

Ollscoil na hÉireann, Gaillimh

Annual Report and Consolidated Financial Statements

Year Ended 30 September 2012

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Bursar's Report on Consolidated Financial Statements

Introduction

The attached financial statements are prepared under the Historical Cost convention and in accordance with Generally Accepted Accounting Practice. They include the financial results of subsidiary and associated entities and these (non-‘core’ pedagogic and research) activities account for circa 2% of turnover and related financial activity. The consolidated numbers (core and ancillary) reflect a more commercial view of the University’s financial activities and greatly enhance the bottom line surplus due principally to a different approach to accounting for capital expenditure and related funding.

Results

The financial year ended 30th September 2012 may be chalked up as successful in terms of the bottom line surplus of €10.3m. This is an exceptionally positive result against the backdrop of the deteriorating national economic environment and associated cuts in State Grants. It is contributed to by a combination of factors which include lower staff numbers and associated pay costs, cuts to non pay budgets, and greater levels of funding requirements falling on students and their guardians in the form increasing fees. The surplus reflected in these GAAP accounts contributes to the University’s ability to finance its extensive capital development programmes.

The positive outcome is also due in part to delays in recruiting to vacant posts which are both in budget and approved for filling. These delays are outside of the control of the University and are a cause for concern because of the negative impact on the academic programmes and research work that were to have benefited from the ‘new blood’. It is also a cause for concern that when the posts are eventually filled, and notwithstanding the fact that they are in budget, the impact on recurrent costs may well be to increase them to levels that exceed recurrent income.

A further positive development this year is the reduction in the current year provision for doubtful fee debts which at €1m (2011 €1.5m) is still unacceptably high. The Finance Office is actively engaged in collecting outstanding fees and in a project to upgrade the Fee Budgeting, Billing, Collection and Reporting systems.

The continuous pressure for staff headcount reductions is recognised by the University as a significant risk to the achievement of its strategic goals and it features prominently in all college and support units risk registers. All material risks are reviewed on a regular basis by the University’s Risk Management Group and all possible avenues available to minimise known risks are taken.

Balance Sheet

The balance sheet reflects a healthy financial state with Fixed Assets recorded at their historical cost of €459m, Financial Assets at €28m and net current assets of €24m. This ‘financial health’ is predicated on the recognition of a matching receivable due from the state for the University’s pension liabilities of some €771m. This accounting treatment is in line with the sector and is acceptable to the State’s auditor – the Comptroller & Auditor General who draws attention to it in his audit report.

I wish to conclude by thanking my University Colleagues for their support in these challenging times.

**Mary C Dooley, F.C.A., M.B.A.,
Bursar**

30 April 2013

STATEMENT OF RESPONSIBILITIES OF ÚDARÁS NA hOLLSCOILE

Údarás na hOllscoile is required to comply with the Universities Act, 1997, and to keep in such form as may be approved of by An t-Údarás um Ard-Oideachas all proper and usual accounts of money received and expended by it.

Údarás na hOllscoile is also responsible for preparing financial statements for each financial year that give a true and fair view of the state of the affairs of the University and the University group and the results of the University group for the period. Údarás na hOllscoile is also responsible for preparing the HEA Funding Statement in accordance with the most recent Harmonisation of Accounts Agreement.

In preparing those accounts, Údarás na hOllscoile is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- disclose and explain any material departures from applicable accounting standards; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the University will continue in operation.

Údarás na hOllscoile is responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the University and which enable it to ensure that its financial statements comply with the Universities Act, 1997, the Statement of Recommended Practice on Accounting for Further and Higher Education Institutions and are prepared in accordance with accounting standards issued by the Accounting Standards Board and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland).

Údarás na hOllscoile is responsible for ensuring that the business of the University is conducted in a proper and regular manner and for safeguarding all assets under its operational control and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

On behalf of Údarás na hOllscoile

James Browne
President

30 April 2013

Annual Statement of Governance and Internal Control for the year ended 30 September 2012

1. **General:** The Governing Authority (Údarás na hOllscoile) of NUI Galway is responsible for and is satisfied that the university is in compliance with all statutory obligations applicable to the university that may be set out in legislation governing the establishment of the university or in other relevant legislation.
2. NUI Galway adopted a Code of Governance in Feabhra 2008, based on the HEA/IUA Report “Governance of Irish Universities” as recommended in the “Governance of Irish Universities” document. Údarás na hOllscoile approved the revised sectoral Code of Governance for Universities in late 2012.

Údarás na hOllscoile also adopted in Nollaig 2009, a Code of Conduct for members of the Údarás. This needs to be revisited in the context of the sector’s revised Code of Governance.

Employee conduct is also required to comply with a range of policies (such as Principles of Natural Justice, Computer Access Policy, Equal Opportunity Policy, Disciplinary and Grievance Procedures, Anti-Bullying Policy, Substance Abuse Policy and Consultancy work, etc.). These policies are included in a Staff Manual which is available to all staff on the NUI Galway website.

A formal Code of Conduct for Employees, an initial draft of which was approved by Údarás na hOllscoile in Nollaig 2010 was confirmed/approved by Údarás na hOllscoile in Deireadh Fómhair 2011. The final version of the Code added specific provisions dealing with conflict of interest and ethical considerations in relation to gifts and hospitality offered to staff members.

3. **Finance:** The more significant financial developments affecting NUI Galway in the past year to Meán Fómhair 2012 include:
 - a. Poor national economic environment over the last few years has resulted in significant and ongoing reductions in State funding. The University has put plans in place to meet these funding restrictions through cost reductions and efficiency programmes and is monitoring the situation closely.
 - b. The University’s Model Pension Scheme is a PAYG (Pay As You Go) Scheme. Financial Reporting Standard (FRS17) requires valuation and inclusion of a related pension liability in the University’s Annual GAAP (Generally Accepted Accounting Practice) Financial Statements University Sector practice is to include a balancing asset value in these Accounts. Whilst this accounting treatment is acceptable to the Comptroller & Auditor General on the basis of his drawing attention to it in his audit report, the external management auditors (KPMG) have qualified their Audit Report on an ‘Except For’ basis to reflect the absence of a State Guarantee in this regards.
 - c. Staffing restrictions imposed by the implementation of the Employment Control Framework are having an adverse impact on the University’s ability to meet its obligations in a timely manner; this situation is being monitored.
 - d. Due to financial difficulties in the construction sector, the University’s capital programme was disrupted resulting in significant additional capital and other costs.
 - e. There has been a noticeable increase in the incidence of litigious response by unsuccessful tenderers, leading to significant additional costs.
 - f. The level of uncollected student fees remains high, although lower than prior years, resulting in significant loss of income
4. **Pay:** The University remains compliant with pay policy and the requirements of section 25 of the Universities Act.
5. Appropriate procedures for financial reporting, internal audit, procurement and disposal of assets are in place.
6. **Capital Projects:** The Guidelines for the Appraisal and Management of Capital Proposals are adhered to where appropriate.

Annual Statement of Governance and Internal Control (con'd)

7. **Travel:** Government travel policy requirements are being implemented in all material respects.
8. **Value for Money:** The Guidelines on Achieving Value for Money in Public Expenditure as set out in the address by the Minister for Finance of 20 Deireadh Fómhair 2005 and communicated to the Universities, are being followed.
9. **Taxation:** The University is compliant with tax laws.
10. **Child Protection:** Guidelines on Child Protection in the University were adopted by Údarás na hOllscoile in Meitheamh 2010. The guidelines are compliant with legislation. Responsibilities relating to the role of University Child Protection Officer and Deputy Child Protection Officer have been assigned.
11. **Fees and expenses:** No fees are paid to the members of Údarás na hOllscoile. Eligible expenses are paid in accordance with the guidelines from the Department of Finance.
12. **Trading Subsidiaries:** A code of governance in respect of trading subsidiaries is currently in development. The establishment of all subsidiary companies requires formal approval of Údarás na hOllscoile through the Finance/Resource Committee. Senior Executives of the University act as directors of subsidiary companies. Audited financial statements are submitted annually to the University for review by its Audit Committee.
13. On behalf of Údarás na hOllscoile, I acknowledge that Údarás has overall responsibility for the university's system of internal control, covering all material controls, including financial, operational, compliance controls and risk management systems that support the achievement of the university's policies, aims and objectives, while safeguarding the wider public interest.
14. The system of internal control, established by Údarás na hOllscoile, is designed to manage risk and to provide reasonable and not absolute assurances against material error.
15. (i) Údarás na hOllscoile (Údarás) has established an appropriate control environment through:
 - ~ the allocation of defined management responsibilities through the University Management Team members; the establishment of appropriate delegated authority; the documentation of policies, procedures and regulations; the implementation of robust planning, performance monitoring and information systems to ensure timely reporting to Management and Údarás.
 - ~ Údarás provides direction on the development and implementation of key University strategy and policy.
 - ~ Údarás provides governance oversight to ensure that the processes put in place by management provide an adequate level of assurance.
 - ~ Údarás is supported in this role by its four standing Committees –
 1. Standing and Strategic Planning
 2. Finance/Resource,
 3. Academic Planning and Resource,
 4. Support Services.
 - ~ The four Committees operate to written terms of reference and include a significant number of external members with appropriate expertise.
 - ~ Údarás itself and two of its four standing Committees (Finance/Resource and Academic Planning and Resource) are chaired by independent external Chairs.

Annual Statement of Governance and Internal Control (con'd)

(ii) The University has in place a comprehensive set of processes for the identification, evaluation and management of significant risks.

The risk management framework established in the University includes a Risk Management Group, comprising all members of the University Management team (UMT) and an experienced external member of Údarás. This Group carries overall executive responsibility for risk management. Responsibility at the detailed operational level is held by the Risk Advisory Group, whose reports are provided to the Risk Management Group. In terms of the overall governance structure, the Risk Management Group is a sub-committee of Finance/Resource Committee, which oversees, on behalf of Údarás, implementation of the Risk Management Strategy.

Údarás formally adopted the updated University-wide Risk Strategy in Deireadh Fómhair 2009 including the risk appetite. The most recent update was undertaken in Meán Fómhair 2011 and was adopted by Údarás in Deireadh Fómhair 2011.

The University Strategic Risk Register focuses primarily on risks related to the attainment of the University's objectives, and identifies responsibility for the overall management of each risk together with the agreed actions. It aligns with the University's Strategic Plan 2009-2014. A process commenced during 2011 to reassess and recalibrate University-wide strategic risks.

At operational level, risk registers for each College, each of the various Support Units and all major building projects, ensure that key operational risks are identified and managed.

Risk assessment training and awareness are promoted through the management structure and risk management is a standing agenda item at College and Dean committee meetings.

The University's major risks are regularly reviewed by the relevant members of the Risk Management Group, and at year-end each member provides formal assurances on the adequacy of the management of key risks and documents the sources of assurances for each major risk. Each individual Annual Risk Management Return is reviewed by the Risk Management Group.

The relevant training programmes and the process of embedding risk into the existing management systems are currently ongoing.

(iii) Information systems are in place to ensure that appropriate information is available in relation to

- (a) operational, strategic, financial and academic affairs, and
- (b) planning and monitoring including a comparison of actual and planned results.

(iv) A comprehensive set of financial policies and procedures has been formally adopted by the Finance / Resource Committee and Údarás na hOllscoile to address inter alia the financial implications of major business risk, including financial instructions and notes of procedures, delegation practices such as authorisation limits, segregation of duties, budget monitoring, risk assessments and management and multiple internal and external audit routines.

(v) The procedures for monitoring the effectiveness of the system of internal control include the following:

- The monitoring role of the Internal Audit Function in relation to the adequacy and effectiveness of the systems of internal control including risk management.
- The Audit Committee's role in providing independent oversight of the University's control environment.
- The Risk Management Committee makes an annual report to the Finance/Resource Committee regarding its operations.
- The oversight role of Údarás Committees in respect of their areas of responsibility.
- The role of unit managers within the University, who have responsibility for the development and maintenance of the internal control environment within their area.
- Consideration by management and the Audit Committee of comments made by the External Auditors in their management letters and other reports.
- A programme of Quality reviews of all areas.

Annual Statement of Governance and Internal Control (con'd)

16. Confirmation of the effectiveness of internal controls has been informed by the following:

- The Internal Audit Function's annual report to the Audit Committee on the adequacy and effectiveness of internal controls;
- The Internal Audit Function's annual report to the Risk Management Group on the adequacy of the management of risk in the University;
- Comments made by the External Auditor in their management letter and other reports;
- Annual declarations of assurances required from the Chair, on behalf of the four standing committees, confirming that all significant items of relevance to the making of the statement on the adequacy of the University's internal controls have been brought to the attention of Udarás na hOllscoile during the year.

17. The annual review of internal controls did not identify any weaknesses that have resulted in material losses, contingencies or uncertainties, such as those which require disclosure in the financial statements or the auditor's report on the financial statements.

James Browne
President

30 April 2013

Independent Auditor's Report to Údarás na hOllscoile of National University of Ireland, Galway

We have audited the financial statements of National University of Ireland, Galway ("the University") set out on pages 10 to 31. These financial statements have been prepared on the basis of the financial reporting framework of accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland (Generally Accepted Accounting Practice in Ireland) and the Statement of Recommended Practice: Accounting for Further and Higher Education Institutions.

This report is made solely to the members of Údarás na hOllscoile of National University of Ireland Galway, as a body. Our audit work has been undertaken so that we might state to the members of Údarás na hOllscoile those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the members of Údarás na hOllscoile, for our audit work, for this report or for the opinions we have formed.

Respective responsibilities of Údarás na hOllscoile and auditor

As more fully explained in the Statement of Responsibilities of Údarás na hOllscoile set out on page 3, Údarás na hOllscoile is responsible for the preparation of financial statements which give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with the terms of our engagement dated 27 September 2012 and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Ethical Standards for Auditors issued by the Auditing Practices Board.

Scope of the audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the University's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by Údarás na hOllscoile; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

Basis for qualified opinion on financial statements

As more fully explained in Note 19 to the financial statements, an asset representing a receivable from the State, equivalent to the value of the University's net pension obligations in relation to its defined benefit pension schemes, has been recognised in the University's financial statements (and an equivalent amount recognised in revenue reserves) on the basis that Údarás na hOllscoile considers these pension liabilities to have always been guaranteed by the State. In addition, adjustments matching the movements in these pension liabilities during the year have been recorded in the income and expenditure account and statement of total recognised gains and losses for the year.

**Independent auditor's report to Údarás na hOllscoile of National University of Ireland,
Galway (continued)****Basis for qualified opinion on financial statements (continued)**

In our opinion, while the enactment of the Financial Measures (Miscellaneous Provisions) Act 2009 provides a mechanism for the State to assume responsibility for any shortfall in funding arising in the University's Joint Pension Scheme, such legislation does not specifically cover other defined benefit pension arrangements operated by the University. In the absence of the State's formal acceptance of the obligation to fund deficits associated with the University's other defined benefit pension arrangements, in our opinion, it is not appropriate to recognise the pension receivable pertaining to these deficits on the University's balance sheet at 30 September 2012.

In our opinion, therefore, the treatment adopted for the deficits associated with the University's other defined benefit arrangements is not in accordance with the requirements of FRS 12 "Provisions, Contingent Liabilities and Assets" as the receivable remains contingent in nature until the State formally accepts the obligation and accordingly: (i) the pension receivable asset, net assets and revenue reserves at 30 September 2012 should be reduced by €289.6 million, and (ii) the pension receivable asset, net assets and revenue reserves at 30 September 2011 should be reduced by €254.2 million.

