

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 1975, 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. 18 November 1975

BRIAN A. MAYNARD
Chartered Accountant

**STATEMENT OF FIXED ASSETS
AS AT 31 JULY 1975**

1974		£
£		
19,232,184	Accumulated Fixed Assets at cost (Note 2)	21,205,475
103,547	Less disposals to date	154,486
£19,128,637		£21,050,989
	Financed by:	
12,584,829	Grants from the University Grants Committee for capital projects (Note 2)	13,370,368
1,349,896	Grants from the University Grants Committee for Furniture and Equipment (Note 2)	1,713,184
2,123,970	Grants from Foundation Fund and other sources (Note 2)	2,567,663
2,570,061	Loans from Foundation Fund and other sources (Notes 2 and 3)	2,802,329
603,428	Capital expenditure financed by ordinary revenue of University (Note 2)	751,931
19,232,184		21,205,475
103,547	Less amounts attributable to disposal of fixed assets	154,486
£19,128,637		£21,050,989

P. H. GAYWARD

Finance Officer, University of Warwick

**STATEMENT OF NET ASSETS
AS AT 31 JULY 1975**

1974	£	£
86,981		—
	Investments at cost	
399,000	Loan to University of Warwick Foundation	—
	Current Assets	
	Amounts due from University Grants Committee for capital projects	119,466
150,008		
642,962	Other debtors and prepayments	1,283,109
52,806	Stocks at cost	63,845
350	Medium term loans	500,350
506,337	Money at call and short notice	345,161
8,021	Bank balance and cash	6,182
276,965	Deposit Account with H.M. Paymaster General (Note 4)	66,657
1,637,449		2,384,770
	Less	
	Current Liabilities	
737,599	Creditors and accrued liabilities (Note 9)	1,174,000
899,850		1,210,770
<u>£1,385,831</u>		<u>£ 1,210,770</u>
	Represented by:	
322,032	Unexpended furniture and equipment grant (Note 4)	87,266
338,028	Special Reserve (Note 5)	372,710
253,905	General Fund (Note 6)	303,905
116,288	Development Fund (Note 7)	—
355,578	Renewals Fund (Note 8)	446,889
<u>£1,385,831</u>		<u>£1,210,770</u>

**INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 JULY 1975**

1974	£	£
	Income (Page 5)	
3,679,537	Grants from University Grants Committee	4,577,791
629,484	Other grants	807,143
306,766	Students' fees	365,999
84,081	Other income	109,332
4,699,868		5,860,265
	Expenditure (Pages 6 and 7)	
2,575,650	Academic	3,294,352
270,561	Library	349,186
99,721	General educational expenditure	167,841
417,999	Administration and central services	513,843
717,493	Premises	934,279
219,687	Staff and student facilities and amenities	336,518
166,894	Miscellaneous expenditure	116,431
78,157	Capital expenditure met from income	97,815
4,546,162		5,810,265
<u>£ 153,706</u>	Surplus for the year (Note 6)	<u>£ 50,000</u>

INCOME, YEAR ENDED 31 JULY 1975			
1974		£	£
£			
	Grants from University Grants Committee		
3,459,000	Block recurrent	4,235,000	
81,882	Salaries supplementation	151,800	
138,655	Rates	190,991	
<u>3,679,537</u>			4,577,791
	Other grants		
516,877	Grants for research (including from Foundation Fund)	676,531	
112,607	Other grants (including from Foundation Fund)	130,612	
<u>629,484</u>			807,143
306,766	Students' Fees		365,999
	Other Income		
17,986	Investment income (gross)	15,575	
66,095	Miscellaneous income	93,757	
<u>84,081</u>			109,332
<u>4,699,868</u>	Total income		<u>£ 5,860,265</u>

