

# Developing The Local Economy



University of  
HUDDERSFIELD

FINANCIAL STATEMENTS 1999/2000

**THE UNIVERSITY OF HUDDERSFIELD**  
**FINANCIAL HIGHLIGHTS**  
**For the Year ended 31 July 2000**

The University's consolidated income, expenditure and results for the year to 31 July are summarised as follows:

	<u>2000</u> <u>£'000</u>	<u>1999</u> <u>£'000</u>
Income	69,033	68,359
Expenditure	<u>68,808</u>	<u>66,861</u>
Surplus on continuing operations after depreciation of tangible fixed assets at valuation and before tax	<u>225</u>	<u>1,498</u>
Profit/(loss) on disposal of assets	<u>13</u>	<u>(104)</u>
Surplus on continuing operations after depreciation of tangible fixed assets at valuation and disposal of assets but before taxation	238	1,394
Taxation	<u>-</u>	<u>-</u>
Surplus on continuing operations after depreciation of assets at valuation, disposal of assets and taxation	<u>238</u>	<u>1,394</u>
Surplus for the year on a historical cost basis	<u>883</u>	<u>3,561</u>

The Higher Education Funding Council for England (HEFCE) have suggested that institutions should aim to produce an annual surplus of 3% of their income. Such a surplus should enable institutions to provide for future capital expenditure out of revenue income and to ensure that their long term commitments to students can be maintained.

With the exception of 1997-98, the University has not been able to produce such a level of surplus since 1993-94 due to the revenue costs associated with the increase in the level of external borrowings. However, four years ago the University commenced positive action to increase its surplus by, for example, actively reducing its staffing levels and introducing a devolved system of resource allocation whereby schools and service departments were given greater control over and responsibility for their expenditure.

Total student numbers increased from 16,005 to 16,464; the full time equivalent increased from 12,152 to 13,041.

**THE UNIVERSITY OF HUDDERSFIELD**  
**REPORT OF THE UNIVERSITY COUNCIL**  
**For the Year ended 31 July 2000 (continued)**

There are two major areas within the strategy for relationships. These are:

- partnerships
- communications

Each major area has its own set of strategic aims.

**1. Partnerships**

Partnerships of many types are fundamental to the existence and success of the University. The four most important partnerships are targeted at:

- governance and management, where the aim is to increase effectiveness and efficiency
- staff, where the aim is to create an environment in which people wish to work for, rather than at, the University.
- students, where the aim is to improve the quality of the learning experience
- other institutions, industry, business and the community, where the aim is to enhance the economic and social development of the region and surrounding areas

**2. Communications**

The University aims to:

- provide excellent vertical and horizontal communication within the University
- be pro-active in communicating with the media and other external bodies

Within the resources strategy there are three major areas:

- human
- physical
- financial

and each has its own set of strategic aims.

**1. Human resources**

The University aims to:

- provide a healthy and safe working environment
- improve the range of skills and expertise of its staff
- ensure equality of opportunity

**2. Physical resources**

The University aims to:

- increase effectiveness and efficiency in the use of resources
- increase the attractiveness of the estate
- provide fit for purpose accommodation

**3. Financial resources**

The University aims to:

- maintain its financial viability
- integrate academic and financial planning
- invest in infrastructure

**THE UNIVERSITY OF HUDDERSFIELD**  
**REPORT OF THE UNIVERSITY COUNCIL**  
**For the Year ended 31 July 2000 (continued)**  
**Academic and Administrative Developments**