Qualified opinion on financial statements

In our opinion, except for the effects of the matter set out in the basis for qualified opinion paragraph, the financial statements on pages 10 to 31 give a true and fair view, in accordance with Generally Accepted Accounting Practice in Ireland, of the state of affairs of the University and the University Group at 30 September 2012 and of the surplus of the University Group for the year then ended.

Matters on which we are required to report under the terms of our engagement

We have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion, proper books of account have been kept by the University. The balance sheet of the University is in agreement with the books of account.

In our opinion, the information given in the Bursar's Report is consistent with the financial statements.

On 30 April 2013 we reported that the Funding Statements, which are set out on pages 33 to 65 of the annual report, had been properly prepared in accordance with the most recent Harmonisation of Accounts Agreement.

David Meagher

For and on behalf of

KPMG

Registered Accountants

Odeon House, Eyre Square, Galway

30 April 2013

STATEMENT OF ACCOUNTING POLICIES

The significant accounting policies adopted by the University are as follows:

Basis of preparation

The financial statements have been prepared in accordance with accounting standards generally accepted in Ireland. Accounting standards (generally accepted in Ireland in preparing financial statements giving a true and fair view) are those issued by the Accounting Standards Board, as promulgated by the Institute of Chartered Accountants in Ireland and the Statement of Recommended Practice: Accounting for Further and Higher Education Institutions.

Accounting convention

The financial statements have been prepared under the historical cost convention.

Basis of consolidation

The consolidated financial statements include the University and its subsidiary undertakings and other undertakings in which the University has a financial interest, as indicated in note 11. The results of subsidiaries acquired or disposed of during the period are included in the consolidated income and expenditure account from the date of acquisition or up to the date of disposal. Intra-group income and profits are eliminated fully on consolidation.

Associates are those undertakings in which the University has a participating interest in the equity share capital and over which it is able to exercise significant influence. Associates are accounted for using the equity method and the University's share of results is included in the consolidated income and expenditure account. The University's interest in their net assets or liabilities is included as a fixed asset investment in the consolidated balance sheet at an amount representing the University's share of the fair values of the net assets at acquisition plus the University's share of post-acquisition profits or losses.

Investments in associates are shown in the University's own balance sheet at cost less provisions for impairments in value.

In accordance with FRS2, the activities of the Students Unions have not been consolidated because the University does not control those activities. The financial statements of Galway University Foundation Limited are also excluded as that entity is not controlled by the University.

Recognition of income

Recurrent grants from the Higher Education Authority are recognised in the period in which they are receivable.

Non-recurrent grants from the Higher Education Authority or other bodies received in respect of the acquisition or construction of fixed assets are treated as deferred capital grants and amortised in line with depreciation over the life of the related assets.

Income from specific endowments and donations is included to the extent of the relevant expenditure incurred during the year, together with any related contributions towards overhead costs.

Income from research grants, contracts, non-capital government grants and other services rendered is included to the extent of the completion of the contract or service concerned. This is generally equivalent to the sum of the relevant expenditure incurred during the year and any related contributions towards overhead costs. All income from short-term bank deposits is credited to the income and expenditure account in the period in which it is earned.

Foreign currency translation

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into euro at year end rates. The resulting exchange differences are dealt with in the determination of income and expenditure for the financial year.

Tangible fixed assets

(a) Land and buildings

Freehold land is not depreciated. Freehold buildings are depreciated over their expected useful economic life to the University – normally fifty years. Leasehold buildings are included in the balance sheet at cost and depreciated over the term of the lease.

Where land and buildings are acquired with the aid of specific grants they are capitalised and depreciated as above. The related grants are credited to a deferred capital grant account and are released to the income and expenditure account over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

STATEMENT OF ACCOUNTING POLICIES

Tangible fixed assets (continued)

(a) Land and buildings (continued)

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable.

Buildings under construction are accounted for at cost, based on the value of architects' certificates and other direct costs incurred to the financial year end. They are not depreciated until they are brought into use.

The University has considered the application of FRS5 "Reporting the Substance of Transactions" with regard to certain assets used by the University where the legal form of these transactions would indicate that all or part of the assets are not owned by the University. The financial substance of all transactions has been reflected in the financial statements and, as such, the full value of these assets is included in tangible fixed assets.

(b) Equipment

Equipment costing less than €10,000 per individual item is written off to the income and expenditure account in the year of acquisition. All other equipment is capitalised at cost. Capitalised equipment is depreciated over its useful economic life as follows:

Computer equipment	3 years
Other equipment	5 years

Where equipment is acquired with the aid of specific grants it is capitalised and depreciated in accordance with the above policy, with the related grant being credited to a deferred capital grant account and released to the income and expenditure account over the expected useful economic life of the related equipment.

Leased assets

Leasing agreements that transfer to the University substantially all the benefits and risks of ownership of the assets are treated as if the asset had been purchased outright. The assets are included in fixed assets and the capital element of the leasing commitments is shown as obligations under finance leases. The lease rentals are treated as consisting of capital and interest elements. The capital element is applied to reduce the outstanding obligations and the interest element is charged to the income and expenditure account in proportion to the reducing capital element outstanding. Assets held under finance leases are capitalised and depreciated over the shorter of the lease term or the useful economic lives of equivalent owned assets.

Rental costs under operating leases are charged to expenditure in equal annual amounts over the period of the lease.

Financial assets

Fixed asset investments are carried at historical cost less any provision for impairment in their value.

Current asset investments are included in the balance sheet at the lower of their original cost and net realisable value.

Stocks

Stocks are stated at the lower of their cost and net realisable value. Where necessary, provision is made for obsolete, slow moving and defective stock. Expenditure incurred by the University on books and consumable stocks financed from recurrent grants is charged to the Income and Expenditure account.

Taxation

As an exempt charity, the University is not liable for Corporation Tax or Income Tax on any of its charitable activities. It is registered for Value Added Tax, but since the supply of education is an exempt activity on which no output tax is charged it is unable to recover input tax on the majority of its purchases.

The University does carry out some commercial activity – most notably in the research area. VAT is charged on income from this activity where appropriate.

Trading activities undertaken by the University are administered through its subsidiary companies, which as commercial organisations are liable to Corporation Tax.

STATEMENT OF ACCOUNTING POLICIES

Deferred taxation

In subsidiary companies, which do not hold a charitable status, deferred taxation is provided on all timing differences that have originated but not reversed at the balance sheet date where transactions or events that result in an obligation to pay more tax in the future or a right to pay less tax in the future have occurred at the balance sheet date.

Timing differences are temporary differences between profits as computed for taxation purposes and profits as stated in the financial statements that arise because certain items of income and expenditure in the financial statements are dealt with in different periods for the purposes of taxation.

Deferred tax is measured at the tax rates that are expected to apply in the years in which the timing differences are expected to be reversed, based on tax rates and laws that have been enacted or substantively enacted by the balance sheet date. Deferred tax is not discounted.

A net deferred tax asset is regarded as recoverable and, therefore, recognised only when, on the basis of all available evidence, it can be regarded as more likely than not that there will be suitable taxable profits from which the future reversal of the underlying timing differences can be deducted.

Provisions

Provisions are recognised when the University has a present legal or constructive obligation as a result of a past event, it is probable that a transfer of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

Retirement Benefits

The University operates the following defined-benefit pension schemes:

- **Joint Pension Scheme (JPS)** – this is a ‘Pay As You Go’ (PAYG) scheme providing pension benefits at retirement on a defined benefit basis, covering entrants to 31 December 2004.
- **Model Pension Schemes (MPS)** – this is a ‘Pay As You Go’ (PAYG) scheme providing pension benefits at retirement on a defined benefit basis, covering entrants from 1 January 2005.

Defined Benefit Pension Schemes

The actuarially-assessed present value of the various schemes’ liabilities (calculated using the projected unit credit method) is disclosed as a liability on the balance sheet.

Current service costs: These are the costs of additional benefits that scheme members accrue during the year, based on projected salaries at retirement or earlier cessation of employment. The expense for the year is recognised in the Income & Expenditure account.

Interest cost: This is interest on the defined benefit obligation, which is the total present value of the members’ attributed benefits for valuation purposes at the year-end. The expense for the year is recognised in the Income & Expenditure account.

Actuarial gains or losses: These relate to changes in the liabilities due to changes in assumptions or because actual experience during the year was different to that assumed. These are recognised in the statement of total recognised gains and losses (STRGL).

STATEMENT OF ACCOUNTING POLICIES**Defined Benefit Schemes (continued)**

The University considers that its pension liabilities are guaranteed by the State. As a consequence, a pension receivable asset, corresponding to the net actuarially-computed liability for pensions, is recognised on the balance sheet.

Movements on this pension receivable are included in the Income & Expenditure account (i.e. current service costs and interest cost) or in the statement of total recognised gains and losses (i.e. actuarial gains or losses) in order to mirror the underlying movement on the pension liability.

This asset is recognised on foot of :

- a) guarantees enshrined in the Financial Measures (Miscellaneous Provisions) Act, 2009 in respect of JPS pension benefits at retirement *and*
- b) the “PAYG” basis of the MPS. Údarás na hOllscoile is of the opinion that the discussions between the sector, the HEA and Government Departments represented assurances that the State will fund any cash-flow deficiencies arising from pension payment obligations.

Cash/liquid resources

These include sums on short-term deposits with recognised banks and building societies and government securities.

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT
Year Ended 30 September 2012

	Notes	Consolidated 2012 €'000	Consolidated 2011 €'000 (as restated – note23)
Income			
State grants	1	53,855	54,752
Academic fees	2	95,817	92,441
Research grants and contracts	3	61,195	61,464
Amortisation of deferred capital grants	15	8,779	10,040
Other income	4	11,938	12,733
Interest income	5	2,376	2,245
Net deferred Government funding for pensions	19	43,982	40,000
		<hr/>	<hr/>
Total income		277,942	273,675
		<hr/>	<hr/>
Expenditure			
Staff costs before impact of accounting standard for defined-benefit pensions	6	137,082	141,960
Impact of accounting standard for defined-benefit pensions	19	11,923	10,729
Staff costs		149,005	152,689
Other operating expenses	7	86,462	84,759
Interest on pension scheme liabilities	19	32,059	29,271
		<hr/>	<hr/>
Total expenditure		267,526	266,719
		<hr/>	<hr/>
Surplus for the year after depreciation of assets before taxation		10,416	6,956
Taxation	8	(28)	(136)
		<hr/>	<hr/>
Surplus for the year after depreciation of assets and after taxation	9	10,388	6,820
		<hr/>	<hr/>

The surplus for the year arose solely from continuing operations.

The financial statements on pages 10 to 31 were approved by Údarás na hOllscoile on 30 April 2013 and were signed on its behalf by:

James Browne
President

Nollaig MacCongáil
Registrar

BALANCE SHEET
30 September 2012

	Notes	Consolidated		University	
		2012 €'000	2011 €'000	2012 €'000	2011 €'000
Fixed assets					
Tangible assets	10	286,115	273,280	285,778	272,676
Financial assets	11	27,663	38,358	27,663	38,358
		313,778	311,638	313,441	311,034
Current assets					
Stocks	12	97	80	90	80
Debtors	13	54,530	49,204	54,624	50,094
Cash and bank		82,321	83,570	77,137	77,814
		136,948	132,854	131,851	127,988
Creditors: Amounts falling due within one year	14	(112,675)	(121,535)	(107,888)	(116,971)
Net current assets		24,273	11,319	23,963	11,017
Total assets less current liabilities		338,051	322,957	337,404	322,051
Net assets excluding pension		338,051	322,957	337,404	322,051
Pension receivable	19	771,433	677,640	771,433	677,640
Pension liability	19	(771,433)	(677,640)	(771,433)	(677,640)
Net assets including pension		338,051	322,957	337,404	322,051
Represented by:					
Deferred capital grants	15	180,139	175,111	180,139	175,111
Revenue surplus	16	157,912	147,846	157,265	146,940
Total		338,051	322,957	337,404	322,051

The financial statements on pages 10 to 31 were approved by Údarás na hOllscoile on 30 April 2013 and were signed on its behalf by:

James Browne
President

Nollaig MacCongáil
Registrar

CONSOLIDATED CASH FLOW STATEMENT

For the year ended 30 September 2012

	Notes	Consolidated 2012 €'000	Consolidated 2011 €'000
Net cash outflow from operating activities	20	(873)	(19,496)
<hr/>			
Returns on investment and servicing of finance			
Net interest received		2,376	2,245
<hr/>			
Net cash inflow from returns on investment and servicing of finance		2,376	2,245
<hr/>			
Taxation paid		(28)	(136)
<hr/>			
Investment activities			
Expenditure on capital projects		(26,906)	(29,556)
Dividends paid		(322)	(342)
Receipts from sale of fixed assets		2	18
Investment movements		10,695	16,849
<hr/>			
Net cash outflow from investment activities		(16,531)	(13,031)
<hr/>			
Net cash outflow before financing		(15,056)	(30,418)
<hr/>			
Financing			
Capital grants received		13,807	26,029
<hr/>			
Net cash inflow from financing		13,807	26,029
<hr/>			
Net cash outflow after financing		(1,249)	(4,389)
<hr/>			
Decrease in cash and cash equivalents	21	(1,249)	(4,389)
<hr/>			

CONSOLIDATED STATEMENT OF HISTORIC COST SURPLUSES AND DEFICITS
Year Ended 30 September 2012

There are no material differences between the historical cost profit and the reported profit in 2011 or 2012.

CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES
Year Ended 30 September 2012

		2012	2011
		€'000	€'000
Surplus on continuing operations after depreciation of assets at valuation, disposal of assets and tax		10,388	6,820
Actuarial (loss)/gain in respect of pension schemes	19	(52,805)	21,875
Movement on pension receivable	19	52,805	(21,875)
		<hr/>	<hr/>
Total recognised gains and losses relating to the year		10,388	6,820
		<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS

1 State grants	2012	2011
	€'000	€'000
State grants allocated for recurrent purposes	53,855	54,752
<p>The above grant income was received predominantly from the Higher Education Authority {€52.035m (2011: €54.002m)} and the Department of Health and Children.</p>		
1a. Deferred Income	2012	2011
	€'000	€'000
<i>State grant receivable in respect of current year</i>	54,011	54,756
<i>State grant deferred from prior accounting year</i>	14,077	14,073
<i>State grant deferred to subsequent accounting years</i>	(14,233)	(14,077)
	<hr/>	<hr/>
<i>State grant per financial statements</i>	53,855	54,752
<p><i>State funding is allocated on a calendar year basis. The university financial year is based on the academic year from October to September. In accordance with the university's accounting policies recurrent grants have been recognised on an accruals basis. In any accounting year, therefore an element of funding will be deferred to subsequent accounting periods in order to match the funding to the related expenditure.</i></p>		
2 Academic fees	2012	2011
	€'000	€'000
Academic fee income	95,763	92,170
Miscellaneous fee income	54	271
	<hr/>	<hr/>
Total fees paid by or on behalf of individual students	95,817	92,441
<p>Academic fee income totalling €39.354m was received from the HEA (2011: €41.794m).</p>		
3 Research grants and contracts	2012	2011
	€'000	€'000
State and semi-state	47,561	45,784
European Union	6,526	5,979
Industry	6,015	3,910
Other	1,093	5,791
	<hr/>	<hr/>
	61,195	61,464
4 Other income	2012	2011
	€'000	€'000
Other rental and licence income	1,160	2,312
Funded post income	1,883	1,382
Catering	361	1,097
Student accommodation	4,579	3,622
Other income	3,955	4,320
	<hr/>	<hr/>
	11,938	12,733
5 Interest income	2012	2011
	€'000	€'000
Interest income on bank deposits	2,376	2,245
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS

6 Staff costs

The average weekly number of persons (including senior post-holders) employed by the University during the period, expressed as full-time equivalents was:

	2012	2011
	Number	Number
Teaching and research	1,254	1,190
Technical	109	113
Central administration and services	737	810
Other	16	32
	2,116	2,145
	2012	2011
	€'000	€'000
Salaries and wages	115,718	119,223
Social welfare costs	9,428	9,158
Other pension costs (note 19)	11,936	13,579
	137,082	141,960

7 Other operating expenses

	2012	2011
	€'000	€'000
Prizes, scholarships and fellowships	3,478	2,600
Repairs and maintenance (including information technology)	9,933	11,582
Travel, subsistence and relocation costs	3,284	3,443
Non-pay recurrent costs for research projects	20,972	19,866
Consumables (laboratories, etc)	1,190	1,279
Books, periodicals and journals	1,947	1,989
Professional, audit and legal (incl. consultancy and recruitment)	7,028	7,110
Printing and stationery	1,889	1,832
Light and heat	3,436	3,627
Rent and rates	1,200	1,224
Cleaning and waste disposal	1,847	1,776
Insurance	692	698
Marketing and promotion	1,119	858
Depreciation	14,071	13,684
Other	12,259	10,723
Non-pay costs for subsidiaries	1,938	2,292
Bank fees and charges	171	134
Bank interest	8	42
	86,462	84,759

NOTES TO THE FINANCIAL STATEMENTS

	2012	2011
	€'000	€'000
7 Other operating expenses – continued		
Other operating expenses include:		
Auditors' remuneration:		
- External audit	88	83
- Internal audit	318	324

8 Taxation

The majority of the University's activities are not liable to corporation taxation. The corporation taxation charge in the period in respect of trading activities administered through subsidiary companies amounted to €28,000 (2011: €136,000).

Deferred taxation in the period amounted to €nil (2011: €nil).

	2012	2011
	€'000	€'000
9 Surplus after taxation on continuing operations for the year		
The surplus after tax on continuing operations for the year is made up as follows:		
University's surplus for the year	10,325	5,954
Surplus generated by subsidiary and associate undertakings	63	866
	<hr/>	<hr/>
Total	10,388	6,820
	<hr/>	<hr/>

NOTES TO THE FINANCIAL STATEMENTS

10. Tangible fixed assets	Land and buildings €000s	Equipment €000s	Assets in course of construction €000s	Total €000s
GROUP				
Cost				
At 1 October 2011	294,488	120,687	18,584	433,759
Additions	5,066	8,313	13,527	26,906
Transfer from assets in course of construction	405	-	(405)	-
Disposals	-	(13)	-	(13)
At 30 September 2012	299,959	128,987	31,706	460,652
Depreciation				
At 1 October 2011	56,944	103,535	-	160,479
Charge for year	6,442	7,629	-	14,071
Disposals	-	(13)	-	(13)
At 30 September 2012	63,386	111,151	-	174,537
Net book value				
At 30 September 2012	236,573	17,836	31,706	286,115
At 30 September 2011	237,544	17,152	18,584	273,280

Land and buildings include €1.261m (historical cost) (2011: €1.261m) in respect of freehold land that is not depreciated.

NOTES TO THE FINANCIAL STATEMENTS

10 Tangible fixed assets – continued

	Land and buildings	Equipment	Assets in course of construction	Total
	€'000	€'000	€'000	€'000
UNIVERSITY				
Cost				
At 1 October 2011	294,488	118,594	18,584	431,666
Additions	5,066	8,313	13,527	26,906
Transfer from assets in course of construction	405	-	(405)	-
Disposals	-	(13)	-	(13)
At 30 September 2012	299,959	126,894	31,706	458,559
Depreciation				
At 1 October 2011	56,944	102,046	-	158,990
Charge for year	6,442	7,362	-	13,804
Disposals	-	(13)	-	(13)
At 30 September 2012	63,386	109,395	-	172,781
Net book value				
At 30 September 2012	236,573	17,499	31,706	285,778
At 30 September 2011	237,544	16,548	18,584	272,676

Land and buildings include €1.261 m (historical cost) (2011: €1.261m) in respect of freehold land that is not depreciated.

NOTES TO THE FINANCIAL STATEMENTS

11 Financial assets

Investments at the year end were held as follows:

	Consolidated		University	
	2012 €'000	2011 €'000	2012 €'000	2011 €'000
University – other investments	27,663	38,358	27,663	38,358

Other investments principally consist of portfolios of shares and other assets managed by third-party investment managers.

The University held an interest in the following subsidiary and associate undertakings:

Subsidiary undertakings	Principal activity	Interest %
Galway University Press Ltd.	Press	100%
Tionól Teo.	Conferences	100%
UCG Research Applications Ltd.	Holding company	100%
Maoin Champais Teo.	Leasing	100%
Endenline Limited	Educational infrastructure development	100%
Atalia Student Residences Limited	Operation of student residences	100%
Athrutech Limited *	IP rights	100%
College Campus Radio Ltd.	Radio programming	100%
CCG. Aonad Slainte do Mhicleinn Teo.	University health unit	100%
Samaurium Limited	Holds equipment assets	100%
Lintary Limited	Digital archiving	100%
Associated undertakings		
Bimini Ltd.	IP rights	28%

The registered office and place of work for each of the subsidiary and associated undertakings is NUI, Galway. These investments were carried at €nil (2011: €nil).

* The University holds 100% of the ordinary shares in Athrutech Limited. Certain of its other share classes are held by other parties .

12 Stocks Stocks principally consist of books and consumables.

	2012 €'000	2011 €'000
University	90	80
Subsidiaries	7	-
	<u>97</u>	<u>80</u>

There is no material difference between the balance sheet amount of stocks and its replacement cost.

13 Debtors

	Consolidated		University	
	2012 €'000	2011 €'000	2012 €'000	2011 €'000
Research balances	35,056	35,502	35,056	35,502
Prepayment for academic books and journals	456	400	456	400
Other debtors	1,718	2,084	1,310	1,454
Pension scheme balances	15,535	8,149	15,535	8,149
Accounts receivable	1,508	2,785	1,508	2,785
NUI levy prepaid	205	200	205	200
Staff housing loans	52	84	52	84
Intercompany balances	-	-	502	1,520
	<u>54,530</u>	<u>49,204</u>	<u>54,624</u>	<u>50,094</u>

NOTES TO THE FINANCIAL STATEMENTS

14 Creditors: Amounts falling due within one year	Consolidated		University	
	2012 €'000	2011 €'000	2012 €'000	2011 €'000
Trade creditors and accruals	34,343	34,007	29,391	29,092
Pension accruals (schemes/NPRF)	19,882	25,831	19,882	25,831
Research grants and contracts in advance	32,026	39,133	32,026	39,133
Retention monies	1,006	822	1,006	822
Fees received in advance	14,282	11,269	14,282	11,269
Intercompany balances	-	-	165	351
State grants received in advance	11,136	10,473	11,136	10,473
	<u>112,675</u>	<u>121,535</u>	<u>107,888</u>	<u>116,971</u>

15 Deferred capital grants	HEA	Other grants/ benefactors	Total
Consolidated and University	€'000	€'000	€'000
At 1 October 2011			
Buildings	111,282	54,424	165,706
Equipment	4,207	5,198	9,405
Total	<u>115,489</u>	<u>59,622</u>	<u>175,111</u>
Cash received			
Buildings	10,289	2,481	12,770
Equipment	95	942	1,037
Total	<u>10,384</u>	<u>3,423</u>	<u>13,807</u>
Released to income and expenditure			
Buildings	(3,540)	(1,429)	(4,969)
Equipment	(1,841)	(1,969)	(3,810)
Total	<u>(5,381)</u>	<u>(3,398)</u>	<u>(8,779)</u>
At 30 September 2012			
Buildings	118,031	55,476	173,507
Equipment	2,461	4,171	6,632
Total	<u>120,492</u>	<u>59,647</u>	<u>180,139</u>

NOTES TO THE FINANCIAL STATEMENTS

16 Reconciliation of movement of reserves	Consolidated	Consolidated	University	University
	2012	2011	2012	2011
	€000s	€000s	€000s	€000s
Opening reserves at 1 October	147,846	141,368	146,940	140,986
Total recognised gains and losses relating to the year	10,388	6,820	10,325	5,954
Dividends paid	(322)	(342)	-	-
Closing reserves at 30 September	157,912	147,846	157,265	146,940

17 Capital commitments	Consolidated		University	
	2012	2011	2012	2011
	€'000	€'000	€'000	€'000
Contracted for but not provided	56,303	68,920	56,303	68,920
Authorised but not contracted out	54,856	56,537	54,856	56,537

NOTES TO THE FINANCIAL STATEMENTS

18 Related parties

Maoin Champais Teo is a wholly-owned subsidiary company that provides property under lease terms for the provision of education to students. NUIG continues to support the working capital requirements of the company and as at 30 September 2012 was owed €47,357 (2011: €23,195).

Endenline Limited is a wholly-owned subsidiary company and its principal activity is the construction of University properties. NUIG has made payments in respect of development work done as well as purchasing properties from it and as at 30 September 2012 owed the subsidiary €77,200 (2011: €261,948).

Tionól Teo is a wholly-owned subsidiary company and its principal function is to operate the University conferencing activities. The University has loaned €62,775 to it, which is fully provided for. There has been no change to this loan balance as at 30 September 2012 and 2011.

UCG Research Applications Limited is a wholly-owned subsidiary company incorporated as a holding entity for the University's investments in, predominantly, intellectual property (IP) companies in which it has some active involvement. The University owed €87,629 to the company as at 30 September 2012 (2011: €88,633).

Galway University Press Limited is a wholly-owned subsidiary company incorporated to assist academic staff of the University in printing and publishing their work. The University continues to support the working capital requirements of the company and as at 30 September 2012 was owed €14,296 (2011: €13,292).

Atalia Student Residences Limited is a wholly-owned subsidiary company incorporated to operate the student residences of Galway Student Residences and Corrib Village on behalf of the University. The University continues to support the working capital requirements of the company and as at 30 September 2012 was owed €15 (2011: €15).

Athrutech Limited is a wholly-owned subsidiary company incorporated to operate as a patent holding company. Its objectives are to license/sell its technologies, IP and patent portfolio to industry and other third parties. The University supports the working capital requirements of the company and as at 30 September 2012 was owed €438,394 (2011: €1,520,395).

CCG Aonad Sláinte do MhicLéinn Teoranta is a company limited by guarantee and not having a share capital. Its principal activity is the operation of the health centre in NUIG. The University as at 30 September 2012 owed €6,119 to the company (2011: €47,327).

College Campus Radio Limited is a wholly-owned subsidiary company incorporated to meet, primarily, the radio entertainment needs of third-level students in the Galway City area. The University as at 30 September 2012 owed €91,485 to the company (2011: €86,897).

Bimini Limited is an associate company of the University. The University has a 28% holding. The company holds a patent. It accounts for the income and related expenses of this patent through the company. The University as at 30 September 2012 owed €2,711 to the company (2011: €528).

Samaurium Limited is a wholly-owned subsidiary company and it holds buildings and equipment assets that are being used by the University. The University was owed €13,125,365 as at 30 September 2012 (2011: €13,439,683).

Lintary Limited is a wholly-owned subsidiary company incorporated (in July 2012) to operate an archive digitisation service. There were no intercompany balances as at 30 September 2012.

NOTES TO THE FINANCIAL STATEMENTS

19 Retirement benefits

The University operates defined benefit pension schemes.

Funded assets of the Joint Pension Scheme (JPS) had been managed for many years by Bank of Ireland Asset Management.

On foot of an EU Directive, the Protection of Employee Acts 2001 and 2003 extended pension benefits to part-time and fixed term workers. This resulted in significant increased membership of the JPS and significantly increased employer liabilities for provision of pension benefits. The University immediately entered into negotiations with the University Sector and relevant Government Departments in relation to the funding of these statutory liabilities.

Following these negotiations, the Higher Education Authority wrote to the University conveying its consent for the operation of the Model Pension Scheme (MPS) on an administrative basis in accordance with the terms of the model schemes for non-commercial State Bodies. The scheme provides both pension benefits at retirement and post-retirement pension increases to relevant staff appointed from 1 January 2005 on a pay as you go (PAYG) basis.

Further discussions over a number of years between the University sector, the HEA and Government Departments in relation to a long term provision for pension arrangements in the sector concluded in 2009 with significant legislative changes being introduced in the form of the Financial Measures (Miscellaneous Provisions) Act 2009. This Act came into force on 26 June 2009. It makes legal provision for (a) the State to underwrite the net pension liabilities of the JPS and (b) the transfer of the scheme's assets to the State (National Pension Reserve Fund).

Under this Act, a Transfer Order for the JPS was executed on 31 March 2010, and as provided for in the enabling legislation:

- the pension assets were transferred to the National Pension Reserve Fund
- JPS became National University of Ireland, Galway (Closed) Pension Scheme 2010
- the University and each member continues to contribute at the same rate as previously
- the obligation to pay benefits in accordance with the pension scheme rules remains an obligation of the University in relation to the scheme
- if the aggregate of the members and employer's contributions paid or withheld are insufficient to meet the University's obligations to pay these benefits in accordance with the scheme, the Minister for Finance shall make good the deficiency by payments to the University from funds provided by the Oireachtas for this purpose.

Accordingly the University believes that it is appropriate to recognise a pension receivable asset in respect of this scheme.

NOTES TO THE FINANCIAL STATEMENTS

19 Retirement benefits (continued)

Although the legislation relates specifically to the JPS the University believes that the discussions between the University sector, HEA and Government Departments represent assurances that the State will meet all future pension liabilities of all defined benefit schemes (including supplementation) on a “Pay As You Go” basis for all categories of staff. Accordingly the University has recognised a matching pension receivable in the balance sheet at an amount equivalent to the full pension liability for all defined benefit schemes for each reported period.

The following disclosures comply with those required under FRS17: Retirement Benefits. FRS17 stipulates the methodology for deriving assumptions to be used in calculating the University’s pension liabilities and requires disclosure of the University’s full pension liability including the liability for post-retirement pension increases payable to pensioners.

The last full actuarial valuation was at 30 September 2005. The valuation of the pension liabilities for the purposes of FRS17 disclosures has been based on actuarial data as at 30 September 2012. The valuation assumptions have been amended to take account of the requirements of FRS17.

The following tables elaborate further on the basis/calculation of the pension liability.

	At year- end 30 September 2012 (€000s)	At year-end 30 September 2011 (as restated) (€000s)
<i>Change in benefit obligation</i>		
Opening value of schemes liabilities	677,640	660,249
Service cost	23,859	24,308
Interest cost on schemes' liabilities	32,059	29,271
Member contributions	4,547	4,765
Actuarial losses/(gains)	52,805	(21,875)
Benefits paid	(19,477)	(19,078)
Gross University pension liability at end of year	771,433	677,640
Pension receivable from State	771,433	677,640
Total asset value at end of year	771,433	677,640
Net pension deficit at year end	-	-

Investments of €4.3m (2011: €15.8m) that have been set aside to fund payments in respect of the model pension scheme are recorded within financial assets on the balance sheet (note 11).