EXPENDITURE, YEAR ENDED 31 JULY 1975			
1974		£	£
£			
	Academic		
1,353,263	Salaries of academic staff	1,745,151	
364,779	Salaries and wages of other staff	467,617	
506,274	Expenditure of research grants	658,445	
273,898	Other expenses	329,183	
77,436	Computer Unit	93,956	
<u>2,575,650</u>			3,294,352
	Library		
135,929	Salaries and wages	174,341	
	Books, periodicals and binding:		
102,689	Financed from recurrent funds	133,330	
12,126	Financed from outside funds	9,800	
19,817	Other Expenses	31,715	
<u>270,561</u>			349,186
	General Educational Expenditure		
19,348	Examinations	29,494	
4,893	Fellowships, scholarships and prizes	4,437	
4,343	Staff attendance at conferences	5,849	
7,127	Contribution to University Central Council on Admissions	11,476	
32,073	Vacation grants expenditure	35,598	
31,937	Other expenses	80,987	
<u>99,721</u>			167,841
	Administration and Central Services		
302,706	Salaries and wages	382,999	
31,143	Advertising and recruitment	24,434	
57,882	Printing, stationery and postage	75,911	
26,268	Other expenses	30,499	
<u>417,999</u>			513,843
<u>3,363,931</u>	forward		<u>4,325,222</u>

EXPENDITURE, YEAR ENDED 31 JULY 1975 — continued

1974 £		£	£	1974 £
3,363,931	forward		4,325,222	3,745
Premises				
139,805	Rent and rates	192,141		
51,640	Telephones	60,703		7,650
15,944	Insurance	18,551		10,900
111,921	Heat, light, water and power	177,078		14,039
169,296	Cleaning and other running costs	281,037		1,248
228,887	Repairs and maintenance	204,769		2,071
<u>717,493</u>			<u>934,279</u>	<u>35,908</u>
Staff and Student Facilities and Amenities				
29,422	Careers Advisory Service	36,113		£ 32,163
9,447	Lodgings Office	11,409		
12,495	University Health Service	17,750		
36,098	Grants to Union of Students	76,360		
32,163	Rootes (Page 8)	38,422		
36,766	Deficit on catering (Page 8)	24,064		1974
63,296	Other expenses	132,400		£
<u>219,687</u>			<u>336,518</u>	<u>256,164</u>
Miscellaneous Expenditure				
9,926	Hospitality and entertainment	10,642		91,918
94,635	Non-recurrent expenditure	44,371		2,479
43,377	Provision for renewals	39,023		<u>350,561</u>
18,956	Miscellaneous	22,395		
<u>166,894</u>			<u>116,431</u>	135,948
78,157	Capital Expenditure met from Income	97,815		153,043
<u>4,546,162</u>	Total Expenditure		<u>£ 5,810,265</u>	63,551
				11,897
				6,837
				5,150
				<u>10,901</u>
				<u>387,327</u>
				£ 36,766

ROOTES
INCOME AND EXPENDITURE
YEAR ENDED 31 JULY 1975

	£	£
Income		
Miscellaneous		5,116
Less:		
Expenditure		
Salaries and wages	9,711	
Heat, light, water and power	14,473	
Cleaning	16,460	
Equipment, tools and materials	1,434	
Other expenses	1,460	
		<u>43,538</u>
Net Expenditure for the year (Page 7)		<u>£ 38,422</u>

CATERING ACCOUNT
INCOME AND EXPENDITURE
YEAR ENDED 31 JULY 1975

	£	£
Income		
Food and beverages	355,048	
Wines and spirits	138,348	
Miscellaneous	1,191	
		<u>494,587</u>
Less:		
Expenditure		
Salaries and wages	175,144	
Food and beverages	210,888	
Wines and spirits	88,552	
Equipment purchases, hire and maintenance	8,649	
Materials, linen and laundry	12,787	
Heat, light, water and power	6,646	
Other expenses	15,985	
		<u>518,651</u>
Deficit for the year (Page 7)		<u>£ 24,064</u>

