

REPORT OF THE AUDITOR TO COUNCIL

In my opinion the accounts and notes set out on pages 2 to 16 give a true and fair view of the state of affairs of the University of Warwick at 31 July 1974, 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. 12 November 1974

BRIAN A. MAYNARD
Chartered Accountant

**STATEMENT OF FIXED ASSETS
AS AT 31 JULY 1974**

1973		£
£		
16,502,697	Accumulated Fixed Assets at cost (Note 1)	19,232,184
<u>80,863</u>	Less disposals to date	<u>103,547</u>
<u>£16,421,834</u>		<u>£19,128,637</u>
Financed by:		
11,554,237	Grants from the University Grants Committee for capital projects (Note 1)	12,584,829
1,112,476	Grants from the University Grants Committee for furniture and equipment (Note 1)	1,349,896
2,470,117	Grants from Foundation Fund and other sources (Note 1)	3,066,643
965,417	Loans from Foundation Fund and other sources (Notes 1 and 10)	1,627,388
<u>400,450</u>	Capital expenditure financed by ordinary revenue of University (Note 1)	<u>603,428</u>
16,502,697		19,232,184
80,863	Less amounts attributable to disposal of fixed assets	103,547
<u>£16,421,834</u>		<u>£19,128,637</u>

P. H. GAYWARD
Finance Officer, University of Warwick

**STATEMENT OF NET ASSETS
AS AT 31 JULY 1974**

1973 £		£	£
84,815	Investments at cost (Market Value at 31 July 1974 £38,479)		86,981
—	Loan to University of Warwick Foundation		399,000
Current Assets			
	Amounts due from University Grants Committee for capital projects	150,008	
105,474			
468,554	Other debtors and prepayments	642,962	
34,037	Stocks at cost	52,806	
50,350	Medium term loans	350	
747,698	Money at call and short notice	506,337	
5,864	Bank balance and cash	8,021	
—	Deposit account with H. M. Paymaster General (Note 2)	276,965	
1,411,977		1,637,449	
Less			
Current Liabilities			
455,047	Creditors and accrued liabilities (Note 7)	737,599	
956,930			899,850
£1,041,745			£1,385,831
Represented by:			
253,295	Unexpended furniture and equipment grant (Note 2)	322,032	
307,860	Special Reserve (Note 3)	338,028	
100,199	General Fund (Note 4)	253,905	
114,749	Development Fund (Note 5)	116,288	
265,642	Renewals Fund (Note 6)	355,578	
£1,041,745		£1,385,831	

**INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 JULY 1974**

1973 £		£	£
3,036,798	Income (Page 5)		
551,683	Grants from University Grants Committee	3,679,537	
266,741	Other grants	629,484	
140,798	Students' fees	306,766	
	Other income	84,081	
3,996,020			4,699,868
Expenditure (Pages 6 and 7)			
2,187,708	Academic	2,575,650	
231,074	Library	270,561	
81,393	General educational expenditure	99,721	
396,274	Administration and central services	417,999	
495,522	Premises	717,493	
174,663	Staff and student facilities and amenities	219,687	
81,185	Miscellaneous expenditure	166,894	
9,854	Capital expenditure met from income	78,157	
248,000	Allocation to Special Reserve	—	
3,905,673			4,546,162
£ 90,347	Surplus for the year (Note 4)		£ 153,706

INCOME, YEAR ENDED 31 JULY 1974

1973 £		£	£
	Grants from University Grants Committee		
2,917,000	Block recurrent	3,459,000	
-	Salaries supplementation	81,882	
119,798	Rates	<u>138,655</u>	
<u>3,036,798</u>			3,679,537
	Other grants		
419,085	Grants for research (including from Foundation Fund)	516,877	
132,598	Other grants (including from Foundation Fund)	<u>112,607</u>	
<u>551,683</u>			629,484
266,741	Students' Fees		306,766
	Other Income		
35,738	Investment income (gross)	17,986	
37,023	Selective employment tax refund	-	
68,037	Miscellaneous income	<u>66,095</u>	
<u>140,798</u>			84,081
<u><u>£3,996,020</u></u>	Total income		<u><u>£4,699,868</u></u>