NOTES TO THE FINANCIAL STATEMENTS

19 Retirement benefits (continued)

	At year-end 30 September 2012 (€000s)	At year-end 30 September 2011 (as restated) (€000s)
<i>Change in pension receivable from State</i>		
Opening receivable	677,640	660,249
Movement included in STGRL	52,805	(21,875)
State-funded interest expense	32,059	29,271
Movement relating to staff costs	11,923	10,729
Member contributions	4,547	4,765
Benefits paid	(19,477)	(19,078)
Employer contributions	11,936	13,579
Closing pension receivable	771,433	677,640
<i>Amounts recognised in balance sheet</i>		
Net pension liability	771,433	677,640
Pension receivable and net deficit	(771,433)	(677,640)
Net pension deficit	-	-
<i>Components of pension income (FRS17)</i>		
<i>Net deferred Government funding (to cover)</i>		
Staff costs	11,923	10,729
Interest expense	32,059	29,271
Amount recognised in I&E account	43,982	40,000
<i>Components of pension expense</i>		
<i>Staff costs</i>		
Employer contributions	11,936	13,579
Impact of accounting standard for defined-benefit pensions	11,923	10,729
Current service costs	23,859	24,308
<i>Interest expense</i>		
Interest cost on schemes' liabilities	32,059	29,271
<i>Statement of total recognised gains and losses</i>		
Experience gains arising on scheme liabilities	(35,723)	(14,805)
Change in assumptions underlying the present value of pension scheme liabilities	88,528	(7,070)
Movement in pension receivable	(52,805)	21,875
Total pension cost recognised in STRGL	-	-

NOTES TO THE FINANCIAL STATEMENTS

19 Retirement benefits (continued)

At year-end 30 September 2012 (€000s)	At year-end 30 September 2011 (€000s)
---	---

Weighted average assumptions used to determine benefit obligations

Discount rate	4.10%	4.70%
General salary increases	3.25%	3.25%
Pension supplementation	2.50%	2.50%
Inflation (CPI)	2.00%	2.00%
Revaluation in deferment	1.75%	1.75%

Weighted average life expectancy for mortality tables used to determine benefit obligations at:

Male member age 65 (current life expectancy)	22.7	22.5
Female member age 65 (current life expectancy)	24.4	24.2

History of defined benefit obligations, assets and experience gains and losses

Financial year ending 30 September	2012 €000s	2011 €000s	2010 €000s	2009 €000s	2008 €000s
Defined benefit obligation	771,433	677,640	660,249	472,606	464,686
Pension receivable from State	771,433	677,640	660,249	256,723	252,371
Deficit	-	-	-	-	-
Experience (gains)/losses on plan liabilities	(35,723)	(14,805)	(36,349)	11,894	22,733
% of plan liabilities	(4.63%)	(2.18%)	(5.51%)	2.52%	4.89%
Experience adjustment on assets	N/A	N/A	N/A	10,800	88,620
% of closing assets	N/A	N/A	N/A	5.00%	41.74%

NOTES TO THE FINANCIAL STATEMENTS

20 Reconciliation of consolidated operating surplus to net cash outflow from operating activities

	2012	2011
	€'000	€'000
Surplus on continuing operations before tax and after depreciation of assets	10,416	6,956
Net interest received	(2,376)	(2,245)
(Profit)/loss on disposal of tangible fixed assets	(2)	12
Depreciation	14,071	13,684
(Increase)/decrease in debtors	(5,326)	6,595
Increase in stock	(17)	(3)
Decrease in creditors	(8,860)	(34,455)
Deferred capital grants released to income	(8,779)	(10,040)
Net cash outflow from operating activities	(873)	(19,496)

21 Analysis of changes in cash and cash equivalents

	2012	2011
	€'000	€'000
Balance at 1 October	83,570	87,959
Net cash outflow in year	(1,249)	(4,389)
Balance at 30 September	82,321	83,570

22 Contingent liabilities

The University is involved in a number of legal actions arising in the ordinary course of business. No material adverse impact in the financial position of the University is expected to arise from the ultimate resolution of these actions.

23 Comparative figures

Where necessary, the comparative figures have been reorganised and restated on the same basis as current-year figures.

Attention is drawn in 2012 to the disclosure of FRS17 movements relating to interest/current service costs as well as related net deferred Government funding for pensions on the face of the Income and Expenditure (on a gross basis) rather than through the related notes (on a net basis). The relevant figures for 2011 have been restated accordingly.

24 Approval of financial statements

Údarás na hOllscoile approved these consolidated financial statements on 30 April 2013.

RECONCILIATION OF HEA SURPLUS TO GAAP SURPLUS

	2012	2011
	€'000	€'000
Surplus as per HEA financial statements	691	236
Capital grant amortisation (including subsidiaries)	8,779	10,040
Pension costs adjustment	-	(2,258)
Reversal of capital project funding from I&E account	5,125	8,496
Adjustment to income from research activity	1,949	(52)
Income from subsidiaries (excluding capital grant amortisation)	3,741	5,191
Refurbishment capitalised	100	35
Capital expenditure aligned	6,267	3,911
Accrued sundry expenditure for post-year end entries	95	1,168
Expenditure from subsidiaries (excluding depreciation)	(3,383)	(3,700)
Net internal balances reversal	1,123	(1,456)
Depreciation (including subsidiaries' depreciation)	(14,071)	(13,684)
Insurance proceeds	-	(950)
Intercompany provision reversal	-	(21)
	<hr/>	<hr/>
Surplus as per consolidated GAAP financial statements	10,416	6,956
	<hr/>	<hr/>

The above reconciliation is additional information not forming part of the consolidated financial statements.

National University of Ireland, Galway
Ollscoil na hÉireann, Gaillimh

CUNTAIS UAO

na bliana dar chríoch 30 Meán Fómhair, 2012

HEA Financial Statements

for year ended 30 September, 2012

HEA FINANCIAL STATEMENTS

Tá gnéithe den chaiteachas Caipitiúil agus Reatha araon arna dtuairisciú sna Ráitis Airgeadais seo maoinithe faoi cheann amháin nó níos mó de na cláir seo a leanas arna riaradh ag an UAO.

Elements of both Capital and Recurrent expenditure reported in these Financial Statements, have been funded under one or more of the following programmes administered by the HEA



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Ráiteas Dualgas

Ceanglaítear ar an Ollscoil Acht na nOllscoileanna 1997 a chomhlíonadh agus na cuntais go léir is cuí agus is gnách ar airgead a gheobhaidh an Ollscoil nó a chaithfidh sí a choimeád san fhoirm a cheanglóidh an comhaontú um Chomhchuibhiú Cuntas Airgeadais arna ghlacadh ag gach Ollscoil Éireannach. Nuair a bheidh na cuntais sin á n-ullmhú aici, ceanglófar na nithe seo a leanas ar an Ollscoil:

:

- Beartais chuntasaíochta chuí a roghnú a bheidh de réir an chomhaontaithe maidir le Comhchuibhriú Cuntas Airgeadais agus iad a chur i bhfeidhm go leanúnach;
- Breithiúnais agus meastacháin a dhéanamh atá réasúnach agus ciallmhar;
- Na ráitis airgeadais a ullmhú ar bhonn gnóthais leantaigh ach amháin mura cuí an bonn sin.

Tá an Ollscoil freagrach as leabhair chuntais chuí a choimeád a nochtann ag am ar bith staid airgeadais na hOllscoile agus a chumasaíonn di a chinntiú go n-ullmhaítear a ráitis airgeadais de réir an chomhaontaithe um Chomhchuibhiú Cuntas Airgeadais agus a chinntiú go bhfuil a ráitis airgeadais ag comhlíonadh Acht na nOllscoileanna, 1997. Tá an Ollscoil freagrach freisin as sócmhainní ar fad na hOllscoile faoina rialú oibríochtúil a chosaint agus dá bhrí sin as céimeanna réasúnta a ghlacadh chun calaois and neamhrialtachtaí eile a chosc agus a bhrath.

Ullmhófar sraith eile ráitis airgeadais le comhlíonadh agus beidh siad de réir prionsabail chuntasaíochta a nglactar leo go coitianta in Éirinn agus sa Ríocht Aontaithe cé go n-ullmhaítear na ráitis airgeadais seo don Údarás um Ard-Oideachas de réir an chomhaontaithe maidir le Comhchuibhriú Cuntas Airgeadais.

Ullmhaíodh na ráitis airgeadais de réir théarmaí an ráitis airgeadais roimhe seo agus rinne KPMG, iniúchóirí bainistíochta na hOllscoile, iniúchadh orthu.

Ba chóir a thabhairt faoi deara gurb é an tArd-Reachtair Cuntas agus Ciste iniúchóir reachtúil na hOllscoile.

Ar son Údarás na hOllscoile

HEA FINANCIAL STATEMENTS

Tuarascáil an Sparánaí**Réamhrá**

Ullmhaíodh na ráitis airgeadais seo i bhformáid HEA faoi réir Choinbhinsiún an Chostais Stairiúil agus faoi réir na mbeartas cuntasáíochta a leagtar amach sna nótaí ar leathanaigh 41 go 43. Aontaíodh na beartais ag leibhéal earnáil na hOllscoile i 1998 agus léiríonn siad príomhghníomhaíochtaí oideolaíochta agus taighde na hOllscoile. Cé go bhfuil sé úsáideach do chuspóirí bainistíochta, tá grúpa cuntasóirí idir-ollscoile i mbun athbhreithniú a dhéanamh faoi láthair ar na Ráitis Airgeadais a chur ar fáil san fhoráid áirithe seo agus cuirfidh siad a moladh ar fáil sa Bhliain Nua - Earrach 2013.

Torthaí

Is toradh le moladh é an barrachas taifeadta ar leathanach 44 ag €691k i ré dheacair gheilleagrach agus léiríonn sé straitéis na hOllscoile éifeachtúlacht agus luach ar airgead a chur i bhfeidhm ar aon dul le beartais an Rialtais. Cuirtear an barrachas le cúlchistí ioncaim carnacha ar ionann iad agus €8M an 30 Meán Fómhair agus cuireann siad cosaint ar leith ar fáil in aghaidh tuilleadh déine agus gearradh siar an Rialtais in 2013 agus ina dhiaidh sin.

Tá an toradh dearfach seo ann mar gheall ar roinnt rudaí go háirithe smacht géar ar chaiteachas athfhillteach agus moill leanúnach ar earcú i bpoist nach bhfuil líonta ach atá clúdaithe sa bhuiséad agus atá faofa le líonadh. Níl aon smacht ag an Ollscoil ar an moill seo agus is údar inní í mar gheall ar an tionchar diúltach atá aici ar chlár acadúla agus ar obair thaighde a bhí ag súil le tairbhe a bhaint as daoine nua ag teacht isteach. Is údar inní é freisin nuair a líonfar na poist ar deireadh, agus cé go bhfuil siad clúdaithe sa bhuiséad, go bhféadfaí costais athfhillteacha a mhéadú chuig leibhéal a sháraíonn ioncam athfhillteach.

Forbairt dhearfach eile i mbliana is ea an laghdú ar fhoráil na bliana reatha d'fhiacha táillí amhrasacha atá fós i bhfad ró-ard ag €1m (2011 €1.5m). Tá an Oifig Airgeadais ag obair go leanúnach chun táillí nach bhfuil íoctha a bhailiú agus ar thionscadal chun na córais a bhaineann le Buiséadú Táillí, Billeáil, Bailiú agus Tuairisciú a uasghrádú.

Clár Comhardaithe

Léiríonn an clár comhardaithe staid airgeadais atá sláintiúil agus Sócmhainní Seasta taifeadta ag an gcostas stairiúil (gan athluacháil san áireamh) €441m, Sócmhainní Airgeadais ag €23m agus glansócmhainní reatha ag €2m.

Sa €2m glansócmhainní reatha a dtagraítear dó áirítear iarmhéideanna bainc leachtacha €77m a léiríonn an tsamhail mhaoinithe faoina bhfeidhmíonn an Ollscoil le roinnt mhaith dá hioncam (táillí, deontais agus maoiniú taighde) túslódaithe. Mar atá luaite thuas, tá €8m den €77m áirithe mar Chúlchistí Ioncaim.

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Tuarascáil an Spáranaí *ar lean***Cuntasaíocht do Phinsin**

Mar a léirítear i nóta beartais cuntasaíochta M, feidhmíonn an Ollscoil dhá scéim le sochar sainithe ar a dtugtar JPS (Comhscéim Pinsean) agus an Scéim Eiseamláireach faoi seach. I ndiaidh sócmhainní JPS a aistriú chuig an Stát i mí an Mhárta 2010, tá cuntas ar ioncam/caiteachas sreafa airgid an dá scéim mínithe trí chuntas rialaithe ina bhfuil sonraí an chuntais sin nochta i nóta ar leith leis na cuntais.

Níl aon teilgean ar chostais pinsin don todhchaí ná sócmhainní/dliteanais lena mbaineann mar go n-oibríonn an scéim ar bhonn ‘foctar mar a úsáidtear’. Áirítear glanstaid sreafa airgid thirim na scéimeanna le chéile ag deireadh na bliana mar shócmhainn nó mar dhliteanas reatha mar is cuí, dlite ón/chuig an Stát.

Treo Straitéiseach

Leanann an Ollscoil ar aghaidh ag díriú ar líon na mac léinn a choinneáil agus ar champas nua-aimseartha a fhorbairt chun teacht lena mianta a bheith ar bharr na ranguithe Ollscoile. Tá clár uaimhianach forbartha caipitil aici a mheastar a mbeidh sreabhadh airgid €125m ag teastáil uaidh sna ceithre go cúig bliana amach romhainn. Cé go bhfuil go leor den mhaoiniú sin socraithe cheana, is cinnte go mbeidh obair mhór ag baint leis na bearnaí sa mhaoiniú sin a líonadh.

Mar fhocal scoir, is mian liom mo bhuíochas a chur in iúl do mo chomhghleacaithe a bhfuil baint acu leis an bhfeidhm airgeadais, leis an bhfoireann bainistíochta, agus le comhaltaí foirne acadúla, taighde agus riaracháin/tacaíochta gaolmhara, as a gcuid oibre agus tacaíochta sa tréimhse dhúshlánach seo.

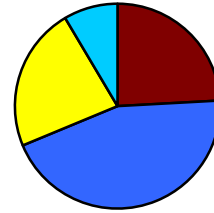
*Mary C. Dooley, FCA, MBA,
Spáranaí*

30 Aibreán, 2013

HEA FINANCIAL STATEMENTS

Ioncam Reatha 2011-2012

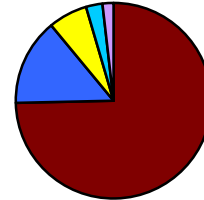
• Deontais Stáit	€53.4 m	24%
• Táillí na Macléinn	€98.7 m	45%
• Deontais Taighde	€50.2 m	23%
• Ioncaim Eile	€18.8 m	9%



Tá ioncam iomlán na bliana .6% níos mó ná an t-ioncam a tuairiscíodh anuraidh. Léiríonn sé sin méadú ar tháillí mac léinn agus laghdú ar Dheontais Stáit. Léiríonn ioncam ó Thionscadail agus deontais taighde laghdú de 4% i rith na bliana.

Caiteachas Reatha 2011-2012

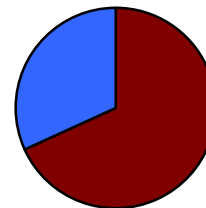
• Acadúla	€166.3 m	75%
• Foirgnimh	€27.1 m	11%
• Riarachán	€15.9 m	7%
• Seirbhísí Macléinn	€7.3 m	3%
• Eile	€3.8 m	1%



Tháinig méadú beag de .4 % ar an gcaiteachas.

