

UNIVERSITY OF WARWICK

STATEMENT OF ACCOUNTS FOR THE YEAR ENDED 31 JULY 1982

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## ACCOUNTING POLICIES

### Revenue Income and Expenditure

This account includes all revenue grants, fees and other income received and receivable for the year.

All revenue expenditure for the year is charged to this account including allocations to meet future expenditure which is chargeable against the revenue of the current year. Major allocations for future expenditure are transferred to funds created for that purpose. Minor allocations are carried forward in creditors.

Income from research grants is included to the extent of expenditure incurred during the year and unexpended grants are carried forward in creditors.

Gross investment income is credited to the income and expenditure account after transfers of notional interest have been made to part of the renewals fund.

Surpluses accumulated externally by academic departments are carried forward as creditors for future expenditure by those departments.

### Capital Expenditure

Capital expenditure is written off against grants and loans for specific purposes and the general revenue of the University. Loan interest and capital repayments are made from revenue.

### Debtors and Prepayments

Specific provisions are made for any debts considered to be doubtful and known bad debts are written off.

### Stocks

Stocks include goods for resale in catering departments, bars and the bookshop and are valued at the lower of cost and net realisable value.

Stocks of consumable materials are written off to revenue as incurred.

### Specific Funds

Grants and revenue allocations are taken into funds to meet future expenditure for specific purposes.

### The University of Warwick Foundation Fund

The University of Warwick Foundation Fund is vested in and administered separately by the Trustees. It does not therefore form part of these accounts.

REVENUE INCOME AND EXPENDITURE ACCOUNT  
YEAR ENDED 31 JULY 1982

INCOME			
1981		1982	
£		£	£
	<b>Grants from University Grants Committee</b>		
13,144,000	Block recurrent	13,039,000	
	<b>Other Grants</b>		
	Grants for research (including from		
2,713,051	Foundation Fund)	2,973,584	
	Other grants (including from		
233,347	Foundation Fund)	264,413	
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2,946,398		3,237,997	
4,452,008	Students' fees	5,431,071	
	<b>Other Income</b>		
398,968	Investment income (gross)	519,921	
413,923	Miscellaneous income	539,935	
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812,891		1,059,856	
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21,355,297	<b>Total Income</b>	22,767,924	
	<b>Less:</b>		
20,654,568	<b>Total Expenditure</b>	22,888,323	
<hr/>		<hr/>	
£ 700,729	<b>Surplus/(Deficit) balance transferred to General Fund</b>	(£ 120,399)	
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EXPENDITURE			
1981		1982	
£		£	£
	<b>Academic</b>		
7,053,897	Salaries of academic staff	7,494,054	
1,636,943	Salaries and wages of other staff	1,693,142	
2,690,227	Expenditure of research grants	2,949,618	
1,021,231	Other expenses	1,190,039	
434,230	Computer Unit	452,071	
<hr/>		<hr/>	
12,836,528			13,778,924
	<b>Library</b>		
634,960	Salaries and wages	647,442	
	Books, periodicals and binding:		
312,547	Financed from recurrent funds	348,554	
7,877	Financed from outside funds	10,257	
77,077	Other expenses	118,106	
<hr/>		<hr/>	
1,032,461			1,124,359
	<b>General Education Expenditure</b>		
48,793	Examinations	36,839	
29,665	Fellowships, scholarships and prizes	12,547	
10,584	Staff attendance at conferences	10,183	
	Contribution to University Central		
26,211	Council on Admissions	29,946	
46,244	Vacation Grants and Field Courses	-	
171,534	Other expenses	185,856	
<hr/>		<hr/>	
333,031			275,371
	<b>Administration and Central Services</b>		
1,075,632	Salaries and wages	1,107,161	
59,213	Advertising and recruitment	31,534	
197,561	Printing, stationery and postage	174,581	
184,210	Other expenses	179,089	
<hr/>		<hr/>	
1,516,616			1,492,365
<hr/>		<hr/>	
15,718,636	forward		16,671,019