RESIDENTIAL ACCOMMODATION ACCOUNT

YEAR ENDED 31 JULY 1975

Total 1974 £		Total 1975 £	Rootes Residences £	Student Houses £	Tocil Flats £	Whitefields £	Cryfield Hall £	Cryfield Flats £	International House £
Income									
294,116	Students' residential fees	494,513	173,911	46,114	120,357	41,289	50,702	58,109	4,031
59,334	Vacation lettings	88,304	78,302	1,629	1,273	5,006	352	729	1,013
8,376	Miscellaneous	33,016	21,474	6,860	1,457	—	2,580	—	645
<u>361,826</u>		<u>615,833</u>	<u>273,687</u>	<u>54,603</u>	<u>123,087</u>	<u>46,295</u>	<u>53,634</u>	<u>58,838</u>	<u>5,689</u>
Expenditure									
116,874	Salaries and wages	163,327	108,519	17,177	10,263	3,582	15,612	5,042	3,132
47,414	Heat, light, water and power	86,987	27,525	14,680	18,440	5,169	9,734	9,733	1,706
14,605	Linen and laundry	23,586	14,501	2,619	1,002	288	4,971	129	76
13,497	Equipment, tools and utensils	19,709	9,553	1,702	4,788	1,422	1,101	947	196
33,482	Internal maintenance and repairs	63,205	20,799	8,318	14,616	4,970	6,624	7,308	570
38,322	Provision for furniture and equipment renewal	52,135	16,866	9,226	9,250	3,100	6,625	6,625	443
11,142	Other expenses	11,119	2,928	6,274	1,035	73	571	189	49
86,490	Capital loan repayments and interest	195,765	13,061	9,068	63,592	25,520	42,262	42,262	—
<u>361,826</u>		<u>615,833</u>	<u>213,752</u>	<u>69,064</u>	<u>122,986</u>	<u>44,124</u>	<u>87,500</u>	<u>72,235</u>	<u>6,172</u>
<u>—</u>	Result for the year	<u>—</u>	<u>£ 59,935 CR</u>	<u>£ 14,461 DR</u>	<u>£ 101 CR</u>	<u>£ 2,171 CR</u>	<u>£ 33,866 DR</u>	<u>£ 13,397 DR</u>	<u>£ 483 DR</u>