Caiteachas Caipitil 2011-2012

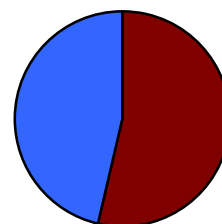
• Foirgnimh	€17.8 m	68%
• Trealamh	€8.3 m	32%



Léiríonn na cuntais a ndearnadh iniúchadh orthu caiteachas caipitil de €26.1 m i rith na bliana, a mhiondealaítear ina €17.8 ar fhoirgnimh agus agus €8.3m ar threalamh.

Deontais Caipitil 2011-2012

• ÚAO	€10.3 m	54%
• Neamhspléach	€8.9 m	46%



€19.2 m a cuireadh chun sochair le linn na bliana agus miondealaítear thuas foinsí na suime sin.

HEA FINANCIAL STATEMENTS

Tuarascáil ó na hIniúcháirí Neamhspléacha Chuig Baill Údarás na hOllscoile, Ollscoil na hÉireann, Gaillimh

Tá iniúchadh déanta againn ar Ráitis Chistiúcháin Ollscoil na hÉireann, Gaillimh (“an Ollscoil”) don bhliain dar críoch an 30 Meán Fómhair 2012 atá comhdhéanta den Ráiteas um Bheartais Chuntasafóchta, den Chuntas Ioncam agus Caiteachas, den Chlár Comhardaithe, den Ráiteas faoi Shreabhadh Airgid agus na nótaí gaolmhara. Ullmhaíodh na Ráitis Chistiúcháin seo faoina beartais chuntasafóchta atá ann.

Tá an tuarascáil seo ullmhaithe d’Údarás na hOllscoile amháin mar chomhlacht de réir reacht na hOllscoile. Chuathas i mbun ár gcuid oibre iniúchta ionas go bhféadfaimis na nithe ar ghá dúinn a lua le baill Údarás na hOllscoile i dtuarascáil iniúcháirí a lua agus ní chun críche ar bith eile. Chomh fada agus atá ceadaithe sa dlí, ní ghlacaimid agus ní ghabhaimid freagracht orainn féin maidir le haon duine seachas Údarás na hOllscoile as ár n-obair iniúchta, as an tuarascáil seo ná as na tuairimí atá curtha ar aghaidh againn.

Freagrachtaí na hOllcoile agus Freagrachtaí na nIniúcháirí

Tá an Ollscoil, faoi mar a leagtar amach ar leathanach 36, freagrach as na Ráitis Chistiúcháin a chur le chéile. Bunaíodh ár bhfreagrachtaí iniúchadh ar reacht na hOllscoile, Bord na gCleachtas Iniúcháireachta agus treoir eiticéil gairmiúla.

Is é ár bhfreagracht iniúchadh a dhéanamh ar na Ráitis Chistiúcháin de réir cheanglais dlí agus rialacháin chuí agus de réir na gCaighdeán Idirnáisiúnta ar Iniúchadh (Ríocht Aontaithe agus Éire).

Tuairiscimid duit an tuairim atá againn cibé ar ullmhaíodh na Ráitis Chistiúcháin go cuí agus de réir an Chomhaontaithe um Chonhchuibhriú Cuntas Ollscoileanna- comhaontú a nglacann gach Ollscoil in Éirinn leis agus cibé an dtugann na ráitis chistiúcháin léargas fíor agus cothrom nuair a léadh iad cónasc lena polasaithe cuntasafóchta atá leagtha amach ar leathanach 41 go dtí 43. Luaimid cibé an bhfuil an fhaisnéis agus na míniúcháin uile is gá chun críche na hiniúcháireachta faighte againn agus cibé an dtugann na Ráitis Chistiúcháin leis na leabhair chuntais.

Tuairiscimid freisin cibé ar choinnigh an Ollscoil leabhair chuntais chuí dar linn.

Bunús na Tuairime

Rinneamar an t-iniúchadh ar na Ráitis Chistiúcháin don bhliain dar críoch 30 Meán Fómhair 2012 de réir na gCaighdeán Idirnáisiúnta ar Iniúchadh (Ríocht Aontaithe agus Éire) a d’eisigh Bord na gCleachtas Iniúcháireachta. Mar chuid den iniúchadh déantar scrúdú, ar bhonn tástála, ar fhianaise a bhaineann leis na suimeanna agus ar an fhaisnéisiú a bhíonn sna Ráitis Chistiúcháin. Áirítear ann, freisin, measúnú ar mheastacháin shuntasacha agus ar bhreithiúnais a rinne an Ollscoil agus na Ráitis Chistiúcháin á n-ullmhú agus cibé an oireann na beartais chuntasafóchta do chúinsí na hOllscoile, cibé an gcuitear i bhfeidhm go leanúnach iad agus cibé an ndéantar faisnéisiú orthu mar is cuí.

Phleanálar agus rinneamar ár n-iniúchadh chun gach faisnéis agus míniúcháin a bhailiú-faisnéis agus míniúcháin a mheastar a bheith riachtanach chun fianaise leordhóthaineach a chur ar fáil dúinn d’fhonn dearbhú réasúnach a thabhairt go bhfuil na Ráitis Chistiúcháin saor ó mhíráiteas ábhartha, bíodh sin de bharr calaoise nó neamhrialtachta nó earráide. Agus sin ag teacht ar thuairim, rinneamar measúnú ar leordhóthanacht chur-i-láthair na faisnéise sna Ráitis Chistiúcháin tríd is tríd.

Tuairim

Is é an tuairim atá againn i leith Ráitis Chistiúcháin na hOllscoile ná gur ullmhaíodh mar is cuí iad de réir an Chomhaontaithe um Chonhchuibhriú Cuntas is déanaí agus go dtugann na Ráitis Chistiúcháin léargas fíor agus cothrom ar staid chúrsaí na hOllscoile amhail 30 Meán Fómhair 2012 agus ar shreabhadh airgid agus breis don bhliain dar críoch amhlaidh, nuair a léadh iad cónasc lena mbeartais chuntasafóchta.

Fuaireamar gach faisnéis agus gach míniú a mheasamar a raibh gá leo chun an t-iniúchadh a dhéanamh. Is é an tuairim atá againn ná gur choimeád an Ollscoil leabhair chuntais chuí. Tá na Ráitis Chistiúcháin ag teacht leis na leabhair chuntais.

David Meagher

Do agus ar son

KPMG

Cuntasóirí Cairte, Gnólacht Iniúchta Reachtúil

Teach Odeon, An Fhaiche Mhór, Gaillimh

30 Aibreán 2013

HEA FINANCIAL STATEMENTS

Ráiteas ar Pholasaithe Cuntasaíochta**A Ráitis Airgeadais**

Tugann na ráitis airgeadais léiriú ar theagasc, taighde agus gníomhaíochtaí seirbhíse atá bainteach leis an Ollscoil. Déantar ráitis airgeadais maidir le Ciste Pinsean na hOllscoile agus gníomhaíochtaí coimhdeacha neamhspléacha airgeadais a chur i láthair astu féin.

B Coinbhinsiún Cuntasaíochta

Ullmhaítear na Ráitis Airgeadais faoin gcoinbhinsiún costais stairiúil, arna mhionathrú chun athluacháil ar thalamh agus ar fhoirgnimh a chur san áireamh. Cuirtear i láthair iad de réir an chomhaontaithe reatha um Chomhchuibhiú Ráiteas Airgeadais arna ghlacadh le haghaidh gach Ollscoile Éireannaí.

Ní chomhlíonann an comhaontas um chomhchuibhiú na ráiteas airgeadais an cleachtas cuntasaíochta a bhfuil glacadh leis (GAAP). Déantar ráitis airgeadais chomhdhlúite a chomhlíonann GAAP a ullmhú ar leithligh.

C Deontais Stáit i gcomhair Caiteachas Reatha

Áirítear deontais reatha ar bhunús fabhrúithe. Tá an Deontas Reatha a úsáidtear i gcomhair sócmhainní docta a cheannach aistrithe go dtí an cúlchiste ginearálta.

D Deontais Stáit i gcomhair Caiteachas Caipitiúil

Áirítear sna ráitis airgeadais na deontais stáit atá ceadaithe ag an ÚAO do chaiteachas caipitiúil den tréimhse de réir an méid airgid a fritheadh.

E Ioncam Táillí

Ó 2012 i leith, tabharfar cuntas ar ioncam táillí (tobhaigh mac léinn a bheidh infhaighte san áireamh) ar bhonn fabhrúithe agus déanfar tuairisc ar an méid comhlán ar an líne d'ioncam táillí sa chuntas ioncaim agus caiteachais. (In 2011, níor cuireadh tobhaigh mac léinn a bhí infhaighte san áireamh san ioncam táillí ach cuireadh iad le meascán d'ioncaim eile agus de thionscadail ábhartha a raibh siad bailithe dóibh).

F Leithdháiltí Ceadaithe

Tá an cuntas ioncam agus caiteachas ullmhaithe ar bhunús fabhrúithe cé is móite de na heisceachtaí seo a leanas:

- (i) Caiteachas neamhphá na ranna acadúla agus ranna seirbhísí éagsúla agus ioncam na ranna seo nuair is ann dó.
- (ii) Trealamh roinne agus mionoibreacha.

Sna cásanna seo, áireofar caiteachas ar bhonn buiséad formheasta agus tabharfar ar aghaidh iarmhéideanna inmheánacha sa Chlár Comhardaithe faoi Shócmhainní Reatha nó faoi Dhliteanais, de réir mar is iomchuí.

HEA FINANCIAL STATEMENTS

Ráiteas ar Pholasaithe Cuntasaíochta, ar lean**G Sócmhainní Dochta agus Dímheas**

Luaitear costas stairiúil le gach sócmhainn seasta seachas Talamh agus Foirgnimh. Rinneadh foirgnimh a bhí críochnaithe faoin 30 Meán Fómhair 1998 a athluacháil go himmheánach, ina gceann agus ina gceann, ag luach reatha athsholáthair an dáta sin lúide an muirear gaolmhar dímhéasa. Léirítear foirgnimh a tógadh i rith na bliana ag a gcostas stairiúil agus toimhdítear go mbeidh saol úsáideach 50 bliain acu. Rinneadh talamh a athluacháil chomh maith ag an luach reatha úsáide amhail an 30 Meán Fómhair 1998.

Tugtar cuntas ar an mbunchostas ar fhoirgnimh atá á dtógáil, bunaithe ar luach theastas na n-ailtirí agus ar chostais dhíreacha eile a thabhófar go deireadh na bliana airgeadais. Ní dhímheastar iad go dtí go n-úsáidtear iad.

Díscríobhtar trealamh a bhfuil costas níos lú ná €10,000 air go dtí an cuntas ioncain agus caiteachais do bhliain a cheannaithe.

Foirgnimh:	50 bliain
Trealamh Ríomhaireachta:	3 bliana
Trealamh Eile	5 bliana
Níl dímhéas i gceist i gcás talún	

Déantar athbhreithniú ar bhearnúchán sócmhainne seasta má léiríonn imeachtaí nó athruithe cúinsí go bhféadfadh sé nach mbeidh méid iasachta na sócmhainne seasta in-aisghabhála.

H Cúlchiste Ginearálta

Léiríonn an Cúlchiste Ginearálta luach an chistiúchán atá iarrtha i gcomhair réamhchúraim caipiteal, tar éis amúchtha i gcomhréir le dímhéas, maraon le fuilleach ar ghníomhaíochta seirbhíse coimhdheacha.

I Deontais Thaighde agus Thionscadail

Taispeántear caiteachas taighde conartha glan ó ranníocaíocht go costais indíreacha. Áirítear ioncam ó dheontais thaighde chonartha sa Chuntas Ioncam agus Caiteachas de réir costas an chaiteachais a bhain leis. Áirítear ranníocaíocht taighde conartha go costais indíreacha na hOllscoile faoi Ioncam Eile. Áirítear sócmhainní dochta maoinithe trí Dheontais Taighde faoi 'Sócmhainní Dochta' sa Chlár Chomhardaithe.

J Airgead Coigríche

Aistrítear ioncam agus caiteachas ainmnithe in airgid coigríche de réir na rátaí malairte atá i réim ar dhátaí na hidirbheartaíochta. Aistrítear sócmhainní agus dlíteanais ainmnithe in airgid coigríche go Euro de réir na rátaí malairte atá i réim ar dháta an Chláir Chomhardaithe. Déileáiltear le haon bhrabúis nó caillteanais a bhíonn ann dá thoradh seo taobh istigh den chuntas ioncam.

K Cánachas

Níl aon soláthairtí déanta do chánachas mar go bhfuil stádas saor ó cháin ag an Ollscoil.

HEA FINANCIAL STATEMENTS

Ráiteas ar Pholasaithe Cuntasaíochta, ar lean**L Seirbhísí Coimhdheacha**

Is seirbhísí coimhdheacha na seirbhísí (nach bhfuil áirithe faoi ghnó comhlachta) a chuirtear ar fáil ar an gcampas ar bhunús costas téarnamh agus atá pleanáilte le briseadh cothrom sa meántéarmach. Airítear ioncam infheistíochta ar an chúlchiste forbartha bonneagar faoin teideal seo freisin. Aistrítear an glanthoradh ar na gníomhaíochtaí seo go dtí an Cuntas Cúlchiste Ginearálta.

M. Pinsin

Feidhmíonn an Ollscoil dhá scéim le sochar sainithe ar a dtugtar ‘Scéim Mhaoinithe’ JPS agus an ‘Scéim Eiseamlárach’ faoi seach. Déantar bunphinsin scoir na mball a chistiú trí ranníocaíochtaí ag rátaí réamhchinnte de phá inphinsin. Gearrtar arduithe i mbunphinsin scoir ar chuntas Ioncaim agus Caiteachais na hOllscoile. Gearrtar ranníocaíochtaí fostóirí chuig na scéimeanna le sochar sainithe ar chuntas ioncaim agus caiteachais na hOllscoile i ndáil le costais tuarastail agus pá fostaithe. Déantar staid sreafa airgid ghlain an dá scéim le sochar sainithe le chéile a áireamh mar shócmhainn nó mar dhlíteanas mar is cuí agus íoctar na cistí le nó carntha mar airgead dlite ó Stát na hÉireann. Tá cur síos ar shreabhadh airgid an dá scéim sna nótaí a ghabhann leis na cuntais.

Tá áis pinsin PRSA ar fáil freisin do chomhaltaí foirne nach bhfuil incháilithe le clárú ar na scéimeanna le sochar sainithe. Tá an áis riartha ag cuideachta árachais tríú páirtí.

N Stoc

Úsáidtear costas nó an luach readtha glan, pé díobh is lú, agus is earraí inchaite saotharlainne, stáiseanóireacht agus ábhair fhoirgnimh an chuid is mó daoibh.

O Infheistíochtaí

Sonraítear infheistíochtaí ar a gcostas stairiúil lúide forálacha bearnúcháin, más ann dóibh.