**EXPENDITURE - continued**

1981		1982
£	£	£
15,718,636	forward	16,671,019
	<b>Premises</b>	
732,918	Rates	816,769
233,217	Telephones	255,960
58,523	Insurance	63,486
831,305	Heat, light, water and power	854,616
994,271	Cleaning and other running costs	920,955
728,615	Repairs and maintenance	877,916
<u>3,578,849</u>		<u>3,789,702</u>
	<b>Staff and Student Facilities and Amenities</b>	
96,804	Careers Advisory Service	102,946
35,381	Lodgings Office	36,098
45,989	University Health Service	43,142
282,794	Grants to Union of Students	307,901
189,129	Other expenses	200,576
<u>650,097</u>		<u>690,663</u>
	<b>Miscellaneous Expenditure</b>	
19,864	Hospitality and entertainment	21,237
6,896	Non-recurrent expenditure	107,446
63,200	Provision for renewals	114,900
151,069	Debt Charges	121,446
54,660	Miscellaneous	83,870
99,500	Allocation for furniture and equipment	-
25,000	Allocation to Research & Innovations Fund	10,000
-	Allocation to Sabbatical Leave Fund	103,648
<u>420,189</u>		<u>562,547</u>
286,797	Capital Expenditure met from Income	1,174,392
<u>£ 20,654,568</u>	<b>Total Expenditure</b>	<u>£ 22,888,323</u>

**STATEMENT OF NET ASSETS  
AS AT 31 JULY 1982**

1981		1982
£	£	£
63,709	Loan Debtors (Note 6)	60,375
104,262	Projects Temporarily Unfinanced (Note 7)	137,684
481,802	Investments at Cost (Market Value £552,192)	533,503
	<b>Current Assets</b>	
	Amounts due from University Grants Committee for capital projects	405
88,638	Current account with University of Warwick Foundation (Note 8)	731,749
768,955	Other debtors and prepayments	1,446,779
1,467,725	Stocks	156,415
159,823	Money at call and short notice	3,160,000
2,029,315	Bank balance and cash	10,281
6,889		
<u>4,521,345</u>		<u>5,505,629</u>
	<b>Less:</b>	
	<b>Current Liabilities</b>	
	Creditors and accrued liabilities (Note 4)	£3,004,999
2,308,451	Bank Overdraft	136,048
167,103		
<u>2,475,554</u>		<u>3,141,047</u>
2,045,791		2,364,582
<u>£ 2,695,564</u>		<u>£ 3,096,144</u>
	<b>Represented by</b>	
	Unexpended furniture and equipment grant	5,668
124,214	General Fund	337,971
558,370	Sabbatical Leave Fund	81,549
86,749	Other Specific Funds	2,670,956
1,926,231		
<u>£ 2,695,564</u>		<u>£ 3,096,144</u>

  
**C. BRUMMITT** Finance Officer

**SPECIFIC FUNDS**

		£
<b>1. Grants for Furniture and Equipment</b>		
Balance 1 August 1981		124,214
Grants and receipts during the year		891,320
		<u>1,015,534</u>
Expenditure during the year		1,009,866
		<u>5,668</u>
Balance 31 July 1982		<u>5,668</u>
	£	£
<b>2. General Fund</b>		
Balance 1 August 1981		558,370
Deficit on Income and Expenditure Account for the year ended 31 July 1982	120,399	
Transfer to Special Reserve	100,000	220,399
		<u>337,971</u>
Balance 31 July 1982		<u>337,971</u>
The balance at 31 July 1982 includes commitments and allocations totalling £113,244 (1981 £90,740) carried forward to 1982/83.		
	£	£
<b>3. Sabbatical Leave Fund</b>		
Balance 1 August 1981		86,749
Allocation during the year	103,648	
Less replacement teaching costs during the year	108,848	5,200
		<u>81,549</u>
Balance 31 July 1982		<u>81,549</u>

The Sabbatical Leave Fund represents the savings accruing from salaries of staff on unpaid leave of absence since 1966 and is available for funding sabbatical leave.