**CAPITAL EXPENDITURE ON LAND,
AND METHOD**

**BUILDINGS AND EQUIPMENT,
OF FINANCING**

	Expenditure in year ended 31 July 1975	Total Expenditure to 31 July 1975	Acquisition of Land and Buildings	Works	Fees and Expenses	Furniture Books and Equipment	Equipment for Teaching and Research
	£	£	£	£	£	£	£
Land, Buildings and Equipment							
Arts Centre	259,105	1,077,797	—	834,746	153,789	89,262	—
Arts, Stage I	52,474	1,055,308	—	665,460	108,402	148,362	133,084
Benefactors	12	236,064	—	193,813	26,866	15,385	—
Computer Centre	13,992	758,776	—	225,868	40,246	33,251	459,411
Computer	137,271	137,271	—	—	—	—	137,271
Cryfield Hall & Flats	114,152	889,631	—	793,505	76,502	19,624	—
Engineering & Molecular Sciences, Stage I	115,090	3,646,137	—	1,651,774	200,117	87,287	—
Engineering, Stage II	86,995	794,361	—	598,171	113,991	70,355	—
Engineering	—	—	—	—	—	—	1,096,350
Molecular Sciences	—	—	—	—	—	—	622,453
First Buildings	125,197	1,567,687	—	938,963	96,252	197,576	334,896
Freehold Land	—	99,169	94,550	—	4,619	—	—
Library, Stage I	9,271	1,464,183	—	956,053	124,629	372,060	11,441
Mathematics Research Centre	61	56,692	—	38,842	7,196	10,000	654
Miscellaneous Buildings	219,565	1,346,595	196,610	557,774	188,820	331,522	71,869
Motor Vehicles	11,923	77,518	—	—	—	77,518	—
Physics, Stage I	127,279	1,683,864	—	619,885	110,624	156,234	797,121
Rootes Residences	9,766	1,432,191	—	1,130,548	163,294	138,349	—
Rootes Social Building	46,801	923,078	—	732,813	71,357	118,908	—
Senate House	134,038	508,090	—	338,758	61,423	107,909	—
Site Works & Development Costs	286,501	1,418,322	—	1,250,409	167,913	—	—
Social Studies	28,781	28,781	—	—	28,781	—	—
Sports Centre	7,187	326,434	—	249,977	46,536	29,921	—
Sports Pavilion & Playing Fields	—	115,511	—	98,293	7,078	10,140	—
Students Union	198,697	596,058	—	474,259	89,737	32,062	—
Tocil Flats	3,551	721,681	—	591,738	9,098	120,845	—
Whitefields	53,582	244,276	—	148,224	6,126	89,926	—
	2,041,291	21,205,475	291,160	13,089,873	1,903,396	2,256,496	3,664,550
Financed from:							
Grants from University Grants Committee	1,062,223	14,996,948	136,950	8,831,868	1,491,250	1,655,311	2,881,569
Grants from Foundation Fund & other sources	511,693	2,567,663	120,500	1,367,104	179,035	118,043	782,981
Loans from Foundation Fund and other sources	232,268	2,802,329	28,100	2,336,406	150,797	287,026	—
Contribution from Revenue	148,503	751,931	5,610	549,118	1,087	196,116	—
Reimbursements receivable	86,604	86,604	—	5,377	81,227	—	—
	2,041,291	21,205,475	291,160	13,089,873	1,903,396	2,256,496	3,664,550

NOTES ON THE ACCOUNTS

(These notes form part of the Accounts)

1. Accounting Policies

(a) Depreciation

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

(b) Reserves, Commitments and Allocations

Reserves are made for goods received and/or services rendered prior to the end of the financial year but not invoiced before the year-end and also include commitments entered into for minor works and certain items of non-recurrent expenditure allocated and unspent during the current and previous years.

Commitments entered into are goods ordered but not received at the year-end. These commitments are certain allocations for specific purposes (other than those referred to above) are not included under expenditure but are carried forward. (See Note 6)

(c) Investment Income

The gross figure of investment income is credited to the income and expenditure account after transfers of notional interest have been made to part of the renewals fund, the special reserve and the furniture and equipment fund.

(d) Loans from the Foundation Fund

Loans from the Foundation Fund are repayable over fixed terms. Interest is payable on these loans out of residential and trading income.

(e) Debtors and Prepayments

Debtors includes loans in respect of capital and certain minor projects recoverable either by way of future surpluses on the related projects or by way of future loans or mortgages.

(f) Taxation

No current or deferred taxation has been provided as the University is a charity in accordance with Section 4 of the Charities Act 1960.

(g) Stocks

Stocks are valued at the lower of cost and net realisable value.

(h) Medium Term Loans

Medium term loans is money placed in excess of seven days and up to two years.

(i) Salaries and Wages

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

(j) University Bookshop

The University bookshop accounts do not form part of the University's accounts.

NOTES ON THE ACCOUNTS – Continued

2. 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	9,484,223	3,764,711	453,017	13,701,951
Playing Fields	31,465	33,522	—	64,987
Site works and development costs	1,029,513	290,561	98,248	1,418,322
Furniture, books and equipment	4,536,880	1,188,050	196,116	5,921,046
	<u>15,083,552</u>	<u>5,369,992</u>	<u>751,931</u>	<u>21,205,475</u>

3. Loans from Foundation Fund and other sources

	Total	Repaid	Outstanding
	£	£	£
Foundation Fund	2,046,207	135,088	1,911,119
Building Societies	679,800	1,123	678,677
Other sources	76,322	8,332	67,990
	<u>2,802,329</u>	<u>144,543</u>	<u>2,657,786</u>

In previous years those loans received from the Foundation Fund towards the cost of specific student residences for which no fixed repayment date had been arranged had been included under the heading of grants although they had been advanced on the understanding that they were repayable. The outstanding balances which total £822,345, now appear in the Statement of Fixed Assets on Page 2 as loans rather than grants, and the comparative figures for 1974 have been altered accordingly.

