



NUI MAYNOOTH

Ollscoil na hÉireann Mú Nuad

Consolidated Financial Statements
of
National University of Ireland, Maynooth
for the year ended 30th September 2013

(Prepared under Generally Accepted Accounting Principles)

C&AG



Consolidated Financial Statements
Year ended 30th September 2013

Contents

	Page(s)
General Information	2
Report of the Bursar	3 - 6
Statement of Corporate Governance	7 - 16
Report of the Comptroller and Auditor General	17 - 18
Statement of Accounting Policies	19 - 21
Consolidated Income and Expenditure Account	22
Consolidated Statement of Total Recognised Gains and Losses	23
Consolidated and University Balance Sheets	24
Consolidated Cash Flow Statement	25
Notes to the Financial Statements	26 - 43
Reconciliation of 'Harmonisation of Accounts Funding Statement' with Consolidated Income and Expenditure Account and Explanatory Notes	44 - 46
Harmonisation of Accounts Funding Statement	47 - 71

General Information

Auditors

Deloitte & Touche,
Chartered Accountants Deloitte & Touche House,
Earlsfort Terrace,
Dublin 2.

Statutory Auditors

Office of the Comptroller and Auditor General,
Treasury Block,
Dublin Castle,
Dublin 2.

Bankers

Allied Irish Banks Plc,
Main Street,
Maynooth,
Co. Kildare.

Legal Advisers

McCann FitzGerald,
Solicitors,
Riverside One
Sir John Rogerson's Quay
Dublin 2

Report of the Bursar

I have the pleasure to present the Consolidated Financial Statements of the National University of Ireland Maynooth for the year ended 30th September 2013 prepared using Generally Accepted Accounting Principles (GAAP). The GAAP Consolidated Financial Statements are accompanied by a reconciliation between these statements and a set of financial statements prepared under the agreed Harmonisation of Accounts format for the same period as well as the Harmonisation of Accounts Statements themselves. The Harmonised format is agreed between the Higher Education Authority (HEA) and the university sector and is designed to ensure consistency in the treatment of activities funded from the public purse. There are a number of differences in accounting treatments between the two formats (e.g. subsidiary companies, ancillary activities, student fees, amortisation and depreciation of capital items, research income, interest income, accruals) and explanatory notes attached to the reconciliation explain the key items in more detail. The process of adjustment is an accounting (and presentation) exercise, which does not change the underlying resources available to the university.

1. Review of the year (Harmonisation of Accounts format)

The final outcome for the year indicates a deficit of €40,114, which compares to a surplus of €263,757 in the previous year. Accumulated revenue surpluses are now just below €0.5m. Total income at €93m is down €3.8m on the previous year. Total recurring expenditure at €93m is down €3.5m on the previous year.

State grant income was €21.8m representing 23% of total income. In the previous year, State grants contributed €26m or 27% of total income. The State Grant was down €4.2m or 16% year on year. The university has acknowledged that the cuts in core grant arise from necessary cutbacks made by government following the collapse in the public finances in late 2008 and the subsequent implementation of a national adjustment strategy to reduce public expenditure. The university has further acknowledged that the government took steps to protect public bodies against such cuts in a general way by negotiating pay cuts for staff, by introducing a moratorium on the recruitment and promotion of staff, by reducing the travel and subsistence allowances payable to staff and by facilitating greater collaborative procurements in the wider public sector. The decline in 'recurrent grant' (by far the largest element of State Grant, see Note 1, page 57) support has seen student fees becoming the dominant income source for universities, with fees accounting for 50% of income in 2012/13 up from 48% in 2011/12 and from 35% in 2007/08, the last full year before the funding cutbacks took effect. The recurrent grant is the funding used by the universities to maintain the basic fabric of their institutions and further cuts will impact on the long-term sustainability of universities and the quality of the environment experienced by students whilst at university.

Student fee income increased by just €200k to €46.9m representing a 0.4% increase over the previous year. Readers of these Accounts will notice under Note 2 on page 57 that there has been a minor change in classification of income. This change means that an amount of €1.2m representing the excess of non-EU fee income is reported as student fees rather than other income. The reclassification in 2011/12 was also €1.2m. Undergraduate fees accounted for €39.7m (€38.8m in 2012) whilst postgraduate fees accounted for €7.2m (€7.8m in 2012). In 2012/13 €16.2m was paid directly to the university on behalf of students by parties other than the Higher Education Authority. The State chose to pay €30.7m of student fees on behalf of students, which was down from €31.6m in 2011/12. Of this amount, €7.6m was received through *Student Universal Support Ireland* and local authorities, up from €6.3m from these sources in the previous year. Of the €16.2m paid by or on behalf of students, non-EU students paid €2.2m as against €2.1m in the previous year. The individual EU student contribution increased from €2,000 in 2011/12 to €2,250 in 2012/13. As a result, the "free fees" element of student fees paid through the Higher Education Authority was down by €600k to €23.1m for the year.

Both student fee income and State grant income are largely driven by student numbers.

Other income at €3.6m was down by €359k year on year (after adjusting for the change in accounting policy relating to non-EU student fees mentioned above). Interest income receivable was down from €2.79m in 2011/12 to €1.4m in 2013/13 reflecting a once-off recognition of interest income of €648k associated with model scheme pension balances in 2011/12 and a general reduction in interest rates paid by banks in Ireland. The reduction is partly offset by a growth in contribution from Research Grants and Projects of €534k over the previous year.

The overall level of creditors and accruals is relatively unchanged at €56.8m (€58m). This masks a significant change in the surplus funds in the NUI Maynooth Superannuation Scheme which is up €3m to €12.7m at the balance sheet date. On the other hand, State Grant for Recurrent Expenditure received in advance is down €5m to €700k at the balance sheet date. Other movements include an increase in Research Grants and Projects funded in advance, an increase in Student Fees received in advance and a decrease in Other Creditors and Accruals arising from more efficient processing.

Report of the Bursar (continued)

Income from Research Grants and Projects showed an increase of €603k or 3% over the previous year. Research Grants and Projects, at €20.7m, represent 22.3% of total university income, up from 20.8% in the previous year. Growth in research income is a key strategic objective of NUI Maynooth. The increase in research income (research income peaked in 2008/09 at €26m) reverses a three year downward trend and reflects the growing level of funded research at NUI Maynooth. It is evidence of a real underlying growth in research activity and is particularly welcome given the additional pay cuts to researcher salaries in the last quarter of the financial year. As explained in previous years the decline arose from a combination of reduced pay rates paid to researchers, a fall-off in underlying activity arising from constraints in funding available to domestic funding agencies and a reduced level of awards payable to the university from the most significant calls by the research funding agencies in the last two to three years. The university recognises that the research funding environment will be challenging in the years ahead. During the year, the university has agreed upon its own areas of research priority drawing on the university's research strengths, the Strategic Plan 2012-17 and the national priorities for research set by government. The university has a substantial 'fixed cost' investment in research infrastructure and key research personnel; and ensuring maximum utilisation of these resources in the years ahead will be a key consideration in the strategic management of the university. By any reasonable measure (PhD students per core academic staff member, PhD graduation rates, funded research income per core academic staff member, citation rate), NUI Maynooth is a strong and credible research university with real and deep links between the research being carried by university academic staff and the content of the disciplinary subject areas studied by students. Every member of the university is justifiably proud of this.

Recurrent expenditure for the year (excluding research grants and projects) amounted to €72.3m, a 5.4% decrease in the year. Pay costs dropped marginally year on year (€387k). Non-pay costs decreased by €3.7m. Excluding capital transfers, non-pay costs decreased marginally by €150k year on year. Non-pay costs represent 29.5% of recurrent expenditure down from 32.8% in 2011/12. Expenditure on academic departments and other academic services (Notes 5 & 6, page 58) increased by €1.1m or 2.7% in the year. Excluding transfers to capital the proportion of monies expended on academic and academic support services continues to exceed two thirds of all expenditure.

Capital expenditure during the year amounted to €4.6m, with €2.4m invested in building works and €2.2m on capital equipment (including research capital equipment). Note 28 on page 71 sets out the capital commitments as at the balance sheet date. This is evidence of the university's continuing commitment to improving its physical environments for students, staff and visitors. Of this total commitment of greater than €50m, less than €6m is being funded by capital grants from the State.

Bank and Cash balances held at the balance sheet date are €46m, down by €3.9m on the same date last year. This Cash Flow Statement on page 56 explains the movement which in summary arises from the HEA re-engineering the process by which the State funds the university. As a result, the university must wait months longer to receive grant aid from the State than previously was the case. Of the €46m cash balance, €9.8m relates to capital funding for future projects; €8.3m relates to pension monies held for the State, €10.2m relates to fees and grants received in advance and €8.8m relates to research projects funded in advance. The balance of €8.9m is unencumbered cashflow.

This year saw a significant increase in Debtors and Prepayments. On the balance sheet date, Debtor and Prepayments were €19m up from €14.4m in the previous year. The increase of €6.1m is accounted for by an increase of €1.4m in Research Grants and Projects, funded in advance, an increase of €1.1m in the deficit on the Closed Pension Scheme receivable from the HEA and a €2m increase in other Debtor and Prepayments including €500k due to our industry/research collaboration, the Innovation and Value Institute.

2. Pensions

On 31st December 2009 the assets of the National University of Ireland, Maynooth Pension Plan transferred to the National Pension Reserve Fund. On the basis that the Oireachtas will make good any deficiency arising to meet the university's obligations to pay pension benefits of the Closed Scheme and that future pension liabilities of the Model Scheme and the Single Scheme are funded on a pay-as-you-go basis through monies provided to the University by the HEA for that purpose, I have recommended to Governing Authority that an asset equal to our pension liabilities as calculated for FRS17 reporting purposes should be included in the consolidated balance sheet as at 30th September 2013. The overall pension liability is €264m. Of this amount €28.96m is attributable to the Model Scheme and €58k is attributable to the Single Scheme. The Model Scheme was established as a pay-as-you-go scheme on the instructions of the Higher Education Authority. The instruction was circulated by letter to five universities with funded pension schemes on the 29th November 2004. The correspondence does not specifically guarantee the payment of pensions independent of university funding to be received in future years. However, it is my belief that the normal superannuation accounting for public bodies effectively provides a

Consolidated Financial Statements
Year ended 30th September 2013

Report of the Bursar (continued)

guarantee. The Single Scheme is the only pension scheme for new staff (new to the public service) as and from the 1st January 2013. This scheme is sometimes referred to as the Career-Average Scheme. At the present time, the university is providing employer contributions at the same rate as it provided them for both the Closed Scheme and the Model Scheme. The Department of Public Expenditure and Reform have advised in correspondence to our pension advisors, Willis, dated 15th November 2013 that the full liability for future pensions associated with the Single Service Pension Scheme should be included in the FRS17 liability disclosure. Based on the advice and to be consistent with the treatment of the other two pension schemes, the university treats the Single Scheme as a funded scheme for the purpose of recognition of pension assets and liabilities. The accounting treatment I have recommended reflects the de-facto State guarantee that exists for the pension liabilities existing at National University of Ireland, Maynooth on the balance sheet date. Further details are provided in Note 24 (page 38-39).

3. Internal control issue

During 2012, cash from an ancillary service area was withheld by a Fixed Term Contract employee responsible for running the service and used by that employee to meet running costs. As a result, the amounts reported as income and expenditure for the ancillary service for 2011/12 and prior years is estimated to be understated by €98k in total. Deloitte carried out a review of this ancillary service and made a number of findings and recommendations. The principal finding, based on a review and investigation using incomplete records, is that there is no evidence that financial loss was suffered by the university and that there is no evidence that fraud had taken place. However, a series of recommendations to tighten controls in ancillary services generally were made and accepted by management. The employee concerned left the university in August 2013 on the cessation of a Fixed Term Specified Purpose Contract of Employment. The executive was paid redundancy in accordance with the terms of a letter received from the Department of Education and Skills dated the 28th June 2012.