HEA FINANCIAL STATEMENTS

Ioncam agus Caiteachas | *Income and Expenditure*

Ioncam Income	Nóta <i>Note</i>	2012 €'000	2011 €'000
Deontais Stáit <i>State Grants</i>	1	53,407	54,405
Táillí na Mac Léinn <i>Student Fees</i>	2	98,735	94,934
Ioncaim Eile <i>Other Income</i>	3	18,887	18,142
		171,029	167,481
Deontais Taighde agus Tionscnaimh <i>Research Grants and Projects</i>	4	50,293	52,413
Iomlán Total		221,322	219,894

Caiteachas | **Expenditure**

Rannóga Acadúla <i>Academic Departments</i>	5	86,762	83,626
Seirbhísí Acadúla <i>Academic Services</i>	6	20,706	21,222
Foirgnimh <i>Premises</i>	7	21,948	23,144
Tograí Foirgníochta agus Trealaimh <i>Building and Equipping Projects</i>	8	5,126	8,495
Riarachán <i>Administration</i>	9	15,988	14,227
Costais Eile Oideachais <i>General Educational Expenditure</i>	10	7,331	6,062
Áiseanna agus Conláistí <i>Facilities and Amenities</i>	11	8,597	7,137
Costais Ilghnéitheacha <i>Miscellaneous Expenditure</i>	12	3,880	3,332
		170,338	167,245
Deontais Taighde agus Tionscnaimh <i>Research Grants and Projects</i>		50,293	52,413
Iomlán Total	13	220,631	219,658

Breis ar ghníomhaíochtaí roimh dhíscríobh Cúlchistí

Deontais Caipitil, Seirbhísí agus Coimhdeacha agus Dímhéas <i>Surplus on activities before amortisation of Capital Reserves and Grants, Ancillary services and Depreciation</i>		691	236
Breis ar Sheirbhísí Coimhdeacha <i>Surplus on Ancillary Services</i>	14	-	-
Dímhéas <i>Depreciation</i>	15	(18,159)	(17,558)
Gluaiseacht sa Chúlchiste Ginearálta <i>General Reserve Movement</i>	16	18,159	17,558

Breis don Bhliain *Surplus for year* **691** 236

Is cuid de na cuntais seo an Ráiteas ar Pholasaithe Cuntais, an Ráiteas faoin Sreabhadh Airgid agus Nótaí 1 go 27.
The statement of Accounting Policies, Cash Flow Statement and Notes 1 to 27 form part of these Accounts

Síniú

Oifigeach Cuntasaíochta/Uachtarán *Accounting Officer/President*Meabhránaí *Registrar*

HEA FINANCIAL STATEMENTS

Clár Comhardaithe | *Balance Sheet*

		2012 €'000	2011 €'000
	Nóta Note		
Sócmhainní Dochta <i>Fixed Assets</i>	17	374,103	366,099
Infheistíochtaí <i>Investments</i>	25	23,312	22,519
		397,415	388,618
Sócmhainní Reatha <i>Current Assets</i>			
Fuilligh sna Baine agus Airgead <i>Bank Balances and Cash</i>		77,137	77,814
Feichiúnaithe agus Réamhíocaíochtaí <i>Debtors and Prepayments</i>	18	35,057	45,679
Stoc <i>Stock</i>		90	80
		112,284	123,573
Dliteanais Reatha <i>Current Liabilities</i>			
Creidiúnaithe agus Caiteachas Fabhráithe níos lú ná bliain amháin <i>Creditors and Accrued Expenditure due in less than one year</i>	19	110,327	119,842
Sócmhainní Reatha Glan <i>Net Current Assets</i>		1,957	3,731
Sócmhainní Iomlána Glan <i>Total Net Assets</i>		399,372	392,349
Arbh iad seo a bhfoinsí <i>Represented by</i>			
Cúlchiste Ginearálta <i>General Reserve</i>	20	390,859	384,527
Cúlchiste Reatha <i>Current Reserve</i>	22	8,513	7,822
		399,372	392,349

Is cuid de na cuntais seo an Ráiteas ar Pholasaithe Cuntais, an Ráiteas faoin Sreabhadh Airgid agus Nótaí 1 go 27.
The Statement of Accounting Policies, Cash Flow Statement and Notes from 1 to 27 form part of these Accounts.

Síniú

Oifigeach Cuntasaíochta/Uachtarán *Accounting Officer/President*

Meabhránaí *Registrar*

HEA FINANCIAL STATEMENTS

Ráiteas faoin Sreabhadh Airgid | *Cash Flow Statement*

	2012	2011
€'000	€'000	€'000
Glan eis-sreabhadh airgid ó ghníomhaíochtaí oibrithe (Nóta 23) <i>Net Cash outflow from Operating Activities (Note 23)</i>	(507)	(44,529)
Toradh ar Infheistíocht agus Fónamh Airgeadais <i>Return on Investment and Servicing of Finance</i>		
Ús faighte glan <i>Net Interest Received</i>	2,307	2,228
Glan eis-sreabhadh airgid ó ghníomhaíochtaí infheistithe <i>Net Cash Outflow from Investment Activities</i>		
Caiteachas ar thionscnaimh chaipitil <i>Expenditure on Capital Projects</i>	(26,150)	(29,038)
Fáltais ó Dhíol Sócmhainní Dochta <i>Receipts from sale of Fixed Assets</i>	2	18
Gluaiseacht Infheistíochtaí <i>Investment movement</i>	(793)	25,515
	<u>(26,954)</u>	<u>(3,505)</u>
Glan eis-sreabhadh airgid roimh mhaoiniú <i>Net Cash outflow before Financing</i>	<u>(26,154)</u>	<u>(45,806)</u>
Maoiniú <i>Financing</i>		
Aistriú ó Ioncam agus Caiteachas <i>Transfer from Income and Expenditure</i>	5,192	8,495
Deontais Caipitil ÚAO <i>HEA Capital Grant</i>	10,383	17,906
Deontais Caipitil Neamh ÚAO <i>Non HEA Capital Grant</i>	8,902	13,946
Glan insreabhadh airgid ó mhaoiniú <i>Net Cash inflow from financing</i>	<u>24,477</u>	<u>40,347</u>
Glan eis-sreabhadh tar éis maoiniú <i>Net outflow after financing</i>	<u>(677)</u>	<u>(5,459)</u>
Laghdú ar airgead agus a chomhionann (Nóta 24) <i>Decrease in cash and cash equivalents (Note 24)</i>	<u>(677)</u>	<u>(5,459)</u>

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais | *Notes to the Accounts***1. Deontais Stáit** *State Grants*

	2012	2011
	€'000	€'000
Deontais Reatha <i>Recurrent Grants</i>	52,284	53,504
Cistiú Sprioctha do Thionscnaimh Speisialta <i>Targeted Funding for Special Initiatives</i>	1,043	815
Mion Oibreacha <i>Minor Works</i>	80	86
	53,407	54,405

2. Táillí na Mac Léinn *Student Fees*

Táillí Acadúla <i>Academic Fees</i>	98,681	94,663
Táillí Ilghnéitheach <i>Miscellaneous Fees</i>	54	271
	98,735	94,934

3. Ioncam Ilghnéitheach *Miscellaneous Income*

Ús Saothraithe <i>Interest Receivable</i>	2,307	2,228
Poist Mhaoinithe <i>Funded Posts</i>	1,883	1,382
Cíos srl. <i>Rent etc.</i>	2,303	2,488
Deontais Taighde <i>Research Grants</i>	9,268	9,164
Ioncam ó Infheistíochtaí, glan <i>Net Income from Investments</i>	998	(364)
Ioncam Eile <i>Other Income</i>	2,128	3,244
	18,887	18,142

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, *ar lean* | *Notes to the Accounts cont'd*4. Deontas Taighde agus Tionscnaimh *Research Grants and Projects*

			2012	2011
	<i>Pá</i>	<i>N/Phá</i>	<i>Iomlán</i>	
	Pay	Non Pay	Total	
	€'000	€'000	€'000	€'000
Deontais Taighde <i>Research Grants</i>	25,777	23,305	49,082	51,045
Tionscnaimh Eile <i>Other Projects</i>	254	957	1,211	1,368
	26,031	24,262	50,293	52,413

5. Rannóga Acadúla *Academic Departments*

Acadúil <i>Academic</i>	62,082		62,082	61,085
Teicniúil <i>Technical</i>	5,586		5,586	5,794
Riarachán agus Rúnaíocht <i>Administration and Secretarial</i>	5,240		5,240	5,276
Deontais Rannóga Acadúla <i>Academic Department Grants</i>		13,547	13,547	11,163
Ilchostais <i>Miscellaneous</i>		307	307	308
	72,908	13,854	86,762	83,626

6. Seirbhísí Acadúla *Academic Services*

An Leabharlann <i>Library</i>	3,577	2,817	6,394	6,054
Seirbhísí Ríomhaireachta <i>Computer Services</i>	3,226	2,228	5,454	5,701
An Teanglann <i>Language Centre</i>	48	28	76	84
Acraí Teagaisc <i>Audio Visual Centre</i>		240	240	105
Míocrascóp Leictreon <i>Electron Microscopy Unit</i>		30	30	35
Gaeilge Labhartha <i>Spoken Irish</i>	4,869	856	5,725	6,045
Staidéar Iarchéime <i>Graduate Studies</i>	202	52	254	292
Ceangail na Tionscclaíocht <i>Technology Transfer</i>	270	412	682	899
Eolaíocht Mhara <i>Marine Science</i>				2
An tIonad un Fheabhas Foghlama agus Teagaisc <i>Centre for Excellence in Learning & Teaching</i>	1,106	361	1,467	1,621
Oifig Feabhais <i>Quality Office</i>	230	154	384	384
	13,528	7,178	20,706	21,222

7. Foirgnimh *Premises*

Cúram Foirgneamh <i>Premises Maintenance</i>	4,262	8,622	12,884	13,839
Seirbhísí Ginearálta <i>General Services</i>	1,803	2,772	4,575	4,524
Mion Oibreacha <i>Minor Works</i>		100	100	100
Cíos agus Rátaí <i>Rent and Rates</i>		208	208	352
Árachas <i>Insurance</i>		692	692	698
Costas Fuinnimh <i>Energy Costs</i>		3,489	3,489	3,631
	6,065	15,883	21,948	23,144

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | Notes to the Accounts cont'd

8. Tograí Foirgníochta agus Trealaimh *Building and Equipping Projects*

	<i>Pá</i> Pay €'000	<i>N/Phá</i> Non Pay €'000	2012 <i>Iomlán</i> €'000	2011 €'000
Foirgníocht <i>Building</i>		3,248	3,248	7,141
Trealamh <i>Equipment</i>		1,878	1,878	1,354
		5,126	5,126	8,495

9. Riarachán *Administration*

Seirbhísí Riarachán <i>Administrative Services</i>	8,598	3,567	12,165	10,058
Táillí Gairmiúla <i>Professional Fees</i>		267	267	344
Ilchostais <i>Miscellaneous</i>		3,556	3,556	3,825
	8,598	7,390	15,988	14,227

10. Costais Eile Oideachais *General Educational Expenditure*

Scrúduithe <i>Examinations</i>	1,652	704	2,356	2,034
Bronnadh na gCéim <i>Conferring</i>	26	255	281	387
Scoláireachtaí/Comhaltaí Iarchéime <i>Scholarships/ Postgraduate Fellowships</i>		4,292	4,292	3,228
Tobhach Ollscoil na hÉireann <i>NUI Levy</i>		402	402	413
	1,678	5,653	7,331	6,062

11. Áiseanna agus Conláistí *Facilities and Amenities*

Deontas Ceannsráithe agus Eile <i>Capitation and Other Grants</i>	-	1,042	1,042	1,037
Seirbhísí na Mac Léinn <i>Student Services *</i>	772	4,016	4,788	3,181
Oifig na gCeapachán <i>Careers Office</i>	686	108	794	754
Cláracha Insroichteach <i>Access Programmes</i>	989	203	1,192	1,356
Spórt agus Caitheamh Aimsire <i>Sport and Recreation</i>	2	0	2	56
Sláinte agus Comhairleoireacht <i>Health and Counselling</i>	565	214	779	753
	3,014	5,583	8,597	7,137

* Student services includes an additional contribution to the student assistant fund in line with the 2011 SU Agreement. This was €60k in 2011/12.

12. Costais Ilghnéitheacha *Miscellaneous Expenditure*

Pinsin Bhreise <i>Additional Pensions</i>	3,824		3,824	3,335
Difríocht Malairte <i>Exchange Differences</i>		56	56	(3)
	3,824	56	3,880	3,332

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | Notes to the Accounts cont'd

	<i>Pá</i> Pay €'000	<i>N/Phá</i> Non Pay €'000	2012 <i>Iomlán</i> €'000	2011 €'000
13. Caiteachas Iomlán <i>Total Expenditure</i>				
Seirbhísí Acadúla agus Seirbhísí Gaolmhara <i>Academic and Related Services</i>	109,615	60,723	170,338	167,245
Deontais Taighde agus Tionscainh <i>Research Grants and Projects</i>	26,031	24,262	50,293	52,413
	135,646	84,985	220,631	219,658
14. Seirbhísí Coimhdheacha - Athchoimre <i>Ancillary Services - Summary</i>				
	<i>Ioncam</i> <i>Income</i> €'000	<i>Caiteachas/</i> <i>Leithdháileadh</i> <i>Expenditure/</i> <i>Allocation</i> €'000	2012 <i>Breis</i> <i>Surplus</i> €'000	2011 €'000
Cuntas Forbartha <i>Development Fund</i>	-	-	-	-
15. Dímhéas ar Sócmhainní Dochta <i>Depreciation of Fixed Assets</i>			2012 €'000	2011 €'000
Foirgneamh <i>Buildings</i>			10,797	10,049
Trealamh <i>Equipment</i>			7,362	7,509
			18,159	17,558
16. Gluaiseacht sa Chúlchiste Ginearálta (Nóta 20) <i>General Reserve Movement</i>			2012 €'000	2011 €'000
Amhúchadh i gcomhréir le dímhéas <i>Amortisation in line with depreciation</i>			(18,159)	(17,558)
Breis ar Sheirbhísí Coimhdheacha ó Ioncam agus Caiteachas go Cúlchiste Ginearálta <i>Surplus of Ancillary Services from Income and Expenditure to General Reserve Account</i>			-	-
			(18,159)	(17,558)

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, *ar lean* | *Notes to the Accounts cont'd*17. Sócmhainní Dochta *Fixed Assets*

	Talamh agus Foirgnimh <i>Land & Buildings</i> €'000	Obair chaipitil atá ar siúl <i>Capital WIP</i> €'000	Trealamh <i>Equipment</i> €'000	2012 <i>Iomlán</i> <i>Total</i> €'000	2011 €'000
Costas/Luacháil ag tús na bliana <i>Cost/Valuation at start of year</i>					
Costas <i>Cost</i>	277,698	18,585	118,594	414,877	386,069
Luacháil <i>Valuation</i>	189,709	-	-	189,709	189,709
Iomlán <i>Total</i>	467,407	18,585	118,594	604,586	575,778
Breiseanna ag Costas <i>Additions at Cost</i>					
Diúscairtí sa Bhliain <i>Disposals in year</i>	-	-	(13)	(13)	(230)
Athchatagóiriú <i>Recategorisation</i>	405	(405)	-	-	-
Costas/Luacháil ag Deireadh na Bliana <i>Cost/Valuation at End of Year</i>					
Costas <i>Cost</i>	282,425	31,706	126,896	441,027	414,877
Luacháil <i>Valuation</i>	189,709	-	-	189,709	189,709
Iomlán <i>Total</i>	472,134	31,706	126,896	630,736	604,586
Dímheas <i>Depreciation</i>					
Ag tús na bliana <i>At start of year</i>	136,441	-	102,046	238,487	221,129
Dímheas Charntha Díscríofa <i>Accumulated depreciation written off</i>	-	-	-	-	-
Dímheas don bhliain <i>Depreciation for year</i>	10,797	-	7,362	18,159	17,558
Diúscairtí sa bhliain <i>Disposals in Year</i>	-	-	(13)	(13)	(200)
Ag deireadh na bliana <i>At end of year</i>	147,238	-	109,395	256,633	238,487
Luacháil glan leabhair ag tús na bliana <i>Net book value at start of year</i>	330,966	18,585	16,548	366,099	354,649
Luacháil glan leabhair ag deireadh na bliana <i>Net book value at end of year</i>	324,896	31,706	17,501	374,103	366,099