- The 1999 Award Ceremonies were again a success with the number of ceremonies increasing to 11. Approximately 2,750 students received awards.
- The University recently received the report from the Quality Assurance Agency about the audit of the institution, which occurred in June. The report was extremely positive and endorsed much of what the University is currently practising in the areas of academic quality, standards, communications and the learning infrastructure.
- The University held its Annual Public Meeting in October 1999 on the theme of *Working in Partnership*. It featured presentations about the University's links with Dewsbury College (Art and Design), The Health Services, The Arts (Huddersfield Contemporary Music Festival) and Industry and Commerce.
- The University was successful in gaining the Investors in People Award. It is one of the few universities in the country to achieve the award for the institution as a whole. It is also the largest organisation in Kirklees and Calderdale to achieve the standard for every area of operation.
- Kirklees Metropolitan Council presented the Council's *Way Ahead Award* to the University at a reception on 13 January. The *Way Ahead Award* is an initiative by the Council to encourage greater consideration towards access and facilities for disabled people by building owners. It was awarded for the disabled provision in the new Harold Wilson Building.
- The University's commitment to equality in the work-place was recognised when it received the *KiCKstart Award*. KiCKstart is a business-focused forum led by a group of employers from Calderdale and Kirklees. The forum has the prime aim of eliminating discrimination and inequality in employment.
- The University's Careers Advisory Service confirmed that 90.4% of Huddersfield diplomates and graduates enter employment or further study within six months of completion of their course. The University's unemployed rate continued to fall as well with less than 5% presumed unemployed six months after leaving University.
- Almost 1000 extra student places have been allocated to the University by the Funding Council (HEFCE). HEFCE announced the increase at the start of July as part of its challenge to widen participation and employability. The Huddersfield bid concentrated on courses offered by the School of Education and Professional Development for the "training and professional development of teachers and trainers in the post-compulsory sector".
- The University launched the Learning Innovation Centre, the first centre of its kind in Yorkshire dedicated to learning on the Internet. The centre aims to stimulate the development and implementation of computer-based teaching and learning across the University, focussing particularly on the role of the Internet as a delivery and support mechanism. It is already producing Internet-based training material for a number of different projects, primarily directed at employees of small and medium-sized enterprises.
- As part of a range of innovations designed to improve library services, students, staff and the general public can now search the library catalogue without leaving their desks thanks to a new on-line service. The University Library's new web-based catalogue provides access to web-users at home, at work, or through a local public library.

**Estates Developments**

- On Monday 12 June 2000, the University welcomed the Rt Hon Alan Milburn MP, Secretary of State for Health, to open the new Harold Wilson Building which houses part of the School of Human and Health Sciences. Among the guests was the former Huddersfield born prime minister's wife, Lady Wilson, who attended with her daughter-in-law and grand-daughter.

## **THE UNIVERSITY OF HUDDERSFIELD** **CORPORATE GOVERNANCE**

The University endeavours to conduct its business in accordance with the seven principles identified by the Committee on Standards in Public Life (selflessness, integrity, objectivity, accountability, openness, honesty and leadership) and with the guidance to institutions of higher education which has been provided by the Committee of University Chairmen in its Guide for Members of Governing Bodies of Universities and Colleges in England, Wales and Northern Ireland.

The University is an independent corporation, established as a Higher Education Corporation under the terms of the Education Reform Act 1988 and the Further and Higher Education Act 1992. Its objects, powers and framework of governance are set out in the Instrument and Articles of Government which were adopted by University Council on 20 December 1996. The current version of the articles was approved by the Privy Council in their letter to the University of 4 November 1996.

The articles require the University to have a Council and a Senate each with clearly defined functions and responsibilities, to oversee and manage its activities.

The University Council is the executive governing body, responsible for the finance, property and staffing of the University. It is specifically required to determine the educational character and mission of the University and to set its general strategic direction.

The Council has a majority of independent members, chosen in line with strict criteria contained in the legislation. It is customary for the Chair of the Council to be elected from the independent members. There is also provision for the appointment of co-opted members, some of whom may be members of the staff of the University and for representatives of the academic staff and of the student body. Members of the Council do not receive any reimbursement for the work which they do for the Council.

Subject to the overall responsibility of the University Council, the Senate has responsibility for the academic affairs of the University and draws its membership entirely from the staff and the students of the University. It is particularly concerned with issues relating to the teaching and research work of the University.

The Chief Executive Officer is the Vice-Chancellor and Principal who has responsibility to the University Council for the organisation, direction and management of the University. Under the terms of the formal Financial Memorandum between the University and the Higher Education Funding Council for England, the Vice-Chancellor and Principal is the designated officer of the University and in that capacity can be summoned to appear before the Public Accounts Committee of the House of Commons.

Although the Council meets at least four times each year, much of its detailed work is initially handled by committees, in particular the Planning and Resources Committee (and its sub-committee the Estates Committee), the Finance Committee, the Personnel Committee, the Nominations Committee, the Remuneration Committee and the Audit Committee. The decisions of these Committees are formally reported to the Council.

A significant proportion of the membership of these committees consists of independent and co-opted members of the Council, other than student and staff members, who are not eligible to serve on these committees, with the exception of the Planning and Resources and Nominations Committees.