I regret the occurrence of this breakdown in internal control. The University Executive and my own senior staff agree that this serves as a wake-up call to us all. The finance function at the university has seen the departure of senior and experienced staff in recent years and an overall reduction of 6% in headcount. In recent weeks, the President and I have agreed a restructuring of the finance function and a redistribution of responsibilities which I hope will lead to the elimination of such errors and oversights.

4. Ongoing shift in higher education

Following the publication of the *National Strategy for Higher Education to 2030* in 2011, a significant amount of discussion and consultation has taken place between the various departments and agencies in government with responsibility for education, research and enterprise. Higher education institutions have also been consulted but it is fair to say that the emerging landscape, governance and accountability arrangements cannot be considered ideal. The State, through the Higher Education Authority, has decided to introduce a system of institutional compacts which set out the objectives of institutions and how they meet national priorities. Funding, voted for higher education institutes by the Oireachtas is being withheld by the Higher Education Authority as part of this fairly intrusive process to encourage institutions to deliver on national priorities and their own strategy in order to receive the monies previously withheld. Universities in particular will have to remain strong and focused on their own mission and priorities and the values of institutional autonomy and academic freedom lest they be reduced to mere schools, required to deliver human capital to Irish and international employers. The language of the State and the Higher Education Authority is increasingly utilitarian and is confused between creating well rounded and educated citizens capable of adapting to many employment opportunities and situations on the one hand and producing employed workers contributing to the Irish economic recovery on the other hand. These are very different things. The first is focused on the primacy of education and the development or formation of graduates; the second is focused on supplying industry with human capital.

A big challenge for the university will be to ensure its own ongoing financial sustainability in the uncertain years ahead whilst also demonstrating it is delivering against its Strategic Plan (and the HEA Compact based on that plan) and doing so whilst maintaining its own unique ethos and academic and operational autonomy. Given the dependence of the university on State funding, it is not possible for the university itself to plan for its own sustainability. The State must also plan for the ongoing financial stability of the system of higher education. Despite the publication of its National Strategy and subsequent developments, this omission on the part of the Higher Education Authority is now the most striking gap in the planning process for all of higher education.

Report of the Bursar (continued)

The most positive aspect of the changing landscape for National University of Ireland, Maynooth is that the university is at the heart of the fastest growing region in Ireland and that demand for study places in the university is growing faster than any other university within the State and that the academic quality of those seeking places, as measured by CAO average points, is also increasing at the same time. The Higher Education Authority, in planning for the sustainable future for Irish higher education must bear in mind the choices of students and their families and invest in institutions that students actually want to attend.

5. Froebel Department of Primary and Early Childhood Education

In April 2010, the Governing Authority of the university approved the establishment of the Froebel Department of Primary and Early Childhood Education to be staffed by former employees of the Froebel College of Education then located in Sion Hill, Blackrock, County Dublin. At the same time, the Trustees of the Froebel College of Education agreed to close that operation with effect from the 31st August 2013. The new department opened at National University of Ireland, Maynooth on the 1st September 2013. In the intervening period, the teaching programme of Froebel has been modularised and semesterised in accordance with National University of Ireland, Maynooth policy and the content approved by Academic Council. The university and the staff of Froebel College of Education and the trustees of the now closed Froebel College of Education agreed the terms and conditions under which staff would transfer to the university and these arrangements were in turn approved by the Department of Education and Skills in September 2013. Office and teaching facilities were provided in-house for the transfer and a major new state of the art Education Hub building is in the planning process. The process of closing a highly regarded teacher training college after operating successfully for 70 years is not simple. Likewise establishing a new academic department, staffed entirely by academic staff drawn from another institution would present significant challenges to any university. Integrating the department into the university, particularly with the other education departments which bring the education offering of National University of Ireland, Maynooth to the full life cycle of learning from early childhood through primary, post primary, tertiary and adult and community education including life long learning. This breadth of offering is unique in Ireland. I would like to thank everyone in the university who worked towards this important outcome including the leadership and staff of the Froebel Department themselves. I particularly wish to thank the trustees of the former Froebel College of Education for their vision and wisdom throughout the process. The fact that National University of Ireland, Maynooth now provide Ireland's only secular B.Ed degree, under a single Froebellian ethos demonstrates that the trustees put the interests of children, their education and their educators above any other interest they might have had. Further, I also want to acknowledge the agreement of the Dominican Sisters to contribute €4m to the new Education Hub building. The full cost of this building, which will house all the university's Education departments will be €12m.

The ongoing funding of the Froebel Department will be on a basis consistent with the funding of the other publicly funded teacher training colleges in Ireland.

6. Conclusion

The university again managed its affairs well in 2012/13. We will continue to manage our cost base in these difficult financial times. Readers can be sure that the university remains focused on its core teaching and research activities and the implementation of its Strategic Plan 2012-17 academic standards and the quality of the student experience.

I wish to thank the staff in my office for their enormous efforts in completing these accounts.


Dr Mike O'Malley
Bursar


Date

Statement of Corporate Governance

The National University of Ireland, Maynooth is committed to operating best practice in all aspects of corporate governance. This summary describes the manner in which the university has applied the principles set out in the “*Governance of Irish Universities 2012*” document agreed between the Irish Universities Association and the Higher Education Authority and adopted by the Governing Authority of National University of Ireland, Maynooth in November 2012. The purpose of this summary Statement of Corporate Governance is to help the reader of the financial statements to better understand how the principles have been applied and to obtain a clearer understanding of the governance and legal structure of the university.

The university is recognised as an independent legal entity under the *Universities Act, 1997*. Section 14.1 of that act provides that a university shall “have the right and responsibility to preserve and promote the traditional principles of academic freedom in the conduct of its internal and external affairs and be entitled to regulate its affairs in accordance with its independent ethos and tradition”.

The **Governing Authority** of the National University of Ireland, Maynooth is the main governance and decision-making entity within the university. Under the *Universities Act, 1997* “the functions of a university shall be performed by or on the direction of its governing authority” and “all acts and things done by a governing authority, or in the name of or on behalf of the university with the express or implied authority of the governing authority, shall be deemed to have been done by the university”.

The membership of the fourth Governing Authority of the National University of Ireland, Maynooth is made up of 29 members and is as representative as possible consistent with the provisions of the *Universities Act, 1997*. In addition there has been an independent Chairperson since 2004. Baroness Nuala O’Loan was elected Chairperson in December 2010 and chaired her first meeting in February 2011.

Half of the membership is drawn from outside of the university community (lay membership) and half is drawn from the university community including three student representatives. The decisions of the Governing Authority are published on the university’s website www.nuim.ie. Under section 34 of the *Universities Act, 1997* the Governing Authority shall approve the strategic plan of the university and ensure a copy of the strategic plan is sent to the Minister for Education and Skills and to the Higher Education Authority. A new Strategic Plan covering the period 2012 to 2017 was presented by the President and approved by the Governing Authority for publication in November 2012. The Plan was formally launched by the Minister for Education and Skills in June 2013. The title of the plan is “*National University of Ireland Maynooth Strategic Plan 2012 – 2017*” and it can be accessed at www.nuim.ie or is available by request to Governing.Authority@nuim.ie

The University Bursar and Secretary acts as Secretary to the Governing Authority. The Governing Authority met on five occasions during the year. The Authority normally meets six times per year but the September 2013 meeting was deferred by one week to the 3rd October 2013 to facilitate the availability of some members. Table 1 below shows the attendance record of members over the year.

Statement of Corporate Governance (continued)

	Governing Authority Member	Number of Meetings Eligible to Attend	Number of Meetings Attended	Percentage Attendance
Chairperson (1)	Baroness Nuala O'Loan	5	5	100%
Ex Officio (3)	Professor Philip Nolan	5	5	100%
	Dr David Redmond ¹	2	2	100%
	Professor Aidan Mulkeen	3	3	100%
	Dr Mike O'Malley	5	5	100%
Members of academic staff who are Professors or Associate Professors (2)	Professor Mark Boyle*	5	2	40%
	Professor Anne Ryan	5	4	80%
Permanent or full-time members of academic staff other than Professors or Associate Professors (4)	Dr Aidan Mulkeen ²	2	2	100%
	Dr Kenneth Duffy	3	2	67%
	Dr Bernard Mahon ³	1	1	100%
	Dr Tom O'Connor	3	3	100%
	Dr Muireann Ní Bhrolcháin	5	4	80%
	Ms Anastasia Crickley	5	4	80%
Permanent or full-time employees of the University who are not academic staff (2)	Mr James Cotter	5	5	100%
	Ms Paula Murray	5	5	100%
Elected officers of the Students' Union (2)	Mr Séamus Reynolds	5	2	40%
	Mr Fiach O'Neill	5	5	100%
Postgraduate student (1)	Ms Danielle O'Sullivan	4	3	75%
IBEC nominee (1)	Ms Una Halligan	5	4	80%
ICTU nominee (1)	Ms Annette Kennedy	5	4	80%
Nominees of the Trustees of St Patrick's College (3)	Mr Seán Ashe*	5	2	40%
	Monsignor Hugh Connolly	5	5	100%
	Monsignor Jim Cassin	5	4	80%
Graduates of the University (2)	Dr Una Crowley	5	4	80%
	Mr Michael Smyth	5	4	80%
Nominees of NUI Senate (2)	Professor Mary Corcoran	5	5	100%
	Professor Jim Walsh	5	5	100%
Minister's nominees (2)	Professor Martin Curley	5	3	60%
	Ms Teresa Murray	5	4	80%
Other external members (4 – two vacancies) ⁴	Mr Peter Cassells	5	5	100%
	Mr Richard George	5	5	100%

Table 1: Attendance Records of Members of the Governing Authority during 2012/13

*Professor Mark Boyle was on sabbatical leave during the year and his absence from meetings was approved by the Governing Authority in accordance with Section 3 of the Third Schedule of the *Universities Act, 1997*.
Mr Seán Ashe's absence from the June 2013 meeting of the Governing Authority was approved under Section 3 of the Third Schedule of the *Universities Act, 1997*.

¹ Dr David Redmond was replaced by Professor Aidan Mulkeen as Registrar with effect from 1st February 2013.

² Dr Kenneth Duffy replaced Dr Aidan Mulkeen on the latter's appointment as Registrar.

³ Dr Bernard Mahon was promoted to Professor and became ineligible to represent this category of staff. He was replaced by Dr Tom O'Connor.

⁴ The vacancies in this panel were filled in June 2013 with the appointees eligible to attend meetings in 2013/14.

Statement of Corporate Governance (continued)

The Chairperson receives remuneration of €12,000 per annum in accordance with Section 17(5) of the *Universities Act, 1997* and a decision of Governing Authority taken at its meeting in December 2010. No actual payment was made in 2012/13. The Chairperson was owed €9,000 for the financial year 2011/12 and the full €12,000 for 2012/13 at the balance sheet date. The full amount of €21,000 was paid to Baroness O'Loan in October 2013. Vouched expenses totalling €1,256.26 were paid to members during the year. Meetings of Governing Authority take place in NUI Maynooth and meetings of the Audit and Risk Assessment Committee take place in Dublin city centre.

During the year, Professor Philip Nolan, President was paid in accordance with a letter of sanction received from the Department of Education and Skills dated February 2011. He received total gross remuneration of €186,074 reflecting nine months paid at an approved annual post 1995 salary of €189,474 and three months at the reduced annual post 1995 salary of €175,877.