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | Notes to the Accounts cont'd

	2012 €'000	2011 €'000	
18. Féichiúnaithe agus Réamhíocaíochtaí Debtors and Prepayments			
Caiteachas Taighde <i>Research Expenditure</i>	30,554	30,505	
Iasachtaí Tithíochta na Foirne <i>Staff Housing Loans</i>	52	84	
Ilfhéichiúnaithe agus Réamhíocaíochtaí <i>Debtors and Prepayments</i>	3,985	13,570	
Fuilligh idir Chuideachtaí <i>Inter Company Balances</i>	466	1,520	
	35,057	45,679	
19. Creidiúnaithe Creditors			
Níos lú ná bliain amháin/Due in less than one year			
Deontais Taighde Neamhchaite <i>Research Grants Unexpended</i>	53,650	58,058	
Deontais Rialtais Faighte Roimhré <i>State Grants received in advance</i>	11,136	10,473	
Taillí Acadúla Faighte Roimhré <i>Academic Fees received in advance</i>	14,282	11,269	
Fuilligh Inmheánacha <i>Internal Balances</i>	2,152	1,029	
Creidiúnaithe Eile agus Costais Dlite <i>Other Creditors and Accruals</i>	18,615	29,743	
Fuilligh idir Chuideachtaí <i>Inter Company Balances</i>	1,574	351	
Ceannach Maoine ar ais (Alt 843) <i>Buy-back of property (Section 843)</i>	8,918	8,919	
	110,327	119,842	
20. Cúlchistí Ginearálta General Reserve			
	Fuilleach ag tús <i>Opening Balance</i> €'000	Athrú sa Bhliain <i>Current Year Movement</i> €'000	Fuilleach ag Deireadh <i>Closing Balance</i> €'000
Luacháil - Talamh agus Foirgnimh <i>Valuation – Land and Buildings</i>	189,709	-	189,709
Deontas Caipitil on ÚAO <i>Capital Grant from HEA</i>	157,996	10,383	168,379
Cuntas Ioncam agus Caiteachas <i>Income and Expenditure Account</i>	84,914	5,192	90,106
Deontais Caipitil Neamhspléach <i>Independent Capital Grants</i>	177,107	8,902	186,009
Eile (Aistriú faoi Seirbhísí Coimhdheacha san áireamh) <i>Other (Transfer from Ancillary Services included)</i>	13,288	1	13,289
Amúchadh go Cuntas Ioncam agus Caiteachas <i>Amortisation to Income and Expenditure Account</i>	(238,746)	(18,159)	(256,905)
Amúchadh Carntha ar Dhiúscairtí <i>Accumulated amortisation on disposals</i>	259	13	272
	384,527	6,332	390,859

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | Notes to the Accounts cont'd

21. Cuntas Rialaithe Pinsean *Pension Control Account*

	2012		2011	
	€'000	€'000	€'000	€'000
	Comhscéim	Scéim	Comhscéim	Scéim
	Pinsean	Eiseamláireach	Pinsean	Eiseamláireach
	<i>Funded</i>	<i>Model</i>	<i>Joint Pension</i>	<i>Model</i>
	<i>Scheme</i>	<i>Scheme</i>	<i>Scheme</i>	<i>Scheme</i>
Iarmhéid Tosaigh <i>Opening Balance</i>	8,149	(15,489)	(1,050)	9,123
Ioncam /Income				
Ranníocaíochtaí Fostóra				
<i>Employer contributions</i>				
i) Ag ráta maoinithe reatha na hollscoile	(5,576)	(2,069)	5,453	293
<i>At existing university funding rate</i>				
ii) Ag ráta maoinithe 20% ECF				
<i>At ECF 20% funding rate</i>		(466)		
Ranníocaíochtaí Fostóra (Taighde)			330	4,168
<i>Employer contributions (Research)</i>				
Ranníocaíochtaí Fostaí <i>Employee contributions</i>	(2,433)	(2,114)	2,543	2,223
Aithrithe pinsean isteach <i>Pension Transfers in</i>	(73)	(332)	144	93
Ioncam forlíontach <i>Supplementation Income</i>	(3,825)		3,335	
Ioncam maidir le blianta breise a cheannach	(228)	(70)	244	43
<i>Income in respect of the purchase of added years</i>				
Iomlán / <i>Total</i>	(12,135)	(5,051)	12,049	6,820
Caiteachas / Expenditure				
Íocaíocht Pinsean isteach (forlíonadh san áireamh) <i>Pensions in payment (including supplementation)</i>	16,867	50	15,353	12
Íocaíochtaí cnapshuime ar scor	2,536	117	3,603	46
<i>Lump sum payments on retirement</i>				
Íocaíochtaí bás le linn seirbhíse	84	-	187	-
<i>Death in Service Payment</i>				
Aistrithe pinsean amach (airgead tirim)	-	-	-	-
<i>Pension Transfer out (cash payment)</i>				
Aisíoc ranníocaíochtaí <i>Refunds of contributions</i>	34	100	5	121
Riarachán & Costais <i>Administration & other costs</i>	-	391	-	275
Iomlán / <i>Total</i>	19,521	658	19,148	454

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | Notes to the Accounts cont'd

	2012 €'000	€'000	2011 €'000	€'000
	Comhscéim Pinsean <i>Joint Pension Scheme</i>	Scéim Eiseamláireach <i>Model Scheme</i>	Comhscéim Pinsean <i>Joint Pension Scheme</i>	Scéim Eiseamláireach <i>Model Scheme</i>
(Easnamh) /Breis sa bhliain (<i>Deficit</i>)/ <i>Surplus in Year</i>	7,386	(4,393)	(7,099)	6,366
Fúilleach Deiridh – infhaighte ó/(iníoctha leis) an HEA <i>Closing Balance – Grant receivable from/ (payable to) the HEA</i>	15,535	(19,882)	(8,149)	15,489
			2012 €'000	2011 €'000
22. Cúlchiste Ioncam <i>Revenue Reserve</i>				
Fúilleach ag tús de réir na gcuntas deiridh <i>Opening Balance</i>			7,822	9,844
Breis don Bhliain <i>Surplus for year</i>			691	236
Glanfhreaschur na bhfabhrúithe pinsin <i>Net reversal of pension accruals</i>			-	(2,258)
Fúilleach Deiridh <i>Closing Balance</i>			8,513	7,822
23. Réiteach ar Easnamh ar an Chuntas Ioncam agus Caiteachas leis an breis glan eis-sreabhadh airgid ó ghníomhaíochta í oibríthe <i>Reconciliation of Income and Expenditure Account deficit to net cash outflow from operating activities</i>			2012 €'000	2011 €'000
Breis don Bhliain <i>Surplus for year</i>			691	236
Lúide Ús Faighte Glan <i>Less Net Interest Received</i>			(2,307)	(2,228)
Glanfhreaschur na bhfabhrúithe pinsin <i>Net reversal of pension accruals</i>			-	(2,258)
Brabús/Caillteanas ar dhíol sócmhainní seasta <i>Profit/Loss on sale of fixed assets</i>			(2)	12
Dímheas <i>Depreciation</i>			18,159	17,558
Amúchadh ar Chúlchistí Ginearálta <i>Amortisation of General Reserves</i>			(18,146)	(17,358)
Laghdú/(Méadú) ar Fheichiúnaithe agus Réamhíocaíochtaí <i>Decrease/(Increase) in Debtors and Prepayments</i>			10,622	(8,925)
(Méadú) ar Stoic <i>(Increase) in Stock</i>			(10)	(8)
(Laghdú) ar Chreidiúnaithe <i>(Decrease) in Creditors</i>			(9,515)	(29,706)
(Laghdú)/Méadú ar Chúlchiste Ginearálta (Eile) <i>(Decrease)/increase in General Reserve (Other)</i>			1	(1,852)
Glan eis-sreabhadh Airgid ó Ghníomhaíochtaí Oibríthe <i>Net Cash outflow from Operating Activities</i>			(507)	(44,529)

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | Notes to the Accounts cont'd

	2012 €'000	2011 €'000
24. Anailís ar athrú in Airgead agus a Chomhionann Analysis of Change in Cash and Cash Equivalent		
Fuilleach ag 1 Deireadh Fómhair <i>Balance at 1 October</i>	77,814	83,273
Glan eis-sreabhadh <i>Net cash outflow</i>	(677)	(5,459)
Fuilleach ag 30 Meán Fómhair <i>Balance at 30 September</i>	77,137	77,814
25. Infheistíochtaí <i>Investments</i>	2012 €'000	2011 €'000
Stoc rialtais srl. <i>Government stocks etc.</i>	23,312	22,519
26. Ceangaltais Chaipitil <i>Capital Commitments</i>		
	2012 €'000	2011 €'000
Ceangaltais conraithe ag 30 Meán Fómhair <i>Commitments contracted at 30 September</i>	56,303	68,920
Údaraithe ach gan a bheith conartha ag 30 Meán Fómhair <i>Authorised but not contracted at 30 September</i>	54,856	56,537
27. Faisnéisiú Páirtithe Gaolmhara <i>Related Party Disclosures</i>		
Míoneolas ar ábhair ghaolmhara páirtithe agus idirbheartaíochta na hOllscoile leo mar seo a leanas: <i>Details of material related parties and the University's transactions therewith are as follows:</i>		
Maoin Champais Teo Fochuideachta ar leis an Ollscoil é ina hiomláine, a chuireann foirgnimh ar fáil faoi thearmaí léasa, le haghaidh oideachais na mac léinn. Tá an Ollscoil ag leanacht lena tacaíocht ó thaobh riachtanas caipiteal oibre an chomhlachta agus ar ó 30 Meán Fómhair, 2012 bhí €47,357 dlite di (2011: €23,195). <i>Maoin Champais Teo is a wholly owned subsidiary company that provides property under lease terms for the provision of education to students. The University continues to support the working capital requirements of the Company and as of 30 September, 2012 was owed €47,357 (2011: €23,195).</i>		
Endenline Limited Fochuideachta ar leis an Ollscoil é ina hiomláine agus is í an phríomhghníomhaíocht atá aige ná maoine Ollscoile a thógáil. I rith na bliana, rinne an Ollscoil íocaíochtaí a bhain le hobair forbartha atá déanta agus, amhail an 30 Meán Fómhair 2012 bhí fiacha €77,200 dlite di (2011: bhí fiacha €261,948 dlite di). <i>Endenline Limited is a wholly owned subsidiary company and its principal activity is the construction of University properties. During the year, the University made payments in respect of development work done and, as of 30 September 2012, owed €77,200 (2011: owed €261,948).</i>		
Tionól Teo Fochuideachta ar leis an Ollscoil é ina hiomláine, agus is í an phríomhghníomhaíocht atá aici ná gníomhaíochtaí comhdhálacha na hOllscoile a láimhseáil. Tá iasacht de €62,775 tugtha ag an Ollscoil don chomhlacht, ar a bhfuil soláthar iomlán déanta dó. Ní raibh aon athrú ar an iasacht seo ag 30 Meán Fómhair 2012 agus 2011. <i>Tionól Teo is a wholly owned subsidiary company and its principal function is to operate the University conferencing activities. The University has loaned €62,775 to it, which is fully provided for. There has been no change to this loan balance as of 30 September 2012 and 2011.</i>		

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | Notes to the Accounts cont'd

UCG Research Applications Ltd: Fochuideachta ar lánúinéireacht atá arna corprú mar eintiteas sealbhaíochta d'infheistíochtaí na hOllscoile i gcuideachtaí maoine intleachtúla (IP), go príomha, a bhfuil baint ghníomhach éigin ag an Ollscoil leo. Bhí €87,629 ag an gcuideachta ar an Ollscoil amhail an 30 Meán Fómhair 2012 (2011: €88,633).

UCG Research Applications Limited is a wholly owned subsidiary company incorporated as a holding entity for the University's investments in, predominantly, intellectual property (IP) companies in which it has some active involvement. The University owed €87,629 to the company as at 30 September 2012 (2011: €88,633).

Galway University Press Limited: Is fochuideachta ar lánúinéireacht é atá arna corprú le cuidiú le comhaltaí foirne acadúla na hOllscoile i ndáil lena saothar a chur i gcló agus a fhoilsiú. Leanann an Ollscoil de bheith ag tacú le riachtanais chaipitil oibre na Cuideachta agus amhail an 30 Meán Fómhair 2012, bhí fiacha €14,296 (2011: €13,292) dlite di.

Galway University Press Limited is a wholly owned subsidiary company incorporated to assist academic staff of the University in printing and publishing their work. The University continues to support the working capital requirements of the Company and as of 30 September 2012 was owed €14,296 (2011: €13,292).

Atalia Student Residences Limited: Is fochuideachta ar lánúinéireacht é atá arna corprú leis na hárais chónaithe do mhic léinn, Galway Student Residences agus Baile na Coiribe, a chur á bhfeidhmiú thar ceann na hOllscoile. Leanann an Ollscoil de bheith ag tacú le riachtanais chaipitil oibre na Cuideachta agus amhail an 30 Meán Fómhair 2012, bhí €15 (2011: €15) dlite di.

Atalia Student Residences Limited is a wholly owned subsidiary company incorporated to operate the student residences of Galway Student Residences and Corrib Village on behalf of the University. The University continues to support the working capital requirements of the Company and as of 30 September 2012 was owed €15 (2011: €15).

Athrutech Limited: Is fochuideachta ar lánúinéireacht é atá arna corprú le feidhmiú mar chuideachta shealbhaíochta paitinne. Is iad na cuspóirí atá aici a teicneolaíochtaí, IP agus punann paitinní a cheadúnú/a dhíol le tionscal nó le páirtithe leasmhara eile. Leanann an Ollscoil de bheith ag tacú le riachtanais chaipitil oibre na Cuideachta agus amhail an 30 Meán Fómhair 2012, bhí fiacha €438,394 (2011: €1,520,395) dlite di.

Athrutech Limited is a wholly owned subsidiary company incorporated to operate as a patent holding company. Its objectives are to license/sell its technologies, IP and patent portfolio to industry and other third parties. The University supports the working capital requirements of the Company and as of 30 September 2012 was owed €438,394 (2011: €1,520,395).

CCG Aonad Sláinte do Mhic Léinn Teoranta: Is cuideachta faoi theorainn ráthaíochta é nach bhfuil scairchaipiteal aici. Is é príomhghníomhaíocht na cuideachta feidhmiú an ionaid sláinte in OÉG. Amhail an 30 Meán Fómhair, 2012 tá fiacha €0 (2011: €0) ar an Ollscoil.

CCG Aonad Sláinte do MhicLéinn Teoranta is a company limited by guarantee and not having a share capital. Its principal activity is the operation of the health centre in NUIG. The University as of 30 September 2012 owes €0 (2011: €0).