4. Grants for Furniture and Equipment

	£
Balance at 31 July 1974	322,032
Grants and receipts during the year	131,854
	<u>453,886</u>
Expenditure during the year	366,620
	<u>87,266</u>

Of the grants and receipts during the year £66,657 is held for the time being by H.M. Paymaster General.

NOTES ON THE ACCOUNTS -- continued

5. Special Reserve	£
Balance 31 July 1974	338,028
Receipts for the year	34,682
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Balance 31 July 1975	372,710
	<hr/> <hr/>

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

6. General Fund	
Balance 31 July 1974	253,905
Surplus on Income and Expenditure account for the year ended 31 July 1975	50,000
	<hr/>
Balance 31 July 1975	303,905
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The balance at 31 July 1975 includes commitments and allocations totalling £108,563 carried forward to 1975/76.

7. Development Fund	
Balance 31 July 1974	116,288
Receipts during the year	3,254
	<hr/>
Allocated to Foundation Fund	119,542
	<hr/> <hr/>

8. Renewals Fund	
Balance 31 July 1974	355,578
Provision for renewals made from revenue during the year	127,505
	<hr/>
Allocations to meet expenditure during the year	483,083
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Balance 31 July 1975	36,194
	<hr/> <hr/>

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.

9. Included in creditors and accrued liabilities are specific items amounting to £28,464 (1974 £100,327) provided from revenue for future expenditure.

10. 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 1975 amounted to £2,097,924 (1974 £2,069,382).

UNIVERSITY BOOKSHOP
INCOME AND EXPENDITURE ACCOUNT
YEAR ENDED 31 JULY 1975

1974 £		£	£
93,677	Sales		112,978
	Less:		
	Cost of Sales		
24,243	Stock at 1 August 1974	34,580	
78,942	Purchase of books and stationery	92,633	
<hr/>		<hr/>	
103,185		127,213	
34,580	Less: Stock at 31 July 1975	46,621	
<hr/>		<hr/>	
68,605			80,592
<hr/>			<hr/>
25,072	Gross Surplus		32,386
	Administration		
16,396	Salaries	21,950	
1,614	Other expenses	1,360	
935	Administration charges	1,125	
3,862	Interest charges	4,762	
<hr/>		<hr/>	
22,807			29,197
	Premises		
1,300	Rent	1,300	
150	Electricity	200	
250	Cleaning	253	
<hr/>		<hr/>	
1,700			1,753
	Other Items		
217	Books and publication	184	
202	Subscriptions	300	
515	Depreciation	970	
344	Security	439	
41	Miscellaneous	249	
<hr/>		<hr/>	
1,319			2,142
<hr/>			<hr/>
25,826	Total Expenses		33,092
<hr/>			<hr/>
£ 754	Deficit for the year		£ 706
			<hr/> <hr/>

**UNIVERSITY BOOKSHOP
BALANCE SHEET AS AT 31 JULY 1975**

1974		£	£
	Fixed Assets		
5,149	Fixtures and Fittings at cost	5,604	
3,650	Less accumulated depreciation	4,620	
1,499			984
	Current Assets		
34,580	Stock in hand	46,621	
2,195	Debtors	4,065	
250	Cash in hand	305	
37,025		50,991	
	Less:		
	Current Liabilities		
2,693	Creditors	3,174	
34,332			47,817
	General Fund		
3,715	Accumulated deficit		4,421
£39,546			£ 53,222
	Represented by:		
	Loans from University of Warwick		
39,546	Foundation and other sources		51,922
—	Capital expenditure financed from revenue		1,300
£ 39,546			£ 53,222