The **Academic Council** is the academic authority of the university and draws its membership entirely from the academic staff, students and academic support services staff of the university. Its role is to oversee the teaching and research work of the university. The Academic Council met on six occasions during the year.

The principal academic and administrative officer of the university is the President. The President has a responsibility to the Governing Authority for maintaining the efficiency and good order of the university, including financial management which is prescribed under various sections of the *Universities Act, 1997*. The President can be summoned to appear before the Public Accounts Committee or other Committees of the houses of the Oireachtas. Professor Philip Nolan took up office in August 2011 for a ten year period. The President is supported by a University Executive team. The current members of the University Executive are as follows:

Professor Philip Nolan	President
Professor Aidan Mulkeen	Vice-President Academic, Registrar and Deputy President
Professor Bernard Mahon	Vice-President for Research
Professor Ray O'Neill	Vice-President for Innovation
Professor Jim Walsh	Vice-President for Strategy and Quality
Professor Rowena Pecchenino	Dean of Social Sciences
Professor Ronan Reilly	Dean of International and Graduate Studies
Dr Fiona Lyddy	Dean of Science and Engineering
Dr Thomas O'Connor	Dean of Arts, Celtic Studies and Philosophy
Mr Frank Fitzmaurice	Director of Development
Ms Rosaleen McCarthy	Director of Human Resources
Dr Mike O'Malley	Bursar and Secretary

In addition, the Governing Authority has established three standing committees of the Governing Authority with written terms of reference and specified membership including lay membership. The Audit and Risk Assessment Committee is chaired by an independent lay member of the Governing Authority.

Statement of Corporate Governance (continued)

The **Audit and Risk Assessment Committee** met on four occasions during the year with the university's external auditors in attendance at two of those meetings. It considers detailed reports together with recommendations for the improvement of the university's systems of internal control and management's responses and implementation plans. The Committee reports directly to Governing Authority and has the authority to call for any information from the finance office, the University Executive members, from internal and external auditors and others whom it considers necessary to discharge its responsibilities effectively. The Bursar attends meetings of the committee on request. The Administrative Officer supporting the Governing Authority acts as Secretary to the Committee. The Bursar is not a member of the Committee. Whilst other members of the University Executive may attend meetings of the Committee from time to time by invitation, they are not members of the Committee. Once a year, the Committee meets both the external auditors and internal auditors on their own for independent discussions about their audit work and any matters the auditors choose to raise in the absence of management personnel. During 2013 the Committee met with a senior representative from the Office of the Comptroller and Auditor General on one occasion.

The **Planning, Development & Finance Committee** has oversight responsibilities in the areas of operational planning and budgeting, quality assurance, fee structure, student support services, procurement, asset management, campus development, health and safety, the promotion of the Irish language and the judicious use of the university seal. The Committee met on four occasions during the year. The Committee is chaired by the President and the Director of Development acts as Secretary to the Committee.

The **Human Resources, Staff Development & Equality Committee** has oversight responsibilities in the areas of staff planning, staff selection and promotions procedures, sabbatical leave procedures, staff policies, counter-acting sources of discrimination and the promotion of equality. It is chaired by the President and the University Bursar and Secretary acts as Secretary to the Committee. The Committee met on four occasions during the year.

Since the year end, the Governing Authority has authorised a review of the committee structure of Governing Authority. This may lead to a re-organisation of committees and/or a re-definition of their terms of reference. It is expected that the review will be complete by the summer of 2014.

The University Executive meets on a regular basis and receives reports on key performance and risk indicators and considers possible control issues brought to its attention by early warning mechanisms which are embedded within operational units (including faculties and departments).

The university maintains a Register of Interests of members of the Governing Authority and staff in accordance with its legal obligations under the *Ethics in Public Office Acts, 1995 & 2001*.

Statement on Internal Control

In order to comply with Section 2.11 of the Code '*Governance of Irish Universities 2012*' the Governing Authority of NUI Maynooth states:

- NUI Maynooth adopted the Higher Education Authority/Irish University Associations Code '*Governance of Irish Universities 2012*' in November 2012 without adjustment. A Code of Conduct for members of the Governing Authority was approved in June 2009 and brought to the attention of all members of the fourth Governing Authority on its establishment in October 2010.
- A Code of Conduct for staff was approved in September 2009 and is brought to the attention of all new staff as they join the university.

Statement of Corporate Governance (continued)

- The university operates a devolved budget control system where budgets for recurrent and capital purposes are given to individual budget holders who are expected to operate and deliver within that budget. Regular analysis of under and over spending is carried out and, if appropriate, brought to the attention of the University Executive and governance structures of the university. Whereas overspending on certain budget headings has occurred, active management of the situation has led to savings in other areas to match the overruns.
- No financially significant developments other than those disclosed in the annual Accounts took place in the financial year to 30th September 2013. No new joint ventures were entered into during the year. During 2011/12, the university entered a Strategic Partnership with two other institutions namely, Dublin City University and the Royal College of Surgeons in Ireland. This relationship, known as the 3U Partnership is governed by a Memorandum of Understanding. That Memorandum of Understanding acknowledged future activities undertaken by 3U Partnership may require legally established joint ventures. Such a joint venture, 3U Collaboration Limited was incorporated on the 13th March 2013. The principal activity of the company is to deliver world class education and research opportunities through a collaborative approach among the three institutions of the Royal College of Surgeons in Ireland, Dublin City University and National University of Ireland, Maynooth. The company was formed as a specific purpose vehicle to facilitate the execution of agreed activities under the 3U Partnership umbrella including the creation of a focused 'pathways' programme for international students. Since the year end the university has signed a Memorandum of Understanding with Athlone Institute of Technology which addresses areas of academic collaboration including jointly planning for the provision of courses in the Leinster area.
- The university and its subsidiary companies endeavour to comply with public pay guidelines and the Framework for Departures from Approved Levels of Remuneration agreed with the Higher Education Authority under Section 25 of the *Universities Act, 1997*. The university is fully compliant with the public sector pay ceiling of €200k as communicated to the university. In relation to researcher salary scales, the university acknowledges that no Section 25 approved pay scales exist. The University Executive have created a set of pay scales consistent with the ministerial approved academic pay scales and the sectorally agreed (seven universities) Irish Universities Association pay scales for researchers. These scales are used in budget-setting in research proposals and, on award of research funding, these scales are used to recruit and pay researchers.
- The university has appropriate procedures for the timely production of annual financial statements.
- The university outsourced its internal audit service to Mazars during the year, a re-appointment following a public tender competition. The Internal Auditors are fully aware of the *Code of Governance 2012* and the expectations in relation to internal audit and the annual Statement of Internal Control. Internal Auditors carry out an annual programme of risk based audits with reporting to the Audit & Risk Assessment Committee who notify any significant items to Governing Authority. During 2012/13 or since the year end, no significant items were reported to the Governing Authority.
- The university confirms that procurement procedures are in place and have been communicated to all budget holders. The procedures reflect EU Directives, legislation and Government policy as we understand them with the exception of partial non-compliance with Department of Finance Circulars 02/09 and 02/11. The Internal Auditors carried out a detailed study into the operation of the procurement procedures during 2007 and again in 2010. No material non-compliance issues were identified. To the best of National University of Ireland Maynooth's knowledge and belief the university has been compliant with the published procedures – with two exceptions. The first exception relates to the two circulars mentioned above. Circular 02/09 and 02/11 deal with the procurement of ICT equipment and services. The Irish Universities Association have written to the Higher Education Authority stating that the university IT Directors believe the circulars cannot be fully implemented for technical and value for money reasons. The second exception relates to the engagement of consultants through the Innovation and Value Institute (IVI), a joint industry/research collaboration with a public remit to investigate the effectiveness of information technology spending in organisations. The Institute, which is housed in the university is controlled by a Management Committee of patrons including Intel, Boston Consulting Group, Ernst and Young and the university. IVI works on a global scale with consultants required to work in North America, India, the

Statement of Corporate Governance (continued)

Middle East and throughout Europe. Consultants have been engaged in the past through the recommendations of patron members and other business contacts and outside of normal public procurement guidelines for consultants. Given the unique nature of IVI, the university and IVI have agreed to review the business model and identify if a future business model, consistent with public procurement guidelines where required can be agreed between the university and the IVI management board.

- The disposal of university assets to third parties and employees is governed by procedures communicated to all staff. To the best of National University of Ireland, Maynooth's knowledge and belief, the university has been compliant with these procedures.
- National University of Ireland, Maynooth has put in place processes and procedures to ensure compliance with the Guideline of the Appraisal and Management of Capital Projects issued by the Department of Finance in February 2005.

National University of Ireland, Maynooth has to the best of its knowledge and belief followed the Guidelines in achieving value for money in public expenditure as set out in the address by the Minister for Finance on the 20th October 2005 and communicated to universities. However, this document addresses the engagement of consultants and managing this process is difficult. In one particular instance, for sound operational reasons, the university engaged a HR Consultant in 2011 who has been paid an amount of money greater than originally intended due to delays in addressing the long-term staffing of the Human Resources Department. This arrangement has come to an end since the year end with the appointment of a full-time Director of Human Resources.

The Higher Education Authority was kept informed of the steps being taken by the university to restore compliance in this area.

- National University of Ireland, Maynooth seeks to be compliant with taxation laws and is committed to ensuring that all known tax liabilities are paid at the relevant due dates.
- National University of Ireland, Maynooth adopted a Child Protection Policy in December 2010 and this policy can be viewed at www.nuim.ie or is available by request from Governing.Authority@nuim.ie.
- National University of Ireland, Maynooth received formal correspondence from the Directors of all subsidiary companies confirming that the Code of Governance operating in the university is applied to the carrying out of duties relating to subsidiary companies.
- National University of Ireland, Maynooth has adopted travel and subsistence policies which are consistent with Department of Finance Circular 07/2009: Motor travel and subsistence rates. The scheme differs to the Civil Services Scheme in some respects as allowed in paragraph 2 of the notes accompanying the circular. In general, mileage and subsistence rates paid are lower than the Civil Service rates. This policy governs claims made to members of Governing Authority as well as staff of the university.

The Governing Authority acknowledges its responsibility for the university's system of internal control; covering all material controls including financial, operational and compliance controls and risk management systems, that support the achievement of the university's policies, aims and objectives, while safeguarding the public and other funds and assets for which the Governing Authority is responsible.

The system of internal control manages rather than eliminates the risk of failure to achieve policies, aims and objectives or to conduct affairs in an orderly and legitimate manner. To that extent it can, therefore, only provide reasonable and not absolute assurance of effectiveness.

The Governing Authority is of the view that there is an ongoing process for identifying, evaluating and managing the university's significant risks to the achievement of strategy, policies, aims and objectives, that has been in place for the year ended 30th September 2013 and up to the date of approval of the annual accounts, and that it is regularly reviewed by the Governing Authority.

The following processes have been established by Governing Authority for reviewing and evaluating the effectiveness of the systems of internal control:

Consolidated Financial Statements
Year ended 30th September 2013

Statement of Corporate Governance (continued)

The Audit and Risk Assessment Committee has been established with terms of reference and an Audit Charter consistent with the governance guidelines laid down in Governance of Irish Universities 2012:

- During the year under review and up to the date of approving the Statement of Internal Control, the independent internal auditors, Mazars or the independent external auditors, Deloitte have presented the following reports to the Audit and Risk Assessment Committee:
 - Review of Headcount & Contracts Management Process (January 2013);
 - Treasury Review (January 2013);
 - Internal Financial Controls Review (January 2013);
 - Research Administration Oversight Review (March 2013);
 - Annual Internal Control Questionnaire Review (June 2013);
 - Ancillary Service Review (December 2013) and
 - Internal Financial Controls Review (January 2014).