**SPECIFIC FUNDS - continued**

	Balance 1 August 1981	Receipts & Allocations during the year	Expenditure during the year	Balance 1 August 1982
	£	£	£	£
<b>4. Other Specific Funds</b>				
Special Reserve	259,038	100,000	3,306	355,732
Residential & Catering Renewals	443,121	275,223	244,903	473,441
Other Renewals	198,692	121,190	46,030	273,852
Major Repairs & Replacements	48,951	-	-	48,951
Research & Innovations	181,769	10,000	53,731	138,038
Psychology Building	393,245	-	334,022	59,223
Arden Conversion	46,745	-	44,488	2,257
Energy Conservation	223,016	45,700	183,261	85,455
Landscaping	20,000	-	20,000	-
Bookshop				
Accumulation	111,654	31,382	-	143,036
Improved Heating Facilities	-	208,000	42,175	165,825
Heating Mains & Library Tiles	-	100,000	-	100,000
Westwood Conversion	-	240,000	-	240,000
Rootes Social Building Improvements	-	340,000	-	340,000
Other Funds	-	260,000	14,854	245,146
	<u>1,926,231</u>	<u>1,731,495</u>	<u>986,770</u>	<u>2,670,956</u>

## NOTES ON THE ACCOUNTS

1. Capital expenditure during the year ended 31 July 1982 has been financed as follows:-

	Capital Expenditure		Source of Finance
	£		£
Buildings	718,771	University Grants	
Playing Fields	2,102	Committee	1,305,324
Site Works and Services	34,843	Grants & Loans from	
Furniture and equipment	1,837,317	Foundation Fund & other sources	377,930
		Contributions from revenue & specific funds	909,779
	<u>£ 2,593,033</u>		<u>£ 2,593,033</u>
	<u>£ 2,593,033</u>		<u>£ 2,593,033</u>

2. At 31 July 1982 loans in respect of capital expenditure previously incurred and outstanding to the Foundation Fund were £2,117,950 (1981 £2,162,777) and secured loans repayable to Building Societies were £709,375 (1981 £714,308).
3. For insurance purposes, the buildings and equipment are valued at £111,442,100.
4. Creditors and accrued liabilities  
Included in creditors and accrued liabilities are specific items amounting to £194,208 (1981 £126,710) provided from revenue for future expenditure, and also surplus balances amounting to £282,341 (1981 £180,290) accumulated externally by academic departments.
5. Charitable Status  
The University is a charity in accordance with Section 4 of the Charities Act 1960.
6. Loan Debtors  
Loan debtors represent amounts expended on certain capital projects which are recoverably by way of future revenue surpluses generated from those projects.
7. Projects Temporarily Unfinanced  
Projects temporarily unfinanced represent amounts expended by the University on certain capital and other projects which will eventually be financed from other sources.
8. Current account with University of Warwick Foundation  
The Foundation Fund has made grants and loans for building projects in excess of the cash currently available within that fund. The figure of £731,719 (1981 £768,955) reflects the loan made by the University to cover the short fall.

## AUDITORS' REPORT TO THE COUNCIL OF THE UNIVERSITY OF WARWICK

We have audited the accounts on pages 1 to 8 in accordance with approved Auditing Standards. The accounts have been prepared under the historical cost convention.

We draw attention to the accounting policies set out on page 1 which set out the bases on which these accounts have been prepared.

In our opinion the accounts give a true and fair view of the income and expenditure of the University for the year ended 31 July 1982 and of its funds at that date.

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

*Coopers & Lybrand*

Coventry  
15 November 1982

Coopers & Lybrand  
Chartered Accountants