warwick

FUNDS AS AT 31 JULY 1973

1972 £		£	£
14,601,042			16,502,697
<u>52,797</u>			<u>80,863</u>
14,548,245	Accumulated Fixed Assets at cost (Note 1)		16,421,834
	Less disposals to date		
98,856	Investments at cost (Market Value at 31 July 1973 £70,468)		84,815
	Current Assets		
142,161	Amounts due from the University Grants Committee for capital projects	105,474	
412,861	Other debtors and prepayments	468,554	
29,015	Stocks at cost	34,037	
300,350	Medium term loans	50,350	
121,973	Money at call and short notice	747,698	
10,494	Bank balance and cash	5,864	
<u>1,016,854</u>		<u>1,411,977</u>	
	Less		
371,726	Current Liabilities		
<u>645,128</u>	Creditors and accrued liabilities (Note 7)	455,047	
			956,930
<u>£15,292,229</u>			<u>£17,463,579</u>

INCOME AND EXPENDITURE ACCOUNT

YEAR ENDED 31 JULY 1973

1972			1972
£		£	£
	Income (Page 5)		2,132,812
2,360,852	Grants from University Grants Committee	3,036,798	80,748
467,632	Other grants	551,683	2,590
220,350	Students' fees	266,741	144,702
146,405	Other income	140,798	<u>2,360,852</u>
<u>3,195,239</u>			
	Expenditure (Pages 6 and 7)		355,040
1,828,847	Academic	2,187,708	112,592
198,965	Library	231,074	<u>467,632</u>
360,818	Administrative	396,274	220,350
462,957	Maintenance of premises	495,522	
70,550	General educational expenditure	81,393	23,914
147,408	Student facilities and amenities	174,663	54,928
103,784	Miscellaneous expenditure	81,185	67,563
27,971	Capital expenditure met from income	9,854	<u>146,405</u>
20,000	Allocation to Special Reserve	248,000	
<u>3,221,300</u>			
		3,905,673	
<u>£ 26,061</u>	DR Surplus for the year (Note 4)	<u>£ 90,347</u>	<u>£3,195,239</u>

INCOME, YEAR ENDED 31 JULY 1973

	£	£
Grants from University Grants Committee		
Block recurrent	2,917,000	
Salaries supplementation	-	
Earmarked grants	-	
Rates	<u>119,798</u>	
		3,036,798
Other Grants		
Grants for research (including from Foundation Fund)	419,085	
Other grants (including from Foundation Fund)	<u>132,598</u>	
		551,683
Students' Fees		266,741
Other Income		
Investment income (gross)	35,738	
Selective employment tax refund	37,023	
Miscellaneous income	<u>68,037</u>	
		140,798
Total Income		<u>£3,996,020</u>

EXPENDITURE, YEAR ENDED 31 JULY 1973.

1972 £		£	£	1972 £
	Academic			
951,714	Salaries of academic staff	1,147,386		2,851,587
261,470	Salaries and wages of other staff	309,801		
348,658	Expenditure of research grants	417,346		15,054
206,271	Other expenses	245,516		2,833
60,734	Computer Unit	67,659		3,218
<u>1,828,847</u>			2,187,708	
	Library			
99,142	Salaries and wages	117,203		4,420
	Books, periodicals and binding:			25,221
74,965	Financed from recurrent funds	79,154		19,804
11,617	Financed from outside funds	14,245		70,550
13,241	Other expenses	20,472		20,427
<u>198,965</u>			231,074	8,481
	Administrative			10,730
246,033	Salaries and wages	273,106		23,988
18,582	Advertising and recruitment	22,301		32,235
75,490	Printing, stationery, postage and telephones	82,507		11,726
20,713	Other expenses	18,360		39,821
<u>360,818</u>			396,274	147,408
	Maintenance of Premises			7,205
144,702	Rent and rates	120,947		54,928
12,815	Insurance	15,050		14,704
97,614	Heat, light, water and power	106,803		14,000
114,302	Cleaning and other running costs	128,808		12,947
93,524	Repairs and maintenance	123,914		103,784
<u>462,957</u>			495,522	27,971
<u>2,851,587</u>	forward		3,310,578	20,000
				<u>£3,221,300</u>