No findings requiring immediate action or notification to the full Governing Authority were reported, other than the issue in an ancillary service reported on page 15. Mazars and the Audit and Risk Assessment Committee have both expressed themselves satisfied with management responses and action plans, if implemented, to address the risk areas identified. Management have confirmed that work is completed or ongoing in all areas in line with the documented management responses.

Deloitte completed the external audit of the Consolidated Accounts and Harmonised Accounts for 2012/13 in January 2014. A 'management letter' was received by the university in January 2014. No material misstatement, error or fraud was reported. A small number of internal control findings were made. The report was presented to the Audit and Risk Assessment Committee in January 2014. The Auditors and Committee expressed themselves satisfied with the management response and actions to address the weaknesses identified. Management have confirmed work is either completed or ongoing in relation to the findings.

During the year under review, the Comptroller & Auditor General carried out audit field work in relation to the Statutory Audit of the Accounts for the year ended 30th September 2012. On the 27th December 2013 an Audit Report was signed by the Comptroller & Auditor General. A management letter was issued by the Comptroller & Auditor General raising three points with the university, namely:

- a) The lack of a fraud policy;
- b) Hiring of employees through contracts for service and specifically mentioning the Human Resources Consultant procurement mentioned above and
- c) The lack of statutory financial statements for the joint venture with St Patrick's College, Maynooth for a number of years.

The full letter with the agreed management responses was discussed at the Audit and Risk Assessment Committee meeting in January 2014. The proposals from management to address the matters raised were welcomed by the Audit and Risk Assessment Committee.

A number of audits into the control of research expenditure have been carried out at the behest of the funding agencies. A register of such audits is presented to the Audit & Risk Assessment Committee at intervals for review and any management letters received are presented to the Audit & Risk Assessment Committee for consideration.

University Executive meetings, chaired by the President, are held to address ongoing issues and the implementation of objectives agreed with the Governing Authority. Control issues emerging are addressed at these meetings. The meetings are minuted and the minutes are available to the Audit and

Statement of Corporate Governance (continued)

Risk Assessment Committee, Internal Auditors, External Auditors and the Comptroller & Auditor General. The University Executive met on thirty three occasions during the year.

- A formal process is undertaken on an annual basis to identify, evaluate and mitigate risks. The Risk Register is updated annually following wide consultation in the university. Matters raised by the university community are collated by a sub-committee of the University Executive and a primary risk register and summary risk register are presented to Governing Authority. The process leading to the final document is reviewed by the Audit and Risk Assessment committee. The Secretary is the custodian of the Risk Register and monitors movements throughout the year. Any significant change in risk weighting is brought to the attention of the University Executive, the Audit and Risk Assessment Committee and Governing Authority. The process itself was due to be reviewed in the early months of 2013. However, following discussions with Mazars, it was agreed the existing process with some minor calibrations represented continuing best practice.
- The key information systems in use at the university are the Student Records System, the General Ledger and Payments System, the Payroll System, the HR System, the funded Grants Applications System, the e-Learning System, the library system, email and the Financial Reporting System. The systems are managed by the Computer Centre. The Director of the Computer Centre reports to the Vice-President for Innovation since the 1st February 2013. Prior to that, and for many years, the Director reported directly to the President. The Computer Centre presents an annual report to the Academic Council Support Services Committee, a sub-committee of Academic Council which is chaired by the Vice-President Academic, Registrar and Deputy President. The Director of the Computer Centre reports to the Information Technology Management Steering Committee (ITMSC), a sub-committee of the University Executive. The Vice-President for Innovation chairs this Committee. The Committee met on two occasions during the year.

Budgets are prepared using systems data extracted by the Bursar's Office and assumptions made. A working budget is adopted by Governing Authority, usually in September before the commencement of the financial year. This working budget is then updated following the outcome of the Higher Education Authority Annual Recurrent Grant distribution process. A revised budget is presented to Governing Authority in February or April each year. The Bursar updates the Authority on material variances from the budget at other meetings. Prior to the year-end an estimated outturn versus the budget is presented.

- Quality is of primary importance to the university and responsibility for this function is held by the Vice-President for Strategy & Quality. All academic departments are externally reviewed on a rolling five year cycle. Findings are brought to the attention of the President and Academic Council. An Annual Report is provided to the University Executive and Governing Authority. They also feed into the annual budget setting process if required. Support service departments follow a similar cycle. The second cycle of Quality Reviews was almost completed during 2012/13. A sub-committee of the Planning, Development and Finance Committee, the Quality Promotion Sub-Committee is currently planning for cycle 3 reviews.
- The Governing Authority has undertaken a review of the effectiveness of the system of internal control. The Governing Authority review of the effectiveness of the system of internal control is informed by the university's Internal Auditors in conjunction with the work of senior officers and other assurance functions. The Internal Auditors submit regular reports which include an independent opinion on the adequacy and effectiveness of the university's system of internal control, with recommendations for improvement. The Governing Authority review of the effectiveness of the system of internal control is also informed by the work of the University Executive within the university, who have responsibility for the development and maintenance of internal control

Statement of Corporate Governance (continued)

framework, and by comments made by the External Auditors in their management letter and other reports. As a result of the overall review of the effectiveness of the system of internal control, the Governing Authority, external audit, internal audit and the University Executive have identified no material weaknesses but wish to draw the attention of readers of these Accounts to one matter.

During the year an issue was identified in an ancillary service activity where cash from the service was not recorded centrally or not lodged in accordance with procedures as it was used on a day to day basis to pay operational expenditure. Although not material to the financial statements, this practice resulted in understatement of the amounts reported as income and expenditure for the ancillary service for 2011/12 and prior years. Deloitte carried out a review of this ancillary service and made a number of control based findings and recommendations. A report for the Audit and Risk Assessment Committee was presented in November 2013. Drawing on incomplete records for the ancillary service in question, Deloitte found no evidence of financial loss suffered by the university and no evidence that financial gain was made by the employee responsible for the activity. However, a series of recommendations to tighten controls in ancillary services generally were made and accepted by management. The employee concerned left the university in August 2013 on the cessation of a Fixed Term Specified Purpose Contract of Employment. The employee was paid redundancy in accordance with the terms of a letter received from the Department of Education and Skills dated the 28th June 2012.

The Governing Authority formally approved the review of Internal Controls on the 14th February 2013, 12th December 2013 and 13th February 2014.

- The subsidiary companies do not employ any staff directly. Staff of the university carry out duties related to the activities of the subsidiary companies and the university charges the subsidiary for these services. The Governing Authority confirm that:
 1. Each subsidiary has a Board of Directors drawn from members of the University Executive, who are also members of Governing Authority and the Code of Governance agreed between the Higher Education Authority and the university applies to the activities of the company as does the Code of Conduct for staff and the Code of Conduct for members of the Governing Authority. The normal policies and procedures of the university apply to the subsidiary companies.
 2. Each subsidiary produces its own financial statements which are independently audited. All subsidiaries are included in the Consolidated Financial Statements.
 3. Formal institutional arrangements are in place for reporting including reporting to the Audit and Risk Assessment Committee and the Governing Authority on an annual basis.

Active subsidiaries have written to the Governing Authority acknowledging the responsibilities of the Directors for governance to the standards demanded by the university's own Code of Governance.

Statement of Corporate Governance (continued)

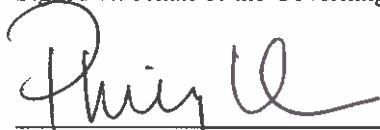
Statement of Responsibilities

The university is required to comply with the *Universities Act, 1997*, and to keep in such form as may be approved of by An tÚdarás Um Ard-Oideachas, 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 and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless that basis is inappropriate and
- follow applicable accounting standards, subject to any material departures being disclosed and explained in the financial statements.

The university 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 – “*Accounting for Further and Higher Education Institutions*” and are prepared in accordance with accounting standards generally accepted in Ireland. The university is also 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.

Signed on behalf of the Governing Authority on the 23rd April 2015



Professor Philip Nolan
President

23rd April 2015



Dr Mike O'Malley
Bursar

23rd April 2015



Comptroller and Auditor General Report for presentation to the Houses of the Oireachtas

National University of Ireland, Maynooth

I have audited the consolidated financial statements of the National University of Ireland, Maynooth for the year ended 30 September 2013 (the financial statements) under the Universities Act 1997. The financial statements to which this audit report relates and which have been prepared under the accounting policies set out therein, comprise the statement of accounting policies, the consolidated income and expenditure account, the consolidated statement of total recognised gains and losses, the consolidated and university balance sheets, the consolidated cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is the Universities Act 1997 and generally accepted accounting practice in Ireland.

Responsibilities of the University

The University is responsible for the preparation of the financial statements, for ensuring that they give a true and fair view of the state of the University's affairs and of its income and expenditure, and for ensuring the regularity of transactions.

Responsibilities of the Comptroller and Auditor General

My responsibility is to audit the financial statements and report on them in accordance with the Universities Act 1997.

My audit is conducted by reference to the special considerations which attach to bodies in receipt of substantial funding from the State in relation to their management and operation.

My audit is carried out in accordance with the International Standards on Auditing (UK and Ireland) and in compliance with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of 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 in the preparation of the financial statements, and
- the overall presentation of the financial statements.

I seek to rely on evidence from an audit of the financial statements by auditors engaged by the University. I also seek to obtain evidence about the regularity of financial transactions in the course of audit.

In addition, I assess the consistency of the other information presented with the financial statements. If I become aware of any apparent material misstatements or inconsistencies, I consider the implications for my report.

Opinion on the financial statements

In my opinion, the financial statements, which have been properly prepared in accordance with generally accepted accounting practice in Ireland, give a true and fair view of the state of the affairs of the University and of the University group at 30 September 2013 and of the income and expenditure of the University group for the year then ended.

In my opinion, proper books of account have been kept by the University. The financial statements are in agreement with the books of account.

Relationship with Foundation

Without qualifying my opinion, I draw attention to the statement of accounting policies which discloses that the financial statements of Maynooth University Foundation Limited have not been consolidated with those of the University group, on the basis that the Foundation is not controlled by the University. The Foundation's main purpose is to engage in fundraising activities for the benefit of the University. At 31 December 2013, the Foundation had net assets of €3.4 million.

Future pension arrangements

Without qualifying my opinion, I draw attention to Note 24 and to the recognition as at 30 September 2013 of an asset of €264 million in respect of deferred pension funding.

The defined benefit pension arrangements operated by the University consist of the National University of Ireland Maynooth (Closed) Scheme 2009 and the National University of Ireland Maynooth Employee Superannuation Scheme 2007.

The Financial Measures (Miscellaneous Provisions) Act 2009 provided for the transfer of the assets of the Closed Scheme to the National Pensions Reserve Fund. This transfer was effected on 31 December 2009. Any annual deficiency between superannuation contributions withheld or retained and benefits payable under the closed scheme are made good by payments to the University from funds provided by the Oireachtas for that purpose.

The recognition of the asset in respect of the Employee Superannuation Scheme 2007 anticipates that funding will be provided by the State to meet pension liabilities as they fall due. Inherent in this accounting treatment is an assumption that any income generated by the University will in the first instance be applied towards current expenses and that State funding will meet any shortfall in resources to fund future pension liabilities.

Matters on which I report by exception

I report by exception if

- I have not received all the information and explanations I required for my audit, or
- my audit noted any material instance where public money has not been applied for the purposes intended or where the transactions did not conform to the authorities governing them, or
- the statement on corporate governance does not reflect the University's compliance with the governance arrangements set out in the Code of Governance of Irish Universities, or
- I find there are other material matters relating to the manner in which public business has been conducted.

