

**UNIVERSITY OF WARWICK**

**STATEMENT OF ACCOUNTS FOR THE YEAR ENDED 31 JULY  
1983**

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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 and the special reserve.

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 1983**

INCOME	
1982	1983
£	£
	16,273,320
13,039,000	
<b>Grants from University Grants Committee</b>	
Block recurrent	
<b>Other Grants</b>	
Grants for research (including from	
2,973,584	3,325,661
Foundation Fund)	
Other grants (including from	
264,413	273,992
Foundation Fund)	
<hr/>	<hr/>
3,237,997	3,599,653
5,431,071	3,646,775
<b>Students' fees</b>	
<b>Other Income</b>	
519,921	579,020
539,935	688,028
<hr/>	<hr/>
1,059,856	1,267,048
-	113,244
Withdrawal from General Fund	
<hr/>	<hr/>
22,767,924	24,900,040
<b>Total Income</b>	
Less:	
22,888,323	24,974,425
<b>Total Expenditure</b>	
<hr/>	<hr/>
£120,399	£74,385
<hr/>	<hr/>
<b>Deficit balance transferred to General Fund</b>	

EXPENDITURE		1982	1983
		£	£
<b>Academic</b>			
Salaries of academic staff		7,494,054	8,122,058
Salaries and wages of other staff		1,693,142	1,845,650
Expenditure of research grants		2,949,618	3,301,740
Other expenses		1,190,039	1,251,897
Computer Unit		452,071	488,288
		<hr/>	<hr/>
		13,778,924	15,009,633
<b>Library</b>			
Salaries and wages		647,442	675,520
Books, periodicals and binding:			
Financed from recurrent funds		348,554	427,962
Financed from outside funds		10,257	10,249
Other expenses		118,106	264,075
		<hr/>	<hr/>
		1,124,359	1,377,806
<b>General Educational Expenditure</b>			
Examinations		36,839	32,084
Fellowships, scholarships and prizes		12,547	8,021
Staff attendance at conferences		10,183	13,787
Contribution to University Central Council on Admissions		29,946	25,703
Other expenses		185,856	259,603
		<hr/>	<hr/>
		275,371	339,198
<b>Administration and Central Services</b>			
Salaries and wages		1,107,161	1,201,257
Advertising and recruitment		31,534	51,840
Printing, stationery and postage		174,581	182,308
Other expenses		179,089	208,958
		<hr/>	<hr/>
		1,492,365	1,644,363
		<hr/>	<hr/>
	forward	16,671,019	18,371,000

**EXPENDITURE - continued**

1982		1983
£	£	£
16,671,019	forward	18,371,000
<b>Premises</b>		
816,769	Rates	918,159
255,960	Telephones	254,537
63,486	Insurance	66,630
854,616	Heat, light, water and power	906,929
920,955	Cleaning and other running costs	889,499
877,916	Repairs and maintenance	1,164,216
<hr/>		
3,789,702		4,199,970
<b>Staff and Students Facilities and Amenities</b>		
102,946	Careers Advisory Service	122,885
36,098	Accommodation Office	40,833
43,142	University Health Service	46,390
307,901	Grants to Union of Students	317,000
200,576	Other expenses	191,596
<hr/>		
690,663		718,704
<b>Miscellaneous Expenditure</b>		
21,237	Hospitality and entertainment	25,386
107,446	Non-recurrent expenditure	121,973
114,900	Provision for renewals	75,700
121,446	Debt charges	121,912
83,870	Miscellaneous	88,437
-	Allocation to Special Reserve	100,000
10,000	Allocation to Research & Innovations Fund	75,000
103,648	Allocation to Study Leave Fund	82,343
<hr/>		
562,547		690,751
1,174,392	Capital Expenditure met from Income	994,000
<hr/>		
<u>£22,888,323</u>	<b>Total Expenditure</b>	<u>£24,974,425</u>

**SUPPLEMENTARY ACCOUNTS  
YEAR ENDED 31 JULY 1983**

1982		1983
£	£	£
1,638,270	<b>Catering Account</b>	
	Income	1,757,245
	Expenditure:-	
511,322	Staffing	549,988
918,169	Food & Drink	934,215
93,000	Improvements & Renewals	165,499
115,755	Other Expenses	107,543
<hr/>		
1,638,246		1,757,245
<hr/>		
£ 24	Surplus for year	-
<hr/>		
	Any surplus or deficit on trading is transferred to the Renewals and Improvements fund to finance such expenditure.	
	<b>Residential Account</b>	
1,883,152	Income	1,957,343
	Expenditure:-	
533,806	Salaries & Wages	560,241
395,929	Heat, Light, Water, Power	401,842
442,396	Maintenance & Repairs	452,917
295,671	Loan Interest & Repayment	330,834
215,350	Other Expenses	211,509
<hr/>		
1,883,152		1,957,343
<hr/>		
	Any surplus or deficit on trading is transferred to the Loan Repayments account.	

**SUPPLEMENTARY ACCOUNTS - continued**

1982		1983
£	£	£
<b>Arts Centre Account</b>		
358,500	Income	463,809
Expenditure:-		
206,953	Production Costs	265,695
156,734	Administration	184,486
-	Other Expenses	13,628
<hr/>		<hr/>
363,687		463,809
<hr/>		<hr/>
£ 5,187	Deficit for year	-
<hr/>		<hr/>
Any surplus or deficit on trading is transferred to the Renewals and Improvement fund to finance such expenditure.		
<b>Bookshop Account</b>		
457,804	Income	485,525
Expenses:-		
72,918	Salaries	86,048
321,714	Purchases	343,010
31,791	Other Expenses	30,415
<hr/>		<hr/>
426,423		459,473
<hr/>		<hr/>
£ 31,381	Surplus for year	£ 26,052
<hr/>		<hr/>

The surplus has been transferred to the Bookshop Accumulation Fund.