EXPENDITURE, YEAR ENDED 31 JULY 1973 - continued

	£	£
forward		3,310,578
General Educational Expenditure		
Examinations	18,606	
Fellowships, scholarships and prizes	1,663	
Staff attendance at conferences	3,754	
Contribution to University Central Council on Admissions	6,825	
Vacation grants expenditure	26,019	
Other expenses	24,526	
		81,393
Student Facilities and Amenities		
Careers Advisory Service	25,799	
Lodgings Office	10,137	
University Health Service	10,223	
Grants to Union of Students	32,770	
Rootes Hall : Social (Page 8)	34,081	
Deficit on catering (Page 8)	12,551	
Other expenses	49,102	
		174,663
Miscellaneous Expenditure		
Hospitality and entertainment	8,764	
Selective employment tax	37,023	
Non-recurrent expenditure	14,790	
Provision for renewals	6,050	
Miscellaneous	14,558	
		81,185
Capital Expenditure met from Income		9,854
Allocation to Special Reserve (Note 3)		248,000
Total Expenditure		<u>£3,905,673</u>

**ROOTES HALL : SOCIAL
INCOME AND EXPENDITURE
YEAR ENDED 31 JULY 1973**

1972		£	£
£			
	Income		
2,905	Miscellaneous		3,348
	Less:		
	Expenditure		
5,354	Salaries and wages	6,390	
9,122	Heat, light, water and power	9,071	
10,230	Cleaning	10,950	
1,290	Equipment, tools and materials	1,956	
7,000	Provision for furniture and equipment renewal	7,000	
2,144	Other expenses	2,062	
<u>35,140</u>			<u>37,429</u>
<u>£32,235</u>	Net Expenditure for the year (Page 7)		<u>£34,081</u>

**CATERING ACCOUNT
INCOME AND EXPENDITURE
YEAR ENDED 31 JULY 1973**

1972		£	£
£			
	Income		
166,016	Food and beverages	204,263	
64,923	Wines and spirits	78,475	
1,341	Miscellaneous	1,724	
232,280			284,462
	Less:		
	Expenditure		
78,860	Salaries and wages	99,730	
95,859	Food and beverages	118,245	
44,748	Wines and spirits	53,540	
9,500	Equipment purchases, hire and maintenance	7,323	
4,277	Materials, linen and laundry	5,687	
4,654	Heat, light, water and power	4,795	
6,108	Other expenses	7,693	
<u>244,006</u>			<u>297,013</u>
<u>£11,726</u>	Deficit for the year (Page 7)		<u>£12,551</u>

**RESIDENTIAL ACCOMMODATION ACCOUNT
YEAR ENDED 31 JULY 1973**

1972		£	£
£			
	Rootes Hall (including Benefactor's)		
	Income		
118,814	Students' residential fees	120,561	
43,854	Vacation lettings	55,535	
3,051	Miscellaneous	3,418	
<u>165,719</u>			<u>179,514</u>
	Less:		
	Expenditure		
65,225	Salaries and wages	74,775	
20,546	Heat, light, water and power	19,090	
6,300	Linen and laundry	7,536	
7,661	Equipment, tools and materials	7,080	
7,544	Internal maintenance and repairs	9,425	
2,216	Improvements	-	
18,366	Provision for furniture and equipment renewal	18,366	
1,844	Other expenses	2,593	
1,168	Contribution for special repairs	-	
8,842	Contribution to Student Houses	11,324	
	Contribution to the Foundation Fund in respect of capital expenditure borne by it	29,325	
<u>30,439</u>			<u>179,514</u>
<u>165,719</u>			<u>179,514</u>
<u>-</u>	Result for the year		<u>-</u>

**RESIDENTIAL ACCOMMODATION ACCOUNT
YEAR ENDED 31 JULY 1973**

1972		£	£	
	Student Houses			
	Income			
35,966	Students' residential fees	32,990		
920	Vacation lettings	1,120		
<u>8,842</u>	Contribution from Rootes Hall	<u>11,324</u>		
45,728			45,434	
	Less:			
	Expenditure			
8,945	Salaries and wages	9,198		
10,478	Heat, light, water and power	10,510		
1,243	Linen and laundry	1,551		
1,168	Equipment, tools and materials	1,894		
3,358	Internal maintenance and repairs	2,942		
9,066	Provision for furniture and equipment renewal	9,106		
4,917	Other expenses	2,490		
6,553	Capital loan repayments	<u>7,743</u>		
<u>45,728</u>			<u>45,434</u>	
-	Result for the year		-	