EXPENDITURE, YEAR ENDED 31 JULY 1974

1973 £		£	£
1,147,386	Academic		
309,801	Salaries of academic staff	1,353,263	
417,346	Salaries and wages of other staff	364,779	
245,516	Expenditure of research grants	506,274	
67,659	Other expenses	273,898	
<u>2,187,708</u>	Computer Unit	<u>77,436</u>	
			2,575,650
117,203	Library		
79,154	Salaries and wages	135,929	
14,245	Books, periodicals and binding:		
20,472	Financed from recurrent funds	102,689	
	Financed from outside funds	12,126	
<u>231,074</u>	Other expenses	<u>19,817</u>	
			270,561
18,606	General Educational Expenditure		
1,663	Examinations	19,348	
3,754	Fellowships, scholarships and prizes	4,893	
6,825	Staff attendance at conferences	4,343	
26,019	Contribution to University Central Council on Admissions	7,127	
24,526	Vacation grants expenditure	32,073	
<u>81,393</u>	Other expenses	<u>31,937</u>	
			99,721
273,106	Administration and Central Services		
22,301	Salaries and wages	302,706	
42,605	Advertising and recruitment	31,143	
18,360	Printing, stationery and postage	57,882	
<u>356,372</u>	Other expenses	<u>26,268</u>	
			417,999
<u>2,856,547</u>	forward		<u>3,363,931</u>

**ROOTES HALL : SOCIAL
INCOME AND EXPENDITURE
YEAR ENDED 31 JULY 1974**

EXPENDITURE, YEAR ENDED 31 JULY 1974 - continued

1973 £		£	£
2,856,547	forward		3,363,931
Premises			
120,947	Rent and rates	139,805	
39,902	Telephones	51,640	
15,050	Insurance	15,944	
106,803	Heat, light, water and power	111,921	
128,808	Cleaning and other running costs	169,296	
123,914	Repairs and maintenance	228,887	
<u>535,424</u>			<u>717,493</u>
Staff and Student Facilities and Amenities			
25,799	Careers Advisory Service	29,422	
10,137	Lodgings Office	9,447	
10,223	University Health Service	12,495	
32,770	Grants to Union of Students	36,098	
34,081	Rootes Hall : Social (Page 8)	32,163	
12,551	Deficit on catering (Page 8)	36,766	
49,102	Other expenses	63,296	
<u>174,663</u>			<u>219,687</u>
Miscellaneous Expenditure			
8,764	Hospitality and entertainment	9,926	
37,023	Selective employment tax	-	
14,790	Non-recurrent expenditure	94,635	
6,050	Provision for renewals	43,377	
14,558	Miscellaneous	18,956	
<u>81,185</u>			<u>166,894</u>
9,854	Capital Expenditure met from Income	78,157	
248,000	Allocation to Special Reserve	-	
<u>£3,905,673</u>	Total Expenditure		<u>£4,546,162</u>

1973 £		£	£
3,348	Income		
	Miscellaneous		3,745
	Less:		
	Expenditure		
6,390	Salaries and wages	7,650	
9,071	Heat, light, water and power	10,900	
10,950	Cleaning	14,039	
1,956	Equipment, tools and materials	1,248	
7,000	Provision for furniture and equipment renewal	-	
2,062	Other expenses	2,071	
<u>37,429</u>			<u>35,908</u>
<u>£34,081</u>	Net Expenditure for the year (Page 7)		<u>£32,163</u>
CATERING ACCOUNT INCOME AND EXPENDITURE YEAR ENDED 31 JULY 1974			
1973 £		£	£
	Income		
204,263	Food and beverages	256,164	
78,475	Wines and spirits	91,918	
1,724	Miscellaneous	2,479	
<u>284,462</u>			<u>350,561</u>
	Less:		
	Expenditure		
99,730	Salaries and wages	135,948	
118,245	Food and beverages	153,043	
53,540	Wines and spirits	63,551	
7,323	Equipment purchases, hire and maintenance	11,897	
5,687	Materials, linen and laundry	6,837	
4,795	Heat, light, water and power	5,150	
7,693	Other expenses	10,901	
<u>297,013</u>			<u>387,327</u>
<u>£ 12,551</u>	Deficit for the year (Page 7)		<u>£ 36,766</u>