Bimini Limited: Is cuideachta chomhlachaithe de chuid na hOllscoile é. Tá sealúchas 28% ag an Ollscoil. Tá paitinn i seilbh na cuideachta. Tugann sí cuntas faoi ioncam agus faoi chaiteachais ghaolmhara na paitinne seo tríd an gcuideachta. Amhail an 30 Meán Fómhair, 2012 tá fiacha €2,711 (2011: €528) dlite don Ollscoil.

Bimini Limited is an associate company of the University. The University has a 28% holding. The company holds a patent. It accounts for the income and related expenses of this patent through the company. The University was owed €2,711 by the company as at 30 September 2012 (2011: €528).

HEA FINANCIAL STATEMENTS

Nótaí faoi na cuntais, ar lean | *Notes to the Accounts cont'd*

Campus Radio Limited: Is cuideachta chomhlachaithe de chuid na hOllscoile é. Tá sealúchas 45% ag an Ollscoil. Thosaigh an cuideachta ag craoladh i mí na Samhna, 1995. Leanann sí de bheith ag freastal ar riachtanais siamsaíochta raidió na mac léinn tríú leibhéal, go príomha, i gceantar Chathair na Gaillimhe. Bhí €91,485 dlite ag an Ollscoil don cuideachta an 30 Meán Fómhair 2012 (2011: €86,897).

Campus Radio Limited is an associate company of the University. The University has a 45% holding. The company commenced broadcasting in November 1995. It continues to meet, primarily, the radio entertainment needs of third-level students in the Galway City area. The University as at 30 September 2012 owed €91,485 to the company (2011: €86,897).

Lintary Limited: Is fochuideachta ar lánúinéireacht é atá ionchorpraithe (Iúil 2012) chun seirbhís chartlann dhitithe a fheidhmiú. Ní raibh aon iarmhéid idirchuideachta amhail an 30 Meán Fómhair 2012.

Lintary Limited is a wholly-owned subsidiary company incorporated (in July 2012) to operate an archive digitisation service. There were no intercompany balances as at 30 September 2012.

Samaurium Limited: Is fochuideachta ar lánúinéireacht é a choinníonn socmháinní foirgnimh agus trealaimh atá á núsaid ag an Ollscoil. Bhí €13,125,365 ag an gcuideachta ar an Ollscoil amhail an 30 Meán Fómhair 2012 (2011: €13,439,683).

Samaurium Limited is a wholly-owned subsidiary company and it holds buildings and equipment assets that are being used by the University. The University was owed €13,125,365 as at 30 September 2012 (2011: €13,439,683).

HEA FINANCIAL STATEMENTS

Statement of Responsibility

The University is required to comply with the Universities Act 1997 and to keep in such form as may be required by the Harmonisation of Financial Accounts agreement as adopted by all Irish Universities all proper and usual accounts of money received and expended by it. In preparing those accounts, the University is required to:

- Select suitable accounting policies that are in accordance with the Harmonisation of Financial Accounts agreement and apply them consistently;
- Make judgements and estimates that are reasonable and prudent;
- Prepare the financial statements on a going concern basis unless that basis is inappropriate.

The University is responsible for keeping proper books of account which disclose at any time the financial position of the University and which enables it to ensure that its financial statements are prepared in accordance with the Harmonisation of Financial Accounts agreement and comply with the Universities Act 1997. The University is also responsible for safeguarding all assets under its operational control and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

A separate set of financial statements will be prepared to comply and in accordance with generally accepted accounting principles in Ireland and the UK whereas these financial statements prepared for the Higher Education Authority are prepared in accordance with the Harmonisation of Financial Accounts Agreement.

The financial statements have been prepared in accordance with the terms of the foregoing statement of responsibilities and have been audited by KPMG, the management auditor of the University.

It should be noted that the Comptroller and Auditor General is the statutory auditor of the University.

On behalf of the University Authority

President

30 April 2013

HEA FINANCIAL STATEMENTS***Bursar's Report*****Introduction**

The attached HEA format financial statements are prepared under the Historical Cost convention and in accordance with the accounting policies set out in the notes on pages 63 to 65. The policies were agreed at University sector level in 1998 and reflect the core pedagogic and research activities of the University. Whilst useful for management purposes, the continued production of Financial Statements in this particular format is currently under review by an intervarsity accountants group who will issue their recommendation in the New Year–Spring 2013.

Results

The recorded surplus on page 44 at €691k is a commendable outturn in a difficult economic climate and reflects the University strategy of implementing efficiencies and value for money in line with Government policy. This surplus is added to cumulative revenue reserves that sum to €8m at 30th September and provide a measure of protection against further austerity and government cut backs in 2013 and beyond.

The positive outcome is due to a combination of factors not least of which is tight control of recurrent expenditure and ongoing delays in recruiting to vacant posts which are both in budget and approved for filling. These delays are outside of the control of the University and are a cause for concern because of the negative impact on the academic programmes and research work that were to have benefited from the 'new blood'. It is also a cause for concern that when the posts are eventually filled, and notwithstanding the fact that they are in budget, the impact on recurrent costs may well be to increase them to levels that exceed recurrent income.

A further positive development this year is the reduction in the current year provision for doubtful fee debts which at €1m (2011 €1.5m) is still unacceptably high. The Finance Office is actively engaged in collecting outstanding fees and in a project to upgrade the Fee Budgeting, Billing, Collection and Reporting systems.

Balance Sheet

The balance sheet reflects a healthy financial state with Fixed Assets recorded at their historical cost (excluding revaluation) of €441m, Financial Assets at €23m and net current assets of €2m.

The net current assets of €2m alluded to includes liquid bank balances of €77m reflecting the funding model under which the University operates with much of its income (fees, grants, and research funding) front loaded. As noted above, €8m of the €7m is accounted for by Revenue Reserves.

Accounting for Pensions

As reflected in accounting policy note M, the University operates two defined benefit schemes known as the JPS (Joint Pension Scheme) and the Model scheme respectively. Following the transfer of the assets of the JPS to the State in March 2010, the cash flow income/expenditure of both schemes is accounted for through a control account the details of which is disclosed in a separate note to the accounts.

HEA FINANCIAL STATEMENTS**Bursar's Report** *cont'd*

There is no projection of future pension costs and related assets/liabilities as the scheme operates on a 'pay as you go' basis. The net cash flow position of the combined schemes at year end is accounted for as a current asset or liability as appropriate, due from/to the State.

Strategic Direction

The University continues to focus on maintaining its student numbers and on developing a modern campus commensurate with its ambitions to top the University rankings. It has an ambitious capital development program projected to require a cash flow €125m over the next four to five years. While much of the necessary funding has been identified, the challenge of sourcing funding gaps is not to be underestimated.

I wish to conclude by thanking my colleagues within the finance function, on the management team, and associated academic, research, and administrative/support staff, for their continued work and support in these challenging times.

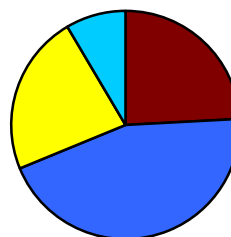
Mary C. Dooley, FCA MBA
Bursar

30 April 2013

HEA FINANCIAL STATEMENTS

RECURRENT INCOME 2011-2012

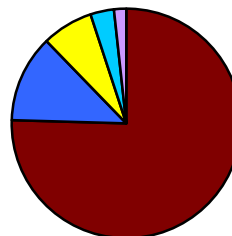
• State Grants	€53.4m	24%
• Student Fees	€98.7 m	45%
• Research Grant	€50.2 m	23%
• Other Income	€18.8m	9%



The total income for the year increased by .6%. There was an increase in student fees and a decrease in state grants as well as a decrease of 4% in income from funded research grants and projects.

RECURRENT EXPENDITURE 2011-2012

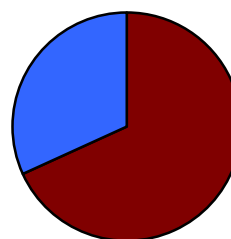
• Academic	€166.3m	75%
• Building	€27.1m	14 %
• Administration	€15.9 m	6 %
• Student Services	€7.3 m	3 %
• Other	€3.8 m	1 %



Total expenditure increased slightly by .4%.

CAPITAL EXPENDITURE 2011-2012

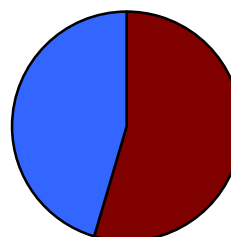
• Buildings	€17.8 m	68%
• Equipment	€8.3 m	32%



The Audited Accounts show capital expenditure during the year at €26.1m which is further analysed as €17.8 m building and €8.3m equipment.

CAPITAL FUNDING 2011-2012

• HEA	€10.3m	54 %
• Non-State	€8.9m	46%



Capital Funding credited during the year was €19.2m and is analysed above as to its sources.

HEA FINANCIAL STATEMENTS**Independent Auditor's Report to the Governing Authority of the National University of Ireland, Galway**

We have audited the Funding Statements of the National University of Ireland, Galway ("the University") for the year ended 30 September 2012, which comprise the Statement of Accounting Policies, Income and Expenditure Account, Balance Sheet, Cash Flow Statement and the related notes. These Funding Statements have been prepared under the accounting policies set out therein.

This report is made solely to the Governing Authority in accordance with University statute. Our audit work has been undertaken so that we might state to the Governing Authority those matters we are required to state to it in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Governing Authority, for the audit work, for this report, or for the opinions we have formed.

Respective responsibilities of the University and Auditor

The University, as described on page 58, is responsible for preparing the Funding Statements. Our responsibilities, as independent auditor, are established by University statute, the Auditing Practices Board and our profession's ethical guidance.

Our responsibility is to audit the Funding Statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland).

We report to you our opinion as to whether the Funding Statements have been properly prepared in accordance with the most recent Harmonisation of Accounts agreement as adopted by all Irish Universities and when read in conjunction with the accounting policies as set out on pages 63 to 65 give a true and fair view. We state whether we have obtained all the information and explanations we consider necessary for the purpose of our audit and whether the Funding Statements are in agreement with the books of account.

We also report to you our opinion as to whether the University has kept proper books of account.

Basis of opinion

We conducted our audit on the Funding Statements for the year ended 30 September 2012 in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the Funding Statements. It also includes an assessment of the significant estimates and judgements made by the University in the preparation of the Funding Statements and of whether the accounting policies are appropriate to the University's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the Funding Statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the Funding Statements.

Opinion

In our opinion the Funding Statements have been properly prepared in accordance with the most recent Harmonisation of Accounts agreement and, when read in conjunction with the accounting policies, give a true and fair view of the state of the University's affairs as at 30 September 2012 and of its surplus and cash flows for the year then ended.

We have obtained all the information and explanations which we consider necessary for the purpose of our audit. In our opinion proper books of account have been kept by the University. The Funding Statements are in agreement with the books of account.

David Meagher

For and on behalf of

KPMG

Chartered Accountants, Statutory Audit Firm

Odeon House, Eyre Square, Galway

30 April, 2013

HEA FINANCIAL STATEMENTS

Statement of Accounting Policies**A Financial Statements**

The Financial Statements reflect the teaching, research and related service activities of the University. The Financial Statements of the University's pension schemes and of the University's financially independent ancillary activities are prepared annually and audited separately.

B Accounting Convention

The Financial Statements are prepared under the historical cost convention modified to include the revaluation of land and buildings. They are presented in accordance with the existing Harmonisation of Financial Statements agreement as adopted for all Irish Universities.

The harmonisation of financial statements agreement does not comply with generally-accepted accounting principles (GAAP). Consolidated financial statements that comply with GAAP are prepared separately.

C State Grants for Recurrent Expenditure

Recurrent Grants have been recognised on an accruals basis. Recurrent Grant which has been used for the purchase of fixed assets is transferred to the General Reserve.

D State Grants for Capital Expenditure

State Grants approved by the Higher Education Authority for capital expenditure are included in the Financial Statements of the period to the extent of cash received.

E Fee Income

From 2012, fee income (including student levies receivable) is accounted for on an accruals basis and reported gross in the fee income line on the income and expenditure account. (In 2011, student levies receivable were not included in fee income and were credited to a mix of other income and relevant projects for which they were collected).

F Approved Allocations

The Income and Expenditure Account is prepared on an accruals basis with the following exceptions:

- (i) non-pay expenditure of academic departments and certain service departments;
- (ii) departmental equipment and minor works.

In these cases, expenditure is included on the basis of approved budgets and internal balances are carried forward in the Balance Sheet under Current Assets or Liabilities, as appropriate.

HEA FINANCIAL STATEMENTS

Statement of Accounting Policies *cont'd***G Fixed Assets and Depreciation**

All fixed assets are stated at historical cost with the exception of Land and Buildings. Buildings that were completed at 30 September 1998 were revalued internally, on an individual basis, at the current replacement value at that date less the related depreciation charge. Buildings constructed during the year are stated at their historical cost and are assumed to have a useful life of 50 years. Land was also revalued at current use value at 30 September 1998.

Buildings under construction are accounted for at cost, based on the value of architects' certificates and other direct costs incurred to the financial year end. They are not depreciated until they are brought into use.

Equipment costing less than €10,000 per individual item is written off to the income and expenditure account in the year of acquisition.

The estimate useful lives of fixed assets by reference to which depreciation has been calculated on a straight-line basis is as follows: -

Buildings	50 years
Computer Equipment	3 years
Furniture and Equipment	5 years
Land is not depreciated	

A review for impairment of a fixed asset is carried out if events or changes in circumstances indicate that the carrying amount of the fixed asset may not be recoverable.

H General Reserve

The general reserve represents the value of funding, after amortisation, applied for capital purposes, together with the results from Ancillary Services.

I Research Grants and Projects

Contract research expenditure is shown net of contributions to indirect costs. Income from contract research grants is included in the Income and Expenditure account to the extent that the related expenditure has been incurred. Contract research contribution to the University's indirect costs is included in 'other income'. Fixed Assets financed from contract research grants are capitalised in the balance sheet.

J Foreign Currencies

Costs denominated in foreign currencies are translated at the exchange rates ruling at the dates of the transactions. Assets and liabilities denominated in foreign currencies are translated into Euro at the rates of exchange ruling at the Balance Sheet date. The resulting profits or losses are dealt with in the Income and Expenditure account.

HEA FINANCIAL STATEMENTS

Statement of Accounting Policies *cont'd***K Taxation**

No provision has been made for taxation, as the University holds tax exempt status.

L Ancillary Services

Ancillary Services are services provided on campus on a cost recovery basis, and are planned to breakeven in the medium term. Investment income on the infrastructural Development fund is included under this heading. The net outturn on such activities is transferred to the General Reserve account.

M Pensions

The University operates two defined-benefit schemes known as the JPS 'Funded Scheme' and the 'Model Scheme' respectively. The basic retirement pensions of members are funded by contributions at pre-determined rates of pensionable pay. Increases in basic retirement pensions are charged to the Income and Expenditure account of the University. Employer contributions to the defined benefit schemes are charged to the income and expenditure account of the University in tandem with the employees' salary and wage costs. The net cash flow position of both defined benefit schemes combined, is accounted for as an asset or liability as appropriate and the funds are paid to or accrued as due from the Irish State. The cash flows of both schemes are detailed in the notes to the accounts.

A PRSA pension facility is also available for staff not eligible for enrolment in the defined-benefits schemes. It is administered by a third party insurance company.

N Stock

Stocks, the majority of which are laboratory consumables, stationery and building materials, are stated at the lower of cost and net realisable value.

O Investments

Investments are stated at their historical cost less provision for impairment, if any.