**RESIDENTIAL ACCOMMODATION ACCOUNT
YEAR ENDED 31 JULY 1973**

	£	£
Tocil Flats		
Income		
Students' residential fees	73,845	
Vacation lettings	<u>2,286</u>	
Less:		76,131
Expenditure		
Salaries and wages	8,450	
Heat, light, water and power	6,034	
Linen and laundry	362	
Equipment, tools and materials	485	
Internal maintenance and repairs	6,108	
Provision for furniture and equipment renewal	6,165	
Other expenses	348	
Capital loan repayments	<u>51,180</u>	
Deficit for the year		<u>79,132</u> <u>£ 3,001</u>

NOTES ON THE ACCOUNTS

1. Capital expenditure incurred since the establishment of the University has been financed as follows:

	Grants from University Grants Committee	Grants and Loans from Foundation Fund and Other Sources	Contributions from Revenue	Total
	£	£	£	£
Freehold land	1,471	93,148	4,550	99,169
Buildings	8,043,722	2,549,709	269,093	10,862,524
Playing Fields	31,359	33,522	—	64,881
Site works and development costs	983,686	14,552	26,684	1,024,922
Furniture, books and equipment	3,606,475	744,603	100,123	4,451,201
	<u>12,666,713</u>	<u>3,435,534</u>	<u>400,450</u>	<u>16,502,697</u>

Details are shown on pages 14 and 15.

No depreciation has been provided on fixed assets since their replacement will be financed by grants, loans or appropriations from the renewals fund.

	£
2. Grants for Equipment:	
Balance 31 July 1972	324,656
Receipts during the year	157,526
	<u>482,182</u>
Expenditure during the year	228,887
Balance 31 July 1973	<u>253,295</u>
3. Special Reserve	
Balance 31 July 1972	59,860
Receipts for the year	248,000
	<u>307,860</u>

The Special Reserve has been set up to meet possible non-recurrent costs and liabilities and future expenditure for purposes to be approved.

NOTES ON THE ACCOUNTS — continued

4. General Fund:	£
Balance 31 July 1972	9,852
Surplus on Income and Expenditure account for the year ended 31 July 1973	<u>90,347</u>
Balance 31 July 1973	<u>100,199</u>
5. Development Fund:	
Balance 31 July 1972	105,131
Receipts during the year	<u>13,085</u>
	118,216
Expenditure during the year	<u>3,467</u>
Balance 31 July 1973	<u>114,749</u>
6. Renewals Fund:	
Balance 31 July 1972	237,681
Provision for renewals made from revenue during the year	<u>55,287</u>
	292,968
Allocations to meet expenditure during the year	<u>27,326</u>
Balance 31 July 1973	<u>265,642</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 are specific items amounting to £13,800 (1972 £3,500) 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 31 July 1973 amounted to £1,371,512 (1972 £929,735).

10. Of the loans from Foundation Fund and other sources, £9,344 has been repaid from residential and trading revenue.

**CAPITAL EXPENDITURE ON LAND,
AND METHOD**

	Expenditure in year ended 31 July 1973	Total Expenditure to 31 July 1973
	£	£
Land, Buildings and Equipment		
Administrative Buildings	106,282	286,936
Arts Centre	335,601	519,544
Arts, Stage I	33,021	979,361
Arts, Stage II	34,707	34,707
Benefactor's	—	235,666
Computer Centre	21,023	688,250
Cryfield Farm Residences	142,520	153,451
Engineering and Molecular Sciences, Stage I	107,320	3,312,292
Engineering	—	—
Molecular Sciences	—	—
Engineering, Stage II	274,185	345,125
First Buildings	74,012	1,344,750
Freehold Land	—	99,169
Library, Stage I	3,177	1,435,839
Mathematics Research Centre	—	56,011
Miscellaneous Buildings	39,979	702,037
Motor Vehicles	17,770	48,085
Physics, Stage I	140,899	1,544,774
Rootes Hall Residential	3,405	1,415,205
Rootes Hall : Social	200,084	1,028,056
Site Works and Development Costs	61,273	1,024,922
Sports Centre	4,707	315,491
Sports Pavilion & Playing Fields	1,044	115,096
Tocil Flats	185,337	702,621
Whitefields	115,309	115,309
	1,901,655	16,502,697
Financed from:		
Grants from University Grants Committee	995,194	12,590,944
Grants from Foundation Fund and other sources	414,181	2,470,117
Loans from Foundation Fund and other sources	354,078	965,417
Contributions from Revenue	62,433	400,450
Reimbursements receivable	75,769	75,769
	1,901,655	16,502,697