Non-compliance with national procurement guidelines

I draw attention to the disclosure on pages 11 and 12 of the statement of corporate governance regarding specific instances of non-compliance with national procurement guidelines.



Seamus McCarthy
Comptroller and Auditor General

6 May 2015

Statement of Accounting Policies

Basis of Preparation

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

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 12. Intra-group sales and profits are eliminated fully on consolidation. Joint venture undertakings are accounted for on an equity basis.

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 Maynooth University Foundation Limited are also excluded, as it 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.

Academic fees 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 assets.

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, together with any related contributions towards overhead costs.

Statement of Accounting Policies (continued)**Fixed Assets and Depreciation**

Land is stated at cost and is not depreciated.

Depreciation is calculated to write off the book value of each tangible fixed asset during its useful economic life on a straight-line basis at the following rates:

Buildings	10 to 50 years
Equipment & furniture	5 to 10 years
Computer and Related Equipment	3 years

Assets are not depreciated until fully commissioned.

Equipment and Minor Works

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.

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

Financial Assets

Financial assets are held at cost less provision for impairment.

Statement of Accounting Policies (continued)

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.

Trading activities undertaken by the university are administered through its subsidiary companies, which as commercial organisations are liable to Corporation Tax. Two subsidiary companies NUIM Facilities One Limited and NUIM Facilities Two Limited hold charitable status and are exempt from taxation.

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 which arise because certain items of income and expenditure in the financial statements are dealt with in different periods for taxation purposes.

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

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 three defined benefit pension schemes as detailed in Note 24. Pension costs are accounted for on the basis of charging the cost of providing pensions over the period during which the university benefits from the employees' services.

Amounts in respect of current and past service costs, returns on assets and the interest costs on scheme liabilities, and actuarial gains and losses are calculated in accordance with FRS 17, with equivalent amounts recognised on foot of the transfer arrangement in the income and expenditure account and statement of total recognised gains and losses. Contributions to the scheme represent a cost to the university and are charged to the income and expenditure account.

As further detailed in note 24, a deferred pension funding asset has been recognised equivalent to the university's pension liabilities.

Foreign Currency Translation

Transactions denominated in foreign currencies are recorded using the average rate of exchange for the period. Monetary assets and liabilities denominated in foreign currencies are translated into euro either at year-end rates or, where there are related forward foreign exchange contracts, at contract rates. The resulting exchange differences are dealt with in the determination of income and expenditure for the financial year.


Consolidated Financial Statements
Year ended 30th September 2013

Consolidated Income and Expenditure Account

	Notes	2013		2012	
		€	€	€	€
INCOME					
State Grants	1		21,835,924		25,874,456
Student Fees	2		48,204,754		48,589,629
Research Grants and Contracts	3		20,316,765		18,184,814
Amortisation of Deferred Capital Grants	17		3,979,091		3,797,883
Other Operating Income	4		6,384,761		6,080,642
Interest Income	5		1,401,701		2,845,082
Net Deferred Funding for Pensions	24		19,738,556		20,365,751
Total Income			121,861,552		125,738,257
EXPENDITURE					
Staff Costs	6	64,338,538		65,259,413	
FRS 17 Impact	6/24	9,146,556	73,485,094	7,154,751	72,414,164
Other Operating Expenses	7		31,182,871		30,104,805
Interest Payable -FRS 17 Impact	8/24	10,592,000	10,592,000	13,211,000	13,211,000
Depreciation	11		5,062,013		4,590,410
Total Expenditure			120,321,978		120,320,379
Surplus before Joint Venture Surplus			1,539,574		5,417,878
Share of Joint Venture Surplus	12		150,000		120,000
Surplus before Tax			1,689,574		5,537,878
Tax	9		-		-
Surplus after Tax	10		1,689,574		5,537,878

The Statement of Accounting Policies (pages 19 to 21), Cash Flow Statement (page 25) and Notes to the Financial Statements (pages 26 to 43) form part of these Financial Statements.

The surplus for the year arose solely from continuing operations.

 23/4/15

Professor Philip Nolan
President

 23/4/15

Dr Mike O'Malley
Bursar

Consolidated Financial Statements
Year ended 30th September 2013

Consolidated Statement of Total Recognised Gains and Losses

		2013	2012
	Notes	€	€
Surplus for the year	10	1,689,574	5,537,878
Actuarial Gain on Pension Liabilities	24	27,540,000	858,000
Adjustment to Deferred Pension Funding	24	(27,540,000)	(858,000)
Total Recognised Gain in the year		1,689,574	5,537,878

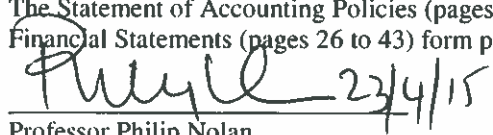
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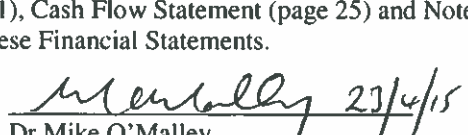
*Consolidated Financial Statements
as at 30th September 2013*

Consolidated and University Balance Sheets

		Consolidated		University	
		2013	2012	2013	2012
	Notes	€	€	€	€
Fixed Assets					
Tangible Assets	11	154,576,379	155,050,568	151,776,296	152,174,807
Financial Assets	12	272,814	122,814	308	308
		<u>154,849,193</u>	<u>155,173,382</u>	<u>151,776,604</u>	<u>152,175,115</u>
Current Assets					
Debtors	13	14,991,303	10,917,294	17,069,984	12,845,971
Bank		<u>46,157,039</u>	<u>50,053,548</u>	<u>46,129,745</u>	<u>50,026,254</u>
		61,148,342	60,970,842	63,199,729	62,872,225
Current Liabilities					
Creditors (Amounts due within 1 year)	14	<u>(50,474,733)</u>	<u>(52,379,978)</u>	<u>(50,671,083)</u>	<u>(52,632,311)</u>
Net Current Assets		<u>10,673,609</u>	<u>8,590,864</u>	<u>12,528,646</u>	<u>10,239,914</u>
Total Assets Less Current Liabilities		<u>165,522,802</u>	<u>163,764,246</u>	<u>164,305,250</u>	<u>162,415,029</u>
Creditors (Amounts due after 1 year)	16	<u>(4,753,457)</u>	<u>(5,158,587)</u>	<u>(4,753,457)</u>	<u>(5,158,587)</u>
Net Assets before Pension		<u>160,769,345</u>	<u>158,605,659</u>	<u>159,551,793</u>	<u>157,256,442</u>
Deferred Pension Funding Asset	24	264,250,000	272,427,000	264,250,000	272,427,000
Pension Liability	24	<u>(264,250,000)</u>	<u>(272,427,000)</u>	<u>(264,250,000)</u>	<u>(272,427,000)</u>
Net Assets including Pension		<u>160,769,345</u>	<u>158,605,659</u>	<u>159,551,793</u>	<u>157,256,442</u>
Deferred Capital Grants	17	120,702,898	120,228,786	119,227,434	118,713,467
Represented by:					
Revenue Reserves surplus	18	<u>40,066,447</u>	<u>38,376,873</u>	<u>40,324,359</u>	<u>38,542,975</u>
		<u>160,769,345</u>	<u>158,605,659</u>	<u>159,551,793</u>	<u>157,256,442</u>

The Statement of Accounting Policies (pages 19 to 21), Cash Flow Statement (page 25) and Notes to the Financial Statements (pages 26 to 43) form part of these Financial Statements.

 23/4/15
Professor Philip Nolan
President

 23/4/15
Dr Mike O'Malley
Bursar

Consolidated Financial Statements
Year ended 30th September 2013

Consolidated Cash Flow Statement

	Notes	2013	2012
		€	€
Net Cash Outflow from Operating Activities	19	(4,764,188)	(1,977,981)
Distribution from Joint Venture	12	-	300,000
Returns on Investments and Servicing of Finance	20	1,401,701	2,196,675
Capital Expenditure and Financial Investment	21	(134,621)	(1,571,364)
Net Cash Outflow before Financing		(3,497,108)	(1,052,670)
Financing	22	(399,401)	(859,000)
Decrease in Cash in Year		(3,896,509)	(1,911,670)
Reconciliation of Net Cash Outflow to Movement in Net Funds			
Decrease in Cash in Year		(3,896,509)	(1,911,670)
Cash Inflow from Decrease in Debt and Lease Finance	22	399,401	859,000
Change in Net Funds resulting from Cash Outflows		(3,497,108)	(1,052,670)
Movement in Net Funds in year	23	(3,497,108)	(1,052,670)
Net Funds at beginning of year	23	44,423,561	45,476,231
Net Funds at end of year	23	40,926,453	44,423,561

Notes to the Financial Statements

	2013	2012
	€	€
1. State Grants		
Higher Education Authority grants for recurrent purposes (note 15)	21,835,924	25,874,456
2. Academic Fees		
Academic Fee Income	47,946,521	48,264,456
Miscellaneous Fee Income	258,233	325,173
Total Fees Paid by or on behalf of Individual Students	48,204,754	48,589,629
3. Research Grants and Contracts		
State and Semi-State	15,875,124	13,701,432
European Union	1,598,842	1,163,674
Industry	1,961,373	1,748,411
Other	881,426	1,571,297
	20,316,765	18,184,814
4. Other Operating Income		
Residences	1,780,064	2,090,291
Rents and Concessions	945,380	925,185
Other Income	3,659,317	3,065,166
	6,384,761	6,080,642
5. Interest Income		
Interest Receivable	1,401,701	2,845,082

Interest Receivable in 2012 included €648,017 representing the release of interest held on Model Scheme pension contributions.

Consolidated Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

	2013	2012
6. Staff Costs		
Average weekly number of persons (Including Senior Post Holders) employed by the university during the year:	No.	No.
Teaching and Research	525	494
Technical	37	37
Central Administration and Services	270	211
Other	104	90
Total	936	832
	€	€
Salaries and Wages	55,024,020	56,428,754
Social Welfare Costs	4,548,074	4,462,410
Pension Costs	13,913,000	11,523,000
	73,485,094	72,414,164
7. Other Operating Expenses		
Travel and Subsistence	1,876,283	1,434,594
Consumables	3,813,112	3,628,733
Repairs and General Maintenance	2,530,099	2,802,954
Heat, Light, Water and Power	2,079,768	1,687,271
Books & Periodicals	1,830,979	1,673,310
Catering and Residence Operations	1,867,524	1,890,080
Audit, Professional and Consulting Fees	2,904,287	2,752,618
Rent and Rates	1,794,517	1,671,964
Capitation	1,337,109	1,246,389
Scholarships	1,313,204	1,246,875
Computer Software and Hardware	1,849,241	1,908,084
Print and Stationery	917,788	932,466
Conference Expenses	213,034	333,640
Other Expenses	6,855,926	6,895,827
	31,182,871	30,104,805
Other Operating Expenses Include:		
External Audit (Deloitte)	60,825	58,090
Statutory Audit (Comptroller & Auditor General)	24,033	16,850
Internal Audit (Mazars)	35,997	17,143
Other Services from Internal Audit (Mazars)	12,546	5,904
Other Services from External Audit (Deloitte)	50,786	40,950

The other services provided by Deloitte are the preparation of a special report into a breach of internal control in an ancillary service area (see page 15) at a cost of €18k (2012: €Nil) and software development and maintenance work on a new academic database at a cost of €33k (2012: €41k).