As Chief Executive, the Vice-Chancellor and Principal exercises considerable influence upon the development of University strategy, the identification and planning of new developments and the shaping of the University ethos. The Deputy Vice-Chancellor, the Pro Vice-Chancellors and the senior administrative officers all contribute in various ways to this aspect of the work, but the ultimate responsibility for what is done rests with the Vice-Chancellor and Principal.

The University maintains a Register of Interests of members of the Council and the institution's Senior Management Team which may be consulted by arrangement with the University Secretary.

In accordance with the Articles of Government of the University the University Secretary acts as Clerk to the Council and in that capacity provides independent advice on matters of governance to all Council members.

**THE UNIVERSITY OF HUDDERSFIELD**  
**REPORT OF THE AUDITORS**  
**TO THE COUNCIL OF THE UNIVERSITY OF HUDDERSFIELD**

We have audited the financial statements on pages 11 to 33, which have been prepared under the historical cost convention (as modified by the revaluation of certain fixed assets) and in accordance with the accounting policies set out on pages 11 to 13.

**Respective Responsibilities of the University Council and Auditors**

The University Council is responsible for preparing the financial statements. Our responsibilities as independent auditors are established by statute, the Auditing Practices Board, the Higher Education Funding Council for England and our profession's ethical guidance.

We report to you our opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Statement of Recommended Practice on Accounting in Further and Higher Education Institutions. We also report to you whether, in all material respects, income from funding bodies, grants and income for specific purposes and from other restricted funds administered by the University have been properly applied only for the purposes for which they were received and whether, in all material respects, income has been applied in accordance with the University's Instrument and Articles of Government and, where appropriate, with the Financial Memorandum with the Higher Education Funding Council for England and with the Funding Agreements with the Further Education Funding Council and the Teacher Training Agency.

We also report to you if, in our opinion, the University Council's Report is not consistent with the financial statements, if the University has not kept proper accounting records, the accounting records do not agree with the financial statements or if we have not received all the information and explanations we require for our audit.

We read the other information contained in the Report of the University Council and consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements.

**Basis of Opinion**

We conducted our audit in accordance with Auditing Standards issued by the Auditing Practices Board and the Audit Code of Practice issued by the Higher Education Funding Council for England. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the University Council in the preparation of the financial statements and of whether the accounting policies are appropriate to the institution's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations that we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial 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 financial statements.

**THE UNIVERSITY OF HUDDERSFIELD**  
**STATEMENT OF PRINCIPAL ACCOUNTING POLICIES**

**Basis of preparation**

These financial statements have been prepared in accordance with the statement of recommended practice (SORP): *Accounting in Further and Higher Education Institutions* and in accordance with applicable Accounting Standards. They conform to guidance published by the Higher Education Funding Council for England.

**Basis of accounting**

The financial statements are prepared under the historical cost convention modified by the revaluation of certain fixed assets and investments.

**Basis of consolidation**

The consolidated financial statements include the University and its subsidiary undertakings, The University of Huddersfield Enterprises Limited and The University of Huddersfield Properties Limited. The results of subsidiaries acquired or disposed of during the period are included in the income and expenditure account from the date of acquisition or up to the date of disposal. Intra-group sales and profits are eliminated fully on consolidation. In accordance with FRS2, the activities of the student union have not been consolidated because the University does not control those activities.

**Recognition of income**

Income from research grants, contracts 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 deposits is credited to the income and expenditure account in the period in which it is earned.

Income from specific endowments and donations is included to the extent of the relevant expenditure incurred during the year.

Recurrent grants from the Funding Councils are recognised in the period in which they are receivable.

Non-recurrent grants from Funding Councils 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 assets.

**Maintenance of premises**

The University has a ten-year rolling long-term maintenance plan, which forms the basis of the ongoing maintenance of the estate. The cost of long term and routine corrective maintenance is charged to the income and expenditure account as incurred.

**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 sterling at year end rates and the resulting exchange differences are dealt with in the determination of income and expenditure for the financial year.

**THE UNIVERSITY OF HUDDERSFIELD**  
**STATEMENT OF PRINCIPAL ACCOUNTING POLICIES (continued)**

**Leased assets**

Costs in respect of operating leases are charged on a straight line basis over the lease term.