**BUILDINGS AND EQUIPMENT,
OF FINANCING**

Acquisition of Land and Buildings	Works	Fees and Expenses	Furniture Books and Equipment	Equipment for Teaching and Research
£	£	£	£	£
—	146,462	50,455	90,019	—
—	395,358	124,186	—	—
—	664,443	106,423	135,357	73,138
—	104	34,603	—	—
—	193,478	26,866	15,322	—
—	210,725	39,171	30,935	407,419
—	103,616	49,835	—	—
—	1,637,408	200,117	84,124	—
—	—	—	—	947,465
—	—	—	—	443,178
—	265,882	79,243	—	—
—	871,054	95,253	163,612	214,831
94,550	—	4,619	—	—
—	951,004	124,416	353,386	7,033
—	38,842	7,196	9,973	—
196,110	216,917	45,761	171,380	71,869
—	—	—	48,085	—
—	612,612	108,593	153,863	669,706
—	1,124,660	162,985	127,560	—
—	817,117	133,338	77,601	—
—	868,367	156,555	—	—
—	243,454	44,016	28,021	—
—	98,293	6,716	10,087	—
—	582,031	7,691	112,899	—
—	107,134	3,837	4,338	—
290,660	10,148,961	1,611,875	1,616,562	2,834,639
136,950	7,559,884	1,289,994	1,298,671	2,305,445
120,500	1,558,673	170,845	90,905	529,194
28,100	730,960	81,853	124,504	—
5,110	294,130	1,087	100,123	—
—	5,314	68,096	2,359	—
290,660	10,148,961	1,611,875	1,616,562	2,834,639

**UNIVERSITY BOOKSHOP
INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 JULY 1973**

1972		£	£
59,854	Sales		76,034
	Less:		
	Cost of Sales		
16,471	Stock at 1 August, 1972	19,323	
<u>47,420</u>	Purchase of books and stationery	<u>59,653</u>	
63,891		78,976	
<u>19,323</u>	Less : Stock at 31 July 1973	<u>24,243</u>	
<u>44,568</u>			<u>54,733</u>
15,286	Gross Surplus		21,301
	Administration		
11,310	Salaries	12,547	
1,199	Other expenses	1,104	
597	Administration charges	760	
<u>1,100</u>	Interest charges	<u>2,675</u>	
14,206			17,086
	Premises		
1,300	Rent	1,300	
150	Electricity	150	
<u>250</u>	Cleaning	<u>250</u>	
1,700			1,700
	Other Items		
103	Books and publications	137	
113	Subscriptions	134	
592	Depreciation	366	
<u>740</u>	Miscellaneous	<u>580</u>	
<u>1,548</u>			<u>1,217</u>
<u>17,454</u>	Total Expenses		<u>20,003</u>
<u>£ 2,168</u>	DR Surplus for the year		<u>£ 1,298</u>

**UNIVERSITY BOOKSHOP
BALANCE SHEET AS AT 31 JULY 1973**

1972		£	£
5,925	Fixed Assets		
<u>2,769</u>	Fixtures and Fittings at cost	5,149	
3,156	Less accumulated depreciation	<u>3,135</u>	
			2,014
	Current Assets		
19,323	Stock in hand	24,243	
3,841	Debtors	1,878	
<u>130</u>	Cash in hand	<u>130</u>	
23,294		26,251	
	Less:		
	Current Liabilities		
<u>1,071</u>	Creditors	<u>1,791</u>	
22,223			24,460
	General Fund		
<u>4,259</u>	Accumulated deficit		<u>2,961</u>
<u>£ 29,638</u>			<u>£ 29,435</u>
	Represented by:		
<u>£ 29,638</u>	Loans from University of Warwick Foundation and other sources		<u>£ 29,435</u>