Notes to the Financial Statements (continued)

	2013	2012	
	€	€	
8. Interest Payable and Similar Charges			
Pension Finance Charge	10,592,000	13,211,000	
9. Taxation			
The university and two trading subsidiary undertakings, NUIM Facilities One Limited and NUIM Facilities Two Limited, are exempt from Corporation Tax. All other subsidiary undertakings liable to corporation tax did not trade during the year, therefore no corporation tax charge arises (2012: €Nil).			
10. Surplus on Continuing Operations for the Year	2013	2012	
	€	€	
The Surplus on continuing operations for the year is made up as follows:			
University Surplus for the year	1,631,381	5,553,850	
Deficit generated by Subsidiary undertakings	(91,807)	(135,972)	
Share of Joint Venture surplus	150,000	120,000	
	1,689,574	5,537,878	
11. Tangible Fixed Assets			
11a Consolidated			
	Land & Buildings	Equipment	Total
	€	€	€
Cost at 1 st October 2012	185,369,256	14,044,858	199,414,114
Additions at Cost	2,373,343	2,214,481	4,587,824
Disposals at Cost	-	(725,511)	(725,511)
Cost at 30 th September 2013	187,742,599	15,533,828	203,276,427
Depreciation at 1 st October 2012	31,854,859	12,508,687	44,363,546
Depreciation for Year	3,775,263	1,286,750	5,062,013
Depreciation on Disposals	-	(725,511)	(725,511)
Depreciation at 30 th September 2013	35,630,122	13,069,926	48,700,048
Net Book Value			
At 30 th September 2013	152,112,477	2,463,902	154,576,379
At 30 th September 2012	153,514,397	1,536,171	155,050,568

Notes to the Financial Statements (continued)

11. Tangible Fixed Assets (continued)

11b University

	Land & Buildings	Equipment	Total
	€	€	€
Cost at 1 st October 2012	181,585,359	13,658,291	195,243,650
Additions at Cost	2,373,343	2,214,481	4,587,824
Disposals at Cost	-	(725,511)	(725,511)
Cost at 30 th September 2013	183,958,702	15,147,261	199,105,963
Depreciation at 1 st October 2012	30,908,072	12,160,771	43,068,843
Depreciation for Year	3,699,585	1,286,750	4,986,335
Depreciation on Disposals	-	(725,511)	(725,511)
Depreciation at 30 th September 2013	34,607,657	12,722,010	47,329,667
Net Book Value			
At 30th September 2013	149,351,045	2,425,251	151,776,296
At 30 th September 2012	150,677,287	1,497,520	152,174,807

Notes to the Financial Statements (continued)

11. Tangible Fixed Assets (continued)

The disclosures below relate to both Note 11a Consolidated and 11b University.

Included in Cost of Land and Buildings is €1,574,464 (2012: €19,016,367) assets in the course of construction.

During the year ended 30th September 2003, the university completed the financing arrangements for the BioSciences Building in accordance with Section 843(4) of the *Taxes Consolidation Act, 1997* and as amended in Section 51 of the Finance Act 1999. In applying Financial Reporting Standard 5 “*reporting the substance of transactions*” the university has accounted for the BioSciences Building in fixed assets on the basis of the commercial substance rather than the legal form. Under the legal form the university has restricted bank balances of €8.1m on deposit with a financial institution which will generate sufficient funds to acquire full ownership of the building. On the 14th December 2012, in accordance with the option agreement the university acquired the building at cost.

During the year ended 30th September 2003, the university completed the building of student residences “River Apartments Phase I”. The apartments were part financed by a group of investors availing of Section 50 tax relief on eligible expenditure under Part 11a of *Taxes Consolidation Act, 1997*. In applying Financial Reporting Standard 5 “*reporting the substance of transactions*” the university has accounted for the apartments in fixed assets on the basis of the commercial substance rather than the legal form.

During the year ended 30th September 2004, the university completed the building of student residences “River Apartments Phase II”. The apartments were part financed by a group of investors availing of Section 50 tax relief on eligible expenditure under Part 11a of *Taxes Consolidation Act, 1997*. In applying Financial Reporting Standard 5 “*reporting the substance of transactions*” the university has accounted for the apartments in fixed assets on the basis of the commercial substance rather than the legal form. Under the legal form the university has restricted bank balances of €5.0m on deposit with a financial institution. This deposit will generate funds to enable the university to acquire full ownership of the building. As part of the agreement, the university has entered into an option agreement under which it is expected that the university will acquire the building, at cost in 2014. The related lease liability is included in Note 16.

Consolidated Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

	Consolidated		University	
	2013	2012	2013	2012
	€	€	€	€
12. Financial Assets				
Investments in Subsidiary undertakings	-	-	105	105
Other Investments	203	203	203	203
	203	203	308	308
Share of Joint Venture Net Assets				
At start of year	122,611	302,611	-	-
Income for year	150,000	120,000	-	-
Distribution	-	(300,000)	-	-
At end of year	272,611	122,611	-	-
Total	272,814	122,814	308	308

The university held an interest in the following subsidiary undertakings:

Subsidiary undertaking	Principal activity	Interest
Maynooth University Enterprise Development Limited	Holds intellectual property associated with filed patents	100%
NUIM Development Limited	Construction of Student Accommodation at NUI Maynooth	100%
NUIM Facilities One Limited	Provision of finance facilities in connection with student accommodation	100%
NUIM Facilities Two Limited	Provision of maintenance and rental collection services for student accommodation	100%
NUIM Finance Limited	Provide finance for student residential accommodation	100%
NUIM International Limited.	To advance and promote the interest and reputation of the university outside Ireland.	100%

The registered office of all of the above companies is NUI Maynooth, Maynooth Co Kildare.

Notes to the Financial Statements (continued)**12. Financial Assets (continued)**

The university held an interest in the following associate undertakings and investments:

Associated undertaking	Principal activity	Interest	Registered Office
Cerebeo Ltd	Research	25%	NUI Maynooth, Maynooth, Co. Kildare
Igeotech Technologies Ltd	Research	20%	Block 8, Blackrock Business Park, Co. Dublin
Beemune Ltd	Research	24%	4 Village Green, Omeath, Co. Louth
Bluebox Sensors Ltd	Research	10%	1a Dartmouth Terrace, Ranelagh, Dublin 6.
Mutebutton Ltd	Research	15%	18 Main Street, Arklow, Co. Wicklow
Relational Frame Training Ltd	Research	20%	Blackwood, Robertstown Naas, Co Kildare
ISAAT Technologies Ltd	Research	20%	100 Leixlip Park, Leixlip, Co Kildare
Profector Life Sciences Ltd	Research	10.2%	1 Flemings Hall, Ballsbridge, Dublin 2
3 U Collaboration Ltd	Educational Collaboration	33.3%	25-28 North Wall Quay, Dublin 1.
Odikyo Limited	Research	16%	Ashfield, Clonard, Co. Meath
Metric Capture Technologies Limited	Research	25%	15 Ballygoran View, Celbridge, Co. Kidare

Joint venture

Maynooth Campus Conference Accommodation is a campus facility arrangement between NUI Maynooth and St Patrick's College, Maynooth to utilise the resources of both institutions in providing conference and accommodation facilities.

Consolidated Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

	Consolidated		University	
	2013	2012	2013	2012
	€	€	€	€
13. Debtors				
Contract and Research Grants				
Projects Receivable	4,005,834	2,618,198	4,005,834	2,618,198
Funded Pension Scheme	4,358,223	3,236,615	4,358,223	3,236,615
Accounts Receivable	2,713,029	2,798,524	2,713,029	2,798,524
Prepayments*	1,203,511	1,119,812	1,203,511	1,119,812
Staff House Loans	211,831	287,008	211,830	287,008
Other Debtors	2,498,875	857,137	2,498,875	857,137
Amounts due from Subsidiary Undertakings	-	-	1,806,071	1,806,066
Amounts due from Joint Venture	-	-	272,611	122,611
	<u>14,991,303</u>	<u>10,917,294</u>	<u>17,069,984</u>	<u>12,845,971</u>

* Included in Other Debtors and Prepayments is an amount of €520,802 (2012: €578,668) falling due after more than one year

	Consolidated		University	
	2013	2012	2013	2012
	€	€	€	€
14. Creditors (Amounts falling due within 1 year)				
Lease Obligations	477,129	471,400	477,129	471,400
Contract Research Grants and Projects Unexpended in Advance	11,607,291	11,363,702	11,607,291	11,363,702
Model Scheme Pension	12,723,413	9,762,541	12,723,413	9,762,541
Other Amounts Received in Advance	3,987,549	3,484,343	3,987,549	3,484,343
Deferred Income (Note 15)	724,147	5,720,239	724,147	5,720,239
Academic Fees received in Advance	9,426,937	8,504,001	9,426,937	8,504,001
Trade Creditors	2,869,309	3,374,374	2,869,309	3,374,374
Accruals	2,691,215	3,718,384	2,691,215	3,688,101
Other Creditors	4,410,535	4,479,899	4,374,817	4,479,899
Other Taxation and Social Security	1,557,208	1,501,095	1,557,208	1,501,095
Amounts due to Subsidiary Undertakings	-	-	232,068	282,616
	<u>50,474,733</u>	<u>52,379,978</u>	<u>50,671,083</u>	<u>52,632,311</u>
Total	<u>50,474,733</u>	<u>52,379,978</u>	<u>50,671,083</u>	<u>52,632,311</u>

Notes to the Financial Statements (continued)

15. Deferred Income	Consolidated & University	
	2013	2012
	€	€
State grant received in respect of current year	16,839,832	24,605,725
State grant deferred from prior accounting year (Note 14)	5,720,239	6,988,970
State grant deferred to subsequent accounting years (Note 14)	(724,147)	(5,720,239)
State grant per financial statements (Note 1)	21,835,924	25,874,456

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.

State Grant in 2012 and 2013 includes an annual amount of €350,000 to reflect annual HEA unfunded fixed term staff posts in position in 2003 and equivalent unfunded posts subsequent to 2003, on foot of the passing of the Protection of Employees (Fixed Term Work) Act 2003.

State grant in 2012 included a once-off credit of €2,418,577 representing accumulated HEA unfunded fixed term staff posts in position in 2003 and equivalent unfunded posts subsequent to 2003, on foot of the passing of the Protection of Employees (Fixed Term Work) Act 2003.