Leasing agreements that transfer to the University substantially all the benefits and risks of ownership of an asset 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 depreciated over the shorter of the lease term or the useful economic lives of equivalent owned assets.

Assets which are held under hire purchase contracts which have the characteristics of finance leases are depreciated over their useful lives.

**Investments**

Fixed asset investments that are not listed on a recognised stock exchange are carried at historical cost less any provision for impairment in their value.

Investments that form part of Endowment Assets are included in the balance sheet at market 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 stocks.

**Taxation**

The University is an exempt charity within the meaning of schedule 2 of the Charities Act 1993 and as such is a charity within the meaning of section 506 (1) of the Income and Corporation Taxes Act (ICTA) 1988. Accordingly, the University is potentially exempt from taxation in respect of income or capital gains received within categories covered by section 505 of the ICTA 1988 or section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied to exclusively charitable purposes.

The University receives no similar exemption in respect of Value Added Tax and all non-recoverable Value Added Tax on purchases is included within the appropriate expenditure headings.

The University's subsidiary companies are subject to corporation tax and Value Added Tax in the same way as any commercial organisation.

**Liquid resources**

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

**Provisions**

Provisions are recognised when the institution 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.



**THE UNIVERSITY OF HUDDERSFIELD**  
**CONSOLIDATED STATEMENT OF HISTORICAL COST SURPLUSES AND DEFICITS**  
**For the Year ended 31 July 2000**

	<u>Note</u>	<u>Year Ended</u> <u>31 July 2000</u> <u>£'000</u>	<u>Year Ended</u> <u>31 July 1999</u> <u>£'000</u>
Surplus on continuing operations before taxation		238	1,394
Difference between historical cost depreciation and the actual charge for the period calculated on the revalued amount	22	498	1,938
Realisation of property revaluation gains of previous years	22	147	229
<b>Historical cost surplus for the period before taxation</b>		<u>883</u>	<u>3,561</u>
<b>Historical cost surplus for the period after taxation</b>		<u>883</u>	<u>3,561</u>

**STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES**  
**For the year ended 31 July 2000**

	<u>Note</u>	<u>Year Ended</u> <u>31 July 2000</u> <u>£'000</u>	<u>Year Ended</u> <u>31 July 1999</u> <u>£'000</u>
Surplus on continuing operations after depreciation of assets at valuation, disposal of assets and tax		238	1,394
Unrealised deficit on revaluation of assets	12	(565)	-
New endowments	21	4	2
<b>Total recognised gains and losses relating to the year</b>		<u>(323)</u>	<u>1,396</u>

**RECONCILIATION OF MOVEMENTS ON RESERVES AND ENDOWMENTS**

Opening reserves and endowments	72,668
Total recognised gains and losses for the year	<u>(323)</u>
Closing reserves and endowments	<u>72,345</u>

**THE UNIVERSITY OF HUDDERSFIELD**  
**BALANCE SHEETS**  
**As at 31 July 2000 (continued)**

	Group	University	Group	University
	2000	2000	1999	1999
Note	£'000	£'000	£'000	£'000
Represented by:				
<b>DEFERRED CAPITAL GRANTS</b>	20	3,276	3,276	3,795
<b>SPECIFIC ENDOWMENTS</b>	21	227	227	223
<b>RESERVES</b>				
Revaluation reserve	22	39,817	39,817	41,027
Income and expenditure account	23	32,301	32,340	31,418
<b>TOTAL RESERVES</b>		72,118	72,157	72,445
<b>TOTAL FUNDS</b>		75,621	75,660	76,463

The financial statements on pages 11 to 33 were approved by the University Council on 14 December 2000 and were signed on its behalf by:

PROFESSOR J R TARRANT

Vice-Chancellor and Principal

MR B R HILL

Chairman

**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000**

**1. FUNDING COUNCIL GRANTS**

	<u>Year Ended 31 July 2000</u>				<u>Year</u>
	<u>HEFCE</u>	<u>TTA</u>	<u>FEFC</u>	<u>Total</u>	<u>Ended</u>
	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>	<u>31 July</u>
					<u>1999</u>
					<u>£'000</u>
Recurrent grant	29,473	770	163	30,406	29,587
Specific grants:					
Learning and Teaching Strategy	17	-	-	17	-
Fund for the Development of Teaching and Learning	67	-	-	67	96
Reimbursement of interest on Kirklees Metropolitan Council loan	-	-	-	-	12
co-Mentor (formerly Visual Multi-User Discussion)	25	-	-	25	17
Non-Formula Funded Developmental Research	632	-	-	632	615
Non-consolidated	-	-	-	-	117
Riding Library project	-	-	-	-	19
Electrical compliance	-	-	-	-	402
Hunter Grant	-	-	-	-	82
Poor Estates	-	-	-	-	248
Widening Participation	29	-	-	29	8
INSET	-	197	-	197	21
Priority subject recruitment	-	12	-	12	70
Secondary partnership arrangements	-	164	-	164	22
Other	21	112	-	133	36
Deferred capital grants released in the year:					
Buildings (Note 20)	63	-	-	63	102
Equipment (Note 20)	387	-	-	387	761
	<u>30,714</u>	<u>1,255</u>	<u>163</u>	<u>32,132</u>	<u>32,215</u>

**2. TUITION FEES AND EDUCATION CONTRACTS**

	<u>Year</u>	<u>Year</u>
	<u>Ended</u>	<u>Ended</u>
	<u>31 July</u>	<u>31 July</u>
	<u>2000</u>	<u>1999</u>
	<u>£'000</u>	<u>£'000</u>
UK and EU Higher Education Students	11,954	11,392
Non-EU Students	1,517	1,473
Total fees paid by or on behalf of individual students	13,471	12,865
Research Training Support Grants	64	66
Short Course Fees	102	221
Registration and Examination Fees	156	150
Education contracts	137	58
	<u>13,930</u>	<u>13,360</u>

**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000 (continued)**

**6. STAFF COSTS**

Average number of persons employed by the group

	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>2000</u> <u>Number</u>	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>1999</u> <u>Number</u>
Teaching departments	883	848
Teaching support services	108	114
Administration and central services	182	183
Premises	169	157
Other	66	71
	<u>1,408</u>	<u>1,373</u>

	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>2000</u> <u>£'000</u>	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>1999</u> <u>£'000</u>
Staff costs for the above persons:		
Wages and Salaries	31,454	29,140
Social security costs	2,425	2,191
Other pension costs (Note 30)	2,395	2,163
	<u>36,274</u>	<u>33,494</u>

The number of staff excluding the Vice-Chancellor and Principal who received emoluments in the following ranges was:

£50,000 - £59,999	7	4
£60,000 - £69,999	3	3
£70,000 - £79,999	1	-

**7. VICE-CHANCELLOR AND PRINCIPAL'S EMOLUMENTS**

	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>2000</u> <u>£'000</u>	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>1999</u> <u>£'000</u>
Emoluments of Professor J R Tarrant, Vice-Chancellor and Principal	<u>134</u>	<u>128</u>

The emoluments of the Vice-Chancellor and Principal, Professor J R Tarrant, are shown on the basis required by the Higher Education Funding Council for England and include salary, employer's superannuation costs and benefits in kind. The University's pension contributions were £12,509 (1999 £12,264).

**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000 (continued)**

**9. INTEREST PAYABLE**

	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>2000</u> <u>£'000</u>	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>1999</u> <u>£'000</u>
On bank loans, overdrafts and other loans:		
Repayable within five years not by instalments	156	32
Repayable wholly or partly in more than five years	2,940	2,893
Debt charges	-	12
	<u>3,096</u>	<u>2,937</u>

**10. ANALYSIS OF 2000 EXPENDITURE BY ACTIVITY**

	<u>Staff</u> <u>Costs</u> <u>£'000</u>	<u>Other</u> <u>Operating</u> <u>Expenses</u> <u>£'000</u>	<u>Dep'n</u> <u>£'000</u>	<u>Interest</u> <u>Payable</u> <u>£'000</u>	<u>Total</u> <u>£'000</u>
Academic departments	25,114	10,466	1,551	-	37,131
Academic services	2,137	1,880	365	-	4,382
Research grants and contracts	956	969	126	-	2,051
Residences, catering and conferences	415	2,215	473	2,064	5,167
Premises	2,449	5,053	943	1,032	9,477
Administration and Central Services	4,711	3,499	423	-	8,633
Other expenses	492	1,441	34	-	1,967
<b>Total per income and expenditure account</b>	<u>36,274</u>	<u>25,523</u>	<u>3,915</u>	<u>3,096</u>	<u>68,808</u>