**STATEMENT OF NET ASSETS  
AS AT 31 JULY 1983**

1982		1983
£	£	£
60,375	<b>Loan Debtors (Note 6)</b>	53,238
137,684	<b>Projects Temporarily Unfinanced (Note 7)</b>	46,151
533,503	<b>Investments at Cost (Market Value £538,706)</b>	561,302
<b>Current Assets</b>		
405	Amounts due from University Grants Committee for capital projects	9,547
731,749	Current account with University of Warwick Foundation	-
1,446,779	Other debtors and prepayments	1,676,520
156,415	Stocks	169,757
3,160,000	Money at call and short notice	5,460,000
10,281	Bank balance and cash	25,798
<hr/>		<hr/>
5,505,629		7,341,622
<b>Less:</b>		
<b>Current Liabilities</b>		
3,005,887	Creditors and accrued liabilities (Note 4)	3,686,277
136,048	Bank Overdraft	-
-	Current account with University of Warwick Foundation (Note 8)	117,368
<hr/>		<hr/>
3,141,935		3,803,645
<hr/>		<hr/>
2,363,694		3,537,977
<hr/>		<hr/>
£3,095,256		£4,198,668
<hr/>		<hr/>
<b>Represented by</b>		
5,668	Unexpended furniture and equipment grant	14,346
337,971	General Fund	150,342
81,549	Study Leave Fund	77,559
2,670,068	Other Specific Funds	3,956,421
<hr/>		<hr/>
£3,095,256		£4,198,668
<hr/>		<hr/>



**SPECIFIC FUNDS**

**SPECIFIC FUNDS - continued**

		£
<b>1. Grants for Furniture and Equipment</b>		
Balance 1 August 1982		5,668
Grants and receipts during the year		1,063,882
		<hr/> 1,069,550
Expenditure during the year		1,055,204
		<hr/> 14,346
Balance 31 July 1983		<hr/> <hr/> 14,346
<b>2. General Fund</b>		
Balance 1 August 1982		£ 337,971
Transfer to Income and Expenditure Account	113,244	
Deficit on Income and Expenditure Account for year ended 31 July 1983	74,385	
		<hr/> 187,629
Balance 31 July 1983		<hr/> <hr/> 150,342
<b>3. Study Leave Fund</b>		
Balance 1 August 1982		81,549
Allocation during the year	82,343	
Less replacement teaching costs during the year	86,333	
		<hr/> 3,990
Balance 31 July 1983		<hr/> <hr/> 77,559

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

**4. Other Specific Funds**

	Balance 1 August 1982	Receipts & Allocations during the year	Expenditure during the year	Balance 31 July 1983
	£	£	£	£
Special Reserve Residential & Catering Renewals	355,732	100,000	37,432	418,300
Other Renewals	473,441	337,896	212,055	599,282
Major Repairs & Replacements	272,964	109,630	114,547	268,047
Research & Innovations	48,951	-	-	48,951
Psychology Building	138,038	75,000	72,530	140,508
Arden Conversion	59,223	-	13,411	45,812
Energy Conservation	2,257	334,000	73,488	262,769
Bookshop	85,455	-	58,029	27,426
Accumulation	143,036	26,052	8,899	160,189
Improved Heating Facilities	165,825	100,000	122,239	143,586
Heating Mains & Library Tiles	100,000	-	59,320	40,680
Westwood Conversion	240,000	-	20,584	219,416
Rootes Social Building Improvements	340,000	(300,000)	8,636	31,364
Biotechnology Building	-	688,037	5,693	682,344
Social Studies Extension	-	270,000	-	270,000
Arts Centre Extension	-	33,000	-	33,000
Other Funds	245,146	527,196	207,595	564,747
	<hr/> 2,670,068	<hr/> 2,300,811	<hr/> 1,014,458	<hr/> 3,956,421
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

£300,000 allocated in 1981/82 for Rootes Social Building Improvements has been re-allocated in 1982/83 to the Biotechnology Building.

## NOTES ON THE ACCOUNTS

1. Capital expenditure during the year ended 31 July 1983 has been financed as follows:-

	Capital Expenditure £		Source of Finance £
Buildings	1,055,814	University Grants	
Playing Fields	47,933	Committee	874,242
Site Works and Services	3,404	Grants & Loans from	
Furniture and equipment	1,826,439	Foundation Fund & other sources	507,684
		Contributions from revenue & specific funds	1,551,664
	£2,933,590		£2,933,590

2. At 31 July 1983 loans in respect of capital expenditure previously incurred and outstanding to the Foundation Fund were £1,800,863 (1982 £2,117,950) and secured loans repayable to Building Societies were £700,967 (1982 £709,375).
3. For insurance purposes, the buildings and equipment are valued at £119,358,600.
4. Creditors and accrued liabilities.  
Included in creditors and accrued liabilities are specific items amounting to £68,160 (1982 £194,208) provided from revenue for future expenditure, and also surplus balances amounting to £427,907 (1982 £282,341) 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 recoverable 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 University acts as a paying agent for the Foundation Fund and the current account reflects the net indebtedness between the two parties.

9. In exchange for the gift of land, the University holds 7820 Shares of £1 each and a 1% Debenture loan of £774,180 issued by University of Warwick Science Park Limited.

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

We have audited the accounts on pages 1 to 11 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 1983 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.

Coventry  
14 November 1983

*Carpenter & Lybman*  
Chartered Accountants