16. Creditors (Amounts due after 1 year)	Consolidated		University	
	2013	2012	2013	2012
	€	€	€	€
Lease Obligations	4,753,457	5,158,587	4,753,457	5,158,587

Consolidated Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

	State	Other Grants & Benefactors	Total
	€	€	€
17. Deferred Capital Grants - Consolidated			
At 1 st October 2012			
Buildings	79,995,333	39,814,465	119,809,798
Equipment	-	418,988	418,988
Total	<u>79,995,333</u>	<u>40,233,453</u>	<u>120,228,786</u>
Cash Received			
Buildings	2,665,066	1,035,678	3,700,744
Equipment	-	752,459	752,459
Total	<u>2,665,066</u>	<u>1,788,137</u>	<u>4,453,203</u>
Released to Income & Expenditure			
Buildings	2,141,856	874,460	3,016,316
Equipment	-	962,775	962,775
Total	<u>2,141,856</u>	<u>1,837,235</u>	<u>3,979,091</u>
At 30 th September 2013			
Buildings	80,518,543	39,975,683	120,494,226
Equipment	-	208,672	208,672
Total	<u>80,518,543</u>	<u>40,184,355</u>	<u>120,702,898</u>
Deferred Capital Grants - University			
At 1 st October 2012			
Buildings	79,995,333	38,139,730	118,135,063
Equipment	-	578,404	578,404
Total	<u>79,995,333</u>	<u>38,718,134</u>	<u>118,713,467</u>
Cash Received			
Buildings	2,665,066	1,035,678	3,700,744
Equipment	-	752,459	752,459
Total	<u>2,665,066</u>	<u>1,788,137</u>	<u>4,453,203</u>
Released to Income & Expenditure			
Buildings	2,141,856	834,605	2,976,461
Equipment	-	962,775	962,775
Total	<u>2,141,856</u>	<u>1,797,380</u>	<u>3,939,236</u>
At 30 th September 2013			
Buildings	80,518,543	38,340,803	118,859,346
Equipment	-	368,088	368,088
Total	<u>80,518,543</u>	<u>38,708,891</u>	<u>119,227,434</u>

*Consolidated Financial Statements
Year ended 30th September 2013*

Notes to the Financial Statements (continued)

	2013	2012
	€	€
18. Reconciliation of Movement in Revenue Reserves		
Consolidated		
At 1 st October	38,376,873	32,838,995
Surplus for the year	<u>1,689,574</u>	<u>5,537,878</u>
At 30 th September	40,066,447	38,376,873
University		
At 1 st October	38,542,975	32,869,125
Surplus for the year	<u>1,781,384</u>	<u>5,673,850</u>
At 30 th September	<u>40,324,359</u>	<u>38,542,975</u>
19. Reconciliation of Consolidated Operating Surplus to Net Cash Outflow from Operating Activities		
Surplus for the Year before Joint Venture Surplus	1,539,574	5,417,878
Depreciation	5,062,013	4,590,410
Deferred Capital Grants released to Income	(3,979,091)	(3,797,883)
Increase in Debtors	(4,074,009)	(2,602,024)
Decrease in Creditors	(1,910,974)	(3,389,687)
Interest Receivable	<u>(1,401,701)</u>	<u>(2,196,675)</u>
Net Cash Outflow from Operating Activities	<u>(4,764,188)</u>	<u>(1,977,981)</u>
20. Returns on Investments and Servicing of Finance		
Interest Receivable	<u>1,401,701</u>	<u>2,196,675</u>
Net Cash Inflow from Returns on Investments and Servicing of Finance	<u>1,401,701</u>	<u>2,196,675</u>

Consolidated Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

	2013	2012
	€	€
21. Capital Expenditure and Financial Investment		
Purchase of Tangible Fixed Assets	(4,587,824)	(15,796,494)
Deferred Capital Grants Received	4,453,203	14,225,300
Investment in Associated and other Undertakings	-	(170)
	(134,621)	(1,571,364)
22. Financing		
Decrease in Lease Obligations	(399,401)	(859,000)
	(399,401)	(859,000)
	At 1/10/12	Cashflows
	€	€
23. Analysis of Changes in Net Funds		
Cash in Hand and at Bank	50,053,548	(3,896,509)
Lease Obligations	(5,629,987)	399,401
Total	44,423,561	(3,497,108)

Notes to the Financial Statements (continued)**24. Retirement Benefits**

During the year the university operated two defined benefit pension schemes.

National University of Ireland, Maynooth (Closed) Scheme 2009 – formerly known as the National University of Ireland, Maynooth Pension Plan – “Closed Scheme”

The main scheme is “National University of Ireland, Maynooth (Closed) Scheme 2009 “Closed Scheme”. The Closed scheme applies to pensionable employees appointed prior to 31st January 2005 and is closed to new entrants. Up until 31st December 2009 the university funded the Closed Scheme which operated under a Trust Deed, the assets of which were held separately from those of the university. The *Financial Measures (Miscellaneous Provisions) Act, 2009* provided that the Oireachtas will make good any deficiency arising if the aggregate of members’ and employers’ contributions paid to or withheld by the university are insufficient to meet the university’s obligations to pay these benefits in accordance with the scheme. On the 31st December 2009, in accordance with S.I. No. 528/2009 “Financial Measures (Miscellaneous Provisions) Act 2009 (National University of Ireland, Maynooth) Transfer Order 2009” the assets of the Closed Pension schemes were transferred to the National Pensions Reserve Fund and the existing Trust was terminated. There was no effect on the benefits payable to the members, they became members of a statutory unfunded scheme renamed “National University of Ireland (Closed) Scheme 2009”. The pension liability of this scheme on the balance sheet date was €235.2m (2012: €251m).

The National University of Ireland, Maynooth Employee Superannuation Scheme 2007 – “Model Scheme”

The Model Scheme applies to all new staff appointed to posts first advertised between the 29th November 2004 and appointed or in receipt of an offer of employment dated no later than 31st December 2012. This is a pay-as-you-go scheme funded through monies provided to the university by the State for that purpose. On the basis that the Oireachtas will make good any deficiency arising to meet the university’s obligations to pay pension benefits of the Closed Scheme and that future pension liabilities of the Model Scheme are funded on a pay- as- you-go basis through monies provided to the university by the State for that purpose, the pension liability of the Model Scheme has been offset by the recognition of an asset equivalent to the university’s pension liabilities. The pension liability of this scheme on the balance sheet date was €29m (2012: €21.5m).

Single Public Service Pension Scheme

The Single Scheme applies to all new staff who are joining the public sector as new entrants after the 1st January 2013. It is entitled *Single Public Service Pension Scheme* and is a career average pension scheme. It is a defined benefit scheme and as such is included in the FRS 17 disclosure. All employee pension contributions for the Single scheme are paid on a monthly basis to a state pension account. Employer pension contributions are held as part of creditors pending payment to the state. The figures are not required to be included in the pension control account. On the basis that the Oireachtas will make good any deficiency arising to meet the university’s obligations to pay pension benefits of the Closed Scheme and that future pension liabilities of the Single Scheme are funded on a pay- as- you-go basis through monies provided to the university by the State for that purpose, the pension liability of the Single Scheme has been offset by the recognition of an asset equivalent to the university’s pension liabilities. The pension liability of the scheme on the balance sheet date was €58k (2012: €Nil).

Summary of position at year end

	2013	2012
	€'000	€'000
Consolidated and University		
Net Pension Liability - FRS 17	(264,250)	(272,427)
Pension receivable	264,250	272,427
	-	-

Consolidated Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

24. Retirement Benefits (continued)

The requirements of FRS 17 are fully adopted and the following movements are reflected in the financial statements.

The valuation of liabilities used for FRS 17 Disclosures has been based on an actuarial valuation carried out by an independent professionally qualified actuary at the balance sheet date. The financial assumptions used to calculate the retirement liabilities in relation to the defined benefit pension schemes under FRS17 as at 30th September 2013 and 30th September 2012 and 30th September 2011 were as follows:

	2013	2012	2011
Financial Assumptions			
Rate of increase in Salaries	2.25%	2.50%	3.50%
Rate of increase in Pensions in payment	2.25%	2.50%	3.50%
Discount Rate for Scheme Liabilities	3.90%	3.75%	5.00%
Inflation Assumption	2.00%	2.25%	2.00%

The mortality rate adopted allows for improvements in life expectancy over time so that life expectancy at retirement will depend on the year in which a member attains retirement age (age 65). The table below shows the life expectancy for members attaining the age of 65.

	2013	2012	2011
	Years	Years	Years
Male	86.8-90.5	86.8-90.4	86.7-90.3
Female	88.6-92.5	88.5-92.4	88.4-92.3

Analysis of the amount charged to the Income and Expenditure Account

	2013	2012
	€'000	€'000
Staff costs		
Current service cost	(12,626)	(11,523)
Past service cost	(1,287)	-
Total charge to operating expenses	(13,913)	(11,523)
Other finance charges		
Interest on pension scheme liabilities	(10,592)	(13,211)
Net finance charge	(10,592)	(13,211)
Deferred Funding for Pensions in year		
Funding recoverable in respect of current year pension costs	24,505	24,734
Contributions by employer payable to the State	(4,766)	(4,368)
Net Deferred Funding for Pensions in year	19,739	20,366

Notes to the Financial Statements (continued)

24. Retirement Benefits (Continued)

Analysis of the amount charged to Statement of Total Recognised Gains and Losses

	2013	2012
	€'000	€'000
Experience gains	12,229	15,910
Change in actuarial assumptions	15,311	(15,052)
Actuarial gain	27,540	858

Analysis of the movement in defined benefit obligation in the year

Present value of defined benefit obligation at beginning of year	(272,427)	(254,649)
Current service cost	(12,626)	(11,523)
Past service cost	(1,287)	-
Interest Cost	(10,592)	(13,211)
Benefits Paid	5,142	6,098
Actuarial gain	27,540	858
Present value of defined benefit obligation at the end of year	(264,250)	(272,427)

History of experience gains and losses is as follows:

	2013	2012	2011	2010	2009
	€'000	€'000	€'000	€'000	€'000
<i>Difference between the expected and actual return on scheme assets</i>					
Amount	-	-	-	(395)	(5,087)
Percentage of scheme assets	N/A	N/A	N/A	N/A	(8.8%)
<i>Experience gains and losses on scheme liabilities</i>					
Amount	12,229	15,910	9,790	22,109	(9,961)
Percentage of scheme liabilities	4.63%	5.84%	3.85%	7.48%	(3.9%)
<i>Changes in Actuarial Assumptions</i>					
Amount	15,311	(15,052)	53,985	(40,630)	(39,072)
Percentage of scheme liabilities	5.79%	(5.53%)	21.20%	(13.75%)	(15.5%)

Notes to the Financial Statements (continued)

	2013 €'000	2012 €'000
Analysis of Deferred Pension Funding Asset		
At beginning of year	272,427	254,649
Movement included in Staff costs	13,913	11,523
Movement included in Finance costs	10,592	13,211
Movement included in STRGL	(27,540)	(858)
Benefits Payable to the State	(5,142)	(6,098)
At end of year	264,250	272,427

25. Related Parties

Transactions with subsidiaries of the university have been eliminated on consolidation and no disclosure of these transactions has therefore been given. The university has the following related party transactions:

Maynooth Campus Conference & Accommodation: Maynooth Campus Conference & Accommodation is a campus facility arrangement between NUI Maynooth and St. Patrick's College, Maynooth to utilise the resources of both institutions in providing conference and accommodation facilities. The balance due to the university at 30th September 2013 was €272,611 (2012: €122,611).

Maynooth University Foundation Limited: Maynooth University Foundation is a separate legal entity, a company limited by guarantee, not under the control of the university and therefore is not consolidated in the annual Financial Statements. During the year, a donation of € Nil (2012: €66,900) was paid to Maynooth University Foundation Limited to support administration costs. An amount of €85,122 was paid by Maynooth University Foundation Limited to NUI Maynooth to fund golf scholarships and student support (2012: €95,111).

Staff House Loans

Included in Staff House Loans is an amount of € Nil (2012: €793) due from members of the Governing Authority in office at 30 September 2013. Repayments during the year amounted to €793 (2012: €3,092).

Notes to the Financial Statements (continued)

	2013	2012
	€	€
26. Capital Commitments		
Commitments contracted at 30 th September 2013	19,642,372	2,371,541
Commitments authorised but not contracted at 30 th September 2013	<u>34,000,000</u>	<u>18,120,000</u>
	<u>53,642,372</u>	<u>20,491,541</u>

Contracted commitments include an amount of €160k outstanding on the new library which opened to users on the 3rd December 2012 and €19,482k relating to the new 8,000 m² ICT Hub Building which was under construction at the balance sheet date. In addition, a bespoke Cry-O imaging system was in the course of construction for the university following a public procurement competition. The total cost of the equipment is €345k with €207k outstanding at the balance sheet date. Also, a work of art funded under the “Per-cent for Arts Scheme” associated with the PRTL14 part-funded Iontas Building still under development by the Artists (Remco de Fouw and Rachel Joynt) studio. The total cost of the piece was €40k which is fully paid for.