**11. SURPLUS ON CONTINUING OPERATIONS FOR THE PERIOD**

	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>2000</u> <u>£'000</u>	<u>Year</u> <u>Ended</u> <u>31 July</u> <u>1999</u> <u>£'000</u>
University's surplus before covenants from subsidiaries	202	1,203
Surplus from subsidiaries paid up by covenant	62	191
Losses retained in subsidiaries and associates	(26)	-
	<u>238</u>	<u>1,394</u>

**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000 (continued)**

**12. TANGIBLE FIXED ASSETS**  
**University**

	Freehold land and buildings	Long leasehold land and buildings	Short leasehold land and buildings	Equipment	Total
	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>	<u>£'000</u>
<b>Cost or valuation</b>					
At 1 August 1999	104,044	943	44	17,419	122,450
Additions	1,109	-	-	2,481	3,590
Revaluation	(9,440)	(143)	-	-	(9,583)
Disposals	-	(193)	-	(2,228)	(2,421)
At 31 July 2000	95,713	607	44	17,672	114,036
<b>Depreciation</b>					
At 1 August 1999	7,684	92	5	13,350	21,131
Charge for year	1,284	10	1	2,597	3,892
Revaluation	(8,968)	(50)	-	-	(9,018)
Eliminated in respect of disposals	-	(52)	-	(2,224)	(2,276)
At 31 July 2000	-	-	6	13,723	13,729
<b>Net book value</b>					
<b>At 31 July 2000</b>	<b>95,713</b>	<b>607</b>	<b>38</b>	<b>3,949</b>	<b>100,307</b>
Net Book Value At 1 August 1999	96,360	851	39	4,069	101,319
Inherited	39,814	35	-	-	39,849
Financed by capital grant	2,541	-	-	735	3,276
Other	53,358	572	38	3,214	57,182
<b>Net book value</b>					
<b>At 31 July 2000</b>	<b>95,713</b>	<b>607</b>	<b>38</b>	<b>3,949</b>	<b>100,307</b>

The freehold and long leasehold land and buildings of the Group and the University were revalued as at 31 July 2000 by Knight Frank, Chartered Surveyors, on the following basis:

	<u>£'000</u>
Depreciated replacement cost for existing use	56,309
Open market value for existing use	30,612
Open market value with vacant possession	9,399
Valuation in 2000	<u>96,320</u>

**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000 (continued)**

**15. DEBTORS**

	<u>Group</u> <u>2000</u> <u>£'000</u>	<u>University</u> <u>2000</u> <u>£'000</u>	<u>Group</u> <u>1999</u> <u>£'000</u>	<u>University</u> <u>1999</u> <u>£'000</u>
Amounts falling due within one year:				
Debtors	3,896	3,447	5,760	8,361
Amounts owed by group undertakings				
Subsidiary undertakings	-	857	-	165
Associate undertakings	13	7	-	-
Prepayments and accrued income	3,338	2,983	2,630	4,947
	<u>7,247</u>	<u>7,294</u>	<u>8,390</u>	<u>13,473</u>

**16. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	<u>Group</u> <u>2000</u> <u>£'000</u>	<u>University</u> <u>2000</u> <u>£'000</u>	<u>Group</u> <u>1999</u> <u>£'000</u>	<u>University</u> <u>1999</u> <u>£'000</u>
Mortgages secured on residential and other property	1,117	1,117	3,958	3,958
Payments received in advance	5,285	5,200	3,332	3,269
Trade creditors	2,659	2,652	2,075	2,053
Amounts owed to subsidiary undertakings	-	144	-	5,691
Other taxation and social security	1,387	1,387	1,137	1,037
Accruals	4,972	4,830	6,258	5,501
Other creditors	176	176	296	296
	<u>15,596</u>	<u>15,506</u>	<u>17,056</u>	<u>21,805</u>

**17. CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**  
**Group and University**

	<u>2000</u> <u>£'000</u>	<u>1999</u> <u>£'000</u>
Mortgages secured on residential and other property	30,960	31,183
	<u>30,960</u>	<u>31,183</u>

**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000 (continued)**

**21. SPECIFIC ENDOWMENTS**  
**Group and University**

	<u>£'000</u>
<b>At 1 August 1999</b>	223
Additions	4
Income for year	6
Transferred to income and expenditure account (Note 5)	<u>(6)</u>
<b>At 31 July 2000</b>	<u><u>227</u></u>
<b>Representing:</b>	
Prize funds	176
Chemical sciences special fund	<u>51</u>
	<u><u>227</u></u>