RESIDENTIAL ACCOMMODATION ACCOUNT

YEAR ENDED 31 JULY 1974

Total 1973 £		Total 1974 £	Rootes Hall (including Benefactor's) £	Student Houses £	Tocil Flats £	Whitefields £
Income						
227,396	Students' residential fees	294,116	132,098	39,464	91,150	31,404
58,941	Vacation lettings	59,334	55,934	1,929	1,471	—
3,418	Miscellaneous	8,376	3,189	3,341	1,846	—
<u>289,755</u>		<u>361,826</u>	<u>191,221</u>	<u>44,734</u>	<u>94,467</u>	<u>31,404</u>
Expenditure						
92,423	Salaries and wages	116,874	93,164	12,808	8,018	2,884
35,634	Heat, light, water and power	47,414	20,550	12,183	11,581	3,100
9,449	Linen and laundry	14,605	12,067	2,211	321	6
9,459	Equipment, tools and materials	13,497	9,605	1,328	2,180	384
18,475	Internal maintenance and repairs	33,482	13,462	7,025	9,720	3,275
33,637	Provision for furniture and equipment renewal	38,322	16,866	9,106	9,250	3,100
5,431	Other expenses	11,142	4,542	5,966	334	300
58,923	Interest and capital loan repayments	78,283	—	7,103	51,180	20,000
26,324	Contribution to the Foundation Fund in respect of capital expenditure borne by it	8,207	8,207	—	—	—
<u>289,755</u>		<u>361,826</u>	<u>178,463</u>	<u>57,730</u>	<u>92,584</u>	<u>33,049</u>
<u>—</u>	Result for the year	<u>—</u>	<u>£ 12,758 CR</u>	<u>£ 12,996 DR</u>	<u>£ 1,883 CR</u>	<u>£ 1,645 DR</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	8,935,353	3,616,308	355,596	12,907,257
Playing fields	31,465	33,522	—	64,987
Site works and development costs	1,015,876	28,535	87,410	1,131,821
Furniture, books and equipment	3,950,560	922,518	155,872	5,028,950
	<u>13,934,725</u>	<u>4,694,031</u>	<u>603,428</u>	<u>19,232,184</u>

Details are shown on pages 13 and 14

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 Furniture and Equipment:	
Balance 31 July 1973	253,295
Grants and receipts during the year	306,157
	<u>559,452</u>
Expenditure during the year	237,420
Balance 31 July 1974	<u>322,032</u>

Of the grants and receipts during the year £276,965 is held for the time being by H. M. Paymaster General.

3. Special Reserve	
Balance 31 July 1973	307,860
Receipts for the year	40,668
	<u>348,528</u>
Allocation to meet expenditure during the year	10,500
Balance 31 July 1974	<u>338,028</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 1973	100,199
Surplus on Income and Expenditure account for the year ended 31 July 1974	<u>153,706</u>
Balance 31 July 1974	<u>253,905</u>

The balance at 31 July 1974 includes commitments and allocations totalling £98,441 carried forward to 1974/75.

5. Development Fund	
Balance 31 July 1973	114,749
Receipts during the year	<u>6,071</u>
	120,820
Expenditure during the year	<u>4,532</u>
Balance 31 July 1974	<u>116,288</u>

6. Renewals Fund	
Balance 31 July 1973	265,642
Provision for renewals made from revenue during the year	<u>112,001</u>
	377,643
Allocations to meet expenditure during the year	<u>22,065</u>
Balance 31 July 1974	<u>355,578</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 £100,327 (1973 £13,800) 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 1974 amounted to £1,233,351 (1973 £1,368,511).

10. Of the loans from Foundation Fund and other sources, £15,039 (1973 £9,344) has been repaid from residential and trading revenue.