At 30 September 2013 capital works authorised by Governing Authority related to two projects, namely the construction of a new block of apartments at a pre-tender estimated cost of €23m and the construction of a new Education Hub Building at a pre-tender estimated cost of €11m.

The new block of apartments will provide 296 additional beds. Subsequent to the year end, Governing Authority approved the award of a contract to JJ Rhatigan Limited for the construction of this development on the North Campus at a meeting held on 19th February 2015. The value of this contract, which was signed and sealed on 20th April 2015, is €21m. The full budget approval for this apartment project, including client own works, design fees, contingency costs and related costs is €28m. This approved amount exceeds the pre-tender estimate by €5m.

The new Education Hub Building will house all of the University’s Education departments, including the Froebel Department of Primary and Early Childhood Education, under one roof. The former trustees of Froebel College of Education have entered into a contract with the University dated 31st August 2013 to contribute €4m to this development. Kilcawley Construction Limited was awarded the contract to construct this development for €11.1m at a meeting held on 23rd April 2015. The full budget approval for this development, including client own works, design fees, contingency costs and related costs is €13.3m. This approved amount exceeds the pre-tender estimate by €2.3m.

Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

	2013	2012
	€	€
27. Operating Lease Commitments		
Amounts payable during the next twelve months in respect of leases which expire:		
After 5 years	1,315,242	1,210,200

Operating lease commitments are in respect of a 21 year property lease which commenced on 1st October 1998.

28. Contingent Liabilities

The university has no known material contingent liabilities at 30th September 2013 or 30th September 2012.

29. Approval of the Consolidated Financial Statements

The Governing Authority approved the Consolidated Financial Statements on 23rd April 2015.

Reconciliation of 'Harmonisation of Accounts Funding Statement' with Consolidated Income and Expenditure Account and Explanatory Notes

	NUIM Funding Statement	Unincorporated Ancillary Activity(1) €	GAAP Adjustments €	Subsidiary Companies €	Consolidated Accounts €
INCOME					
State Grants	21,835,924	-	-	-	21,835,924
Student Fees	46,889,968	-	1,314,786 (2)	-	48,204,754
Research Grants	20,747,645	-	(430,880) (3)	-	20,316,765
Amortisation	4,986,335	-	(1,007,244) (4)	-	3,979,091
Other Operating Income	2,150,943	3,958,461	(154,409) (5)	429,766	6,384,761
Interest Income	1,405,414	-	(3,713) (6)	-	1,401,701
Net Deferred Funding for Pensions	-	-	19,738,556 (9)	-	19,738,556
Total Income	98,016,229	3,958,461	19,457,096	429,766	121,861,552
EXPENDITURE					
Staff Costs	62,911,756	840,118	9,733,220 (8)	-	73,485,094
Other Operating Expenses	30,158,252	2,085,411	(1,235,363) (7)	174,571	31,182,871
Interest Payable	-	261,565	10,283,043 (9)	47,392	10,592,000
Depreciation	4,986,335	-	75,678	-	5,062,013
Total Expenditure	98,056,343	3,187,094	18,856,578	221,963	120,321,978
Share of Joint Venture Surplus	-	-	150,000	-	150,000
(Deficit)/ surplus before Tax	(40,114)	771,367	750,518	207,803	1,689,574
(Deficit)/ surplus after Tax	(40,114)	771,367	750,518	207,803	1,689,574

- 1. Ancillary Activities - €771,367** Ancillary activities as detailed in Note 14 of the Harmonisation of Accounts Funding Statement, are generally ineligible for state funding and under the Harmonisation Agreement, surpluses and losses on such activities are transferred directly to reserves. Under GAAP, ancillary activities are included in the Income and Expenditure account.
- 2. Reclassification of student fee income - €1,314,786** Under the Harmonisation Agreement, income and expenditure generated on the running of continuing education courses are reported as net debit or credit balances in the balance sheet. Under GAAP, such amounts are included in the Income and Expenditure account. Additional costs accrue under staff costs and other operating expenses, equal to the additional income recognised.

Reconciliation of 'Harmonisation of Accounts Funding Statement' with Consolidated Income and Expenditure Account Explanatory Notes (Continued)

- 3. Research Grants – (€430,880)** Under the Harmonisation Agreement, research grants are included in the Income and Expenditure account to the extent of expenditure (including capital expenditure) incurred in the year, while contribution from overheads expended in the year is included in 'other income'. In 12/13 accumulated research overhead of €973,445 treated as a liability under harmonised accounts was released to the I&E in accordance with GAAP. Under GAAP, capital expenditure on research projects is capitalised while research overhead contribution is reported as part of research income. Under the Harmonisation Agreement certain Continuing Education activity is reported as other funded projects under Research Income. Under GAAP this is reclassified as fee income.
- 4. Amortisation of Deferred Capital Grants - (€1,007,244)** Under the Harmonisation Agreement, amortisation is matched with the depreciation charge, regardless of whether or not the asset is fully grant funded. This results in a neutral Income and Expenditure effect. Under GAAP, amortisation is calculated to write off the capital grant over the life of the asset. Where the asset is not fully grant funded the depreciation charge will be greater than the amortisation credit.
- 5. Other Operating Income - (€154,409)** Under the Harmonisation Agreement, contribution from research overhead is reported as part of other income, while this contribution is reported as research income under GAAP. The effect of this is to reduce operating income by €728,034.

Under the Harmonisation Agreement certain activities are not recognised in the Income and Expenditure Account. These include continuing education fees, funded scholarship awards and library receipts. Under GAAP both the income and expenditure must be recognised. The effect of this is to increase other operating income by €2,005,263 and increase student fee income by €1,314,786 (as detailed in Note 2 above). The corresponding impact on operating expenditure is explained in Note 7 below.

Under the Harmonisation Agreement the university's share of income and expenditure associated with a joint arrangement with St. Patrick's College, Maynooth for campus conference activities are recognised. Under GAAP only the contribution from this activity is recognised. The effect of this is to reduce other operating income by €840,800 and other operating expenditure by €690,800.

In the Harmonisation of Accounts Funding Statement, a contribution of €263,786 was received from a subsidiary company while a contribution of €47,392 was paid to a subsidiary company during the year. Under GAAP these inter-company contributions are eliminated, therefore reducing operating income by €311,178.

- 6. Interest earned – (€3,713)** Interest earned on S50 and of taxes consolidation act 1997 in respect of Student accommodation (Note 11 Consolidated financial statements) in the amount of €305,244 is credited to reserves in the Harmonisation of Accounts Funding statement. Under GAAP, this interest is included in the Income and Expenditure account. During the year interest of €308,957 was earned by the university on funding provided to apartment operations included in ancillary activities and subsidiary company, NUIM Facilities One Limited for early settlement of external debt. This interest is eliminated on consolidation.
- 7. Other Operating Expenses – (€1,235,363)** Under the Harmonisation Agreement, internally funded capital projects are charged to the Income and Expenditure Account. Under GAAP this is excluded from the Income and Expenditure Account. The effect of this element of the adjustment is to reduce expenditure by €1,380,982.

Reconciliation of 'Harmonisation of Accounts Funding Statement' with Consolidated Income and Expenditure Account Explanatory Notes (Continued)

Under the Harmonisation Agreement costs associated with repairs and upgrade of buildings (or similar items) can be provided once a decision to undertake the project is taken. Under GAAP this expenditure is recognised on an accrual accounting basis. The effect of this is to reduce expenditure by €464,787.

Under the Harmonisation Agreement certain expenditure on Continuing Education and Postgraduate Courses are recognised as Research expenditure. Under GAAP these amounts are excluded from Research expenditure. The effect of this is to reduce operating expenditure by €495,149.

As explained in Note 5 above, under the Harmonisation Agreement certain activities are not recognised in the Income and Expenditure Account. These include continuing education fees, funded scholarship awards and library receipts. Under GAAP both the income and expenditure must be recognised. The effect of this is to increase other operating expenditure by €3,389,663 and increase staff costs by €586,664.

Under the Harmonisation Agreement all research expenditure, including capital equipment is recognised as Research Income and Expenditure. Under GAAP capital equipment cannot be treated in this way. The effect of this is to reduce other operating expenditure by €703,465.

Under the Harmonisation Agreement the university's share of income and expenditure associated with a joint arrangement with St. Patrick's College, Maynooth for campus conference activities are recognised. Under GAAP only the contribution from this activity is recognised. The effect of this is to reduce other operating income by €840,800 and other operating expenditure by €690,800.

Under the Harmonisation Agreement 'Internal' balances, i.e. non-pay expenditure of academic departments and certain service departments are carried forward on the balance sheet. This is not permitted under GAAP. The effect of this is to increase operating expenditure by €97,636.

In the Harmonisation of Accounts Funding Statement a contribution of €47,392 was paid to a subsidiary company during the year. Under GAAP this inter-company contributions is eliminated, therefore reducing operating expenditure by €47,392.

8. **Staff Costs - €9,733,220** - As explained in note 9 below there is an increase in staff costs of €9,146,556 as a result of accounting for Pensions under FRS 17 *Retirement Benefits*. As explained in Note 7 above, under the Harmonisation Agreement certain activities are not recognised in the Income and Expenditure Account. These include continuing education fees, funded scholarship awards and library receipts. Under GAAP both the income and expenditure must be recognised. The effect of this is to increase staff costs by €586,664.
9. **Interest Payable (€10,283,043)/Net Deferred Funding for Pensions €19,738,556** - During the year interest of €308,957 was earned by the university on funding provided to apartment operations included in ancillary activities and subsidiary company, NUIM Facilities One Limited for early settlement of external debt. This interest is eliminated on consolidation. Under the Harmonisation Agreement the university accounts for pensions under SSAP 24. Under GAAP FRS 17 *Retirement Benefits* has been fully adopted. The impact of this is to increase staff costs by €9,146,556 and interest costs by €10,592,000 with a corresponding increase in income of €19,738,556.



NUI MAYNOOTH
Ollscoil na hÉireann Má Nuad

Statement of the Accounts
of
National University of Ireland, Maynooth
for the year ended 30th September 2013

(Prepared under Harmonisation of Accounts Format)



Contents

	Page(s)
General Information	49
Statement of University's Responsibilities	50
Statement of Accounting Policies	51 - 53
Income and Expenditure Account	54
Balance Sheet	55
Cash Flow Statement	56
Notes to the Financial Statements	57 - 71

General Information

Auditors

Deloitte & Touche,
Chartered Accountants & Statutory Audit Firm
Deloitte & Touche House,
Earlsfort Terrace,
Dublin 2.

Statutory Auditors

Office of the Comptroller and Auditor General,
Treasury Block,
Dublin Castle,
Dublin 2.

Bankers

Allied Irish Banks Plc,
Main Street,
Maynooth,
Co. Kildare.

Legal Advisers

McCann FitzGerald,
Solicitors,
2 Harbourmaster Place,
Custom House Dock,
Dublin 1.

Financial Statements

Year ended 30th September 2013

Statement of University's Responsibilities

The Financial Statements are prepared under the historical cost convention. They are presented in accordance with the existing Harmonisation of Accounts Agreement as adopted for all Irish Universities.

The University is required to comply with the Universities Act 1997, and to keep in such form as may be approved of by An tÚdarás Um Ard-Oideachas, 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 and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless that basis is inappropriate, and
- follow applicable accounting standards, subject to any material departures being disclosed and explained in the financial statements.

The university is responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the university and which enables it to ensure that its financial statements 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.

Signed on behalf of the Governing Authority on the 23rd April 2015



Professor Philip Nolan
President



Dr Mike O'Malley
Bursar

Statement of Accounting Policies

A. Financial Statements

The financial statements reflect the