**22. REVALUATION RESERVE**  
**Group and University**

	<u>2000</u> <u>£'000</u>	<u>1999</u> <u>£'000</u>
<b>At 1 August</b>	41,027	43,194
Revaluations in the period	(565)	-
Transfer from revaluation reserve to general reserve in respect of:		
Disposals	(147)	(229)
Depreciation of revalued assets	<u>(498)</u>	<u>(1,938)</u>
<b>At 31 July</b>	<u><u>39,817</u></u>	<u><u>41,027</u></u>

**23. MOVEMENT ON GENERAL RESERVES**

	<u>Group</u> <u>2000</u> <u>£'000</u>	<u>University</u> <u>2000</u> <u>£'000</u>	<u>Group</u> <u>1999</u> <u>£'000</u>	<u>University</u> <u>1999</u> <u>£'000</u>
<b>Income and Expenditure Account Reserve</b>				
<b>At 1 August</b>	31,418	31,437	27,857	27,877
Surplus on continuing operations before transfer from revaluation reserve	238	258	1,394	1,393
Transfer from revaluation reserve	498	498	1,938	1,938
Realised revaluation gain on disposal of property	147	147	229	229
<b>At 31 July</b>	<u><u>32,301</u></u>	<u><u>32,340</u></u>	<u><u>31,418</u></u>	<u><u>31,437</u></u>



**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000 (continued)**

**27. MANAGEMENT OF LIQUID RESOURCES**

	<u>Year Ended</u> <u>31 July 2000</u> <u>£'000</u>	<u>Year Ended</u> <u>31 July 1999</u> <u>£'000</u>
Withdrawals from deposits	-	9,630
Net cash inflow from management of liquid resources	-	9,630

**28. FINANCING**

	<u>Year Ended</u> <u>31 July 2000</u> <u>£'000</u>	<u>Year Ended</u> <u>31 July 1999</u> <u>£'000</u>
Additions to existing mortgages	894	3,598
Repayment of amounts borrowed	(3,958)	(1,017)
Net cash (outflow)/inflow from financing	(3,064)	2,581

**29. ANALYSIS OF CHANGES IN NET DEBT**

	<u>At 1 August</u> <u>1999</u> <u>£'000</u>	<u>Cashflows</u> <u>£'000</u>	<u>Other Changes</u> <u>£'000</u>	<u>At 31 July</u> <u>2000</u> <u>£'000</u>
Cash in hand, and at bank	14,831	(361)	-	14,470
Endowment asset investments	223	4	-	227
	15,054	(357)	-	14,697
Debt due within 1 year	(3,958)	3,958	(1,117)	(1,117)
Debt due after 1 year	(31,183)	(894)	1,117	(30,960)
	(20,087)	2,707	-	(17,380)

**THE UNIVERSITY OF HUDDERSFIELD**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**For the Year ended 31 July 2000 (continued)**

**32. FINANCIAL COMMITMENTS**  
**Group and University**

At 31 July the University had annual commitments under non-cancellable operating leases as follows:

	<u>2000</u> <u>£'000</u>	<u>1999</u> <u>£'000</u>
<b>Fixtures, fittings and general equipment</b>		
Expiring within one year	3	-
Expiring between two and five years inclusive	<u>231</u>	<u>228</u>
	<u>234</u>	<u>228</u>

**33. CONTINGENT LIABILITIES**  
**Group and University**

The University has given a limited indemnity to the trustees of The University of Huddersfield Discretionary Trust in respect of its liabilities.

**34. ACCESS FUNDS**

	<u>Year Ended</u> <u>31 July 2000</u> <u>£'000</u>	<u>Year Ended</u> <u>31 July 1999</u> <u>£'000</u>
Balance at 1 August	31	-
Refunded to Funding Council	(31)	-
Funding Council grants	1,000	500
Interest earned	17	10
	<hr/>	<hr/>
Disbursed to students	1,017	510
Audit fees	(937)	(478)
	<u>(1)</u>	<u>(1)</u>
Balance unspent at 31 July	<hr/> <u>79</u>	<hr/> <u>31</u>

Funding Council grants are available solely for students: the University acts only as paying agent. The grant and related disbursements are therefore excluded from the income and expenditure account.