**CAPITAL EXPENDITURE ON LAND,
AND METHOD**

	Expenditure in year ended 31 July 1974	Total Expenditure to 31 July 1974
	£	£
Land, Buildings and Equipment		
Arts Centre	367,148	886,692
Arts, Stage I	23,473	1,002,834
Benefactor's	386	236,052
Computer Centre	56,534	744,784
Cryfield Residences	622,028	775,479
Engineering & Molecular Sciences, Stage I	218,755	3,531,047
Engineering	—	—
Molecular Sciences	—	—
Engineering, Stage II	362,241	707,366
First Buildings	97,740	1,442,490
Freehold Land	—	99,169
Library, Stage I	19,073	1,454,912
Mathematics Research Centre	620	56,631
Miscellaneous Building	103,350	1,127,030
Motor Vehicles	17,510	65,595
Rhysics, Stage I	11,811	1,556,585
Rootes Hall Residential	7,220	1,422,425
Rootes Hall : Social	25,893	876,277
Senate House	374,052	374,052
Site Works & Development Costs	106,899	1,131,821
Sports Centre	3,756	319,247
Sports Pavilion & Playing Fields	415	115,511
Students Union	219,689	397,361
Tocil Flats	15,509	718,130
Whitefields	75,385	190,694
	<hr/> 2,729,487	<hr/> 19,232,184
Financed from:-		
Grants from University Grants Committee	1,141,344	13,808,057
Grants from Foundation Fund and other sources	596,526	3,066,643
Loans from Foundation Fund and other sources	661,971	1,627,388
Contribution from revenue	202,978	603,428
Reimbursements receivable	126,668	126,668
	<hr/> 2,729,487	<hr/> 19,232,184

**BUILDINGS AND EQUIPMENT,
OF FINANCING**

Acquisition of Land and Buildings	Works	Fees and Expenses	Furniture Books and Equipment	Equipment for Teaching and Research
£	£	£	£	£
—	739,651	141,436	5,605	—
—	665,287	108,402	141,918	87,227
—	193,813	26,866	15,373	—
—	214,175	40,454	32,475	457,680
—	689,257	67,045	19,177	—
—	1,642,284	200,117	85,235	—
—	—	—	—	1,005,086
—	—	—	—	598,325
—	543,173	104,963	49,830	9,400
—	917,558	96,252	165,053	263,627
94,550	—	4,619	—	—
—	954,803	124,629	364,750	10,730
—	38,842	7,196	9,973	620
196,110	421,363	162,566	275,122	71,869
—	—	—	65,595	—
—	619,081	110,610	155,148	671,746
—	1,130,554	163,115	128,756	—
—	703,720	71,357	101,200	—
—	284,253	56,960	32,839	—
—	965,717	166,104	—	—
—	243,454	46,461	29,332	—
—	98,293	7,078	10,140	—
—	308,142	78,994	10,225	—
—	591,738	7,848	118,544	—
—	148,218	6,126	36,350	—
	<hr/> 290,660	<hr/> 12,113,376	<hr/> 1,799,198	<hr/> 1,852,640
		<hr/> 3,176,310		
			<hr/> 3,176,310	

**UNIVERSITY BOOKSHOP
INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 JULY 1974**

1973		£		£
76,034	Sales			93,677
	Less:			
	Cost of Sales			
19,323	Stock at 1 August 1973	24,243		
59,653	Purchase of books and stationery	78,942		
<u>78,976</u>		<u>103,185</u>		
24,243	Less: Stock at 31 July 1974	34,580		
<u>54,733</u>				<u>68,605</u>
21,301	Gross Surplus			25,072
	Administration			
12,547	Salaries	16,396		
1,104	Other expenses	1,614		
760	Administration charges	935		
2,675	Interest charges	3,862		
<u>17,086</u>				<u>22,807</u>
	Premises			
1,300	Rent	1,300		
190	Electricity	150		
250	Cleaning	250		
<u>1,700</u>				<u>1,700</u>
	Other Items			
137	Books and publications	217		
134	Subscriptions	202		
366	Depreciation	515		
580	Miscellaneous	385		
<u>1,217</u>				<u>1,319</u>
20,003	Total Expenses			25,826
<u>£ 1,298</u> CR	Deficit for the year			<u>£ 754</u>

**UNIVERSITY BOOKSHOP
BALANCE SHEET AS AT 31 JULY 1974**

1973		£		£
5,149	Fixed Assets			
3,135	Fixtures and Fittings at cost	5,149		
<u>2,014</u>	Less accumulated depreciation	<u>3,650</u>		1,499
	Current Assets			
24,243	Stock in hand	34,580		
1,878	Debtors	2,195		
130	Cash in hand	250		
<u>26,251</u>		<u>37,025</u>		
	Less:			
	Current Liabilities			
1,791	Creditors	2,693		
<u>24,460</u>				34,332
	General Fund			
2,961	Accumulated deficit			3,715
<u>£29,435</u>				<u>£39,546</u>
	Represented by:			
	Loans from University of Warwick			
<u>£ 29,435</u>	Foundation and other sources			<u>£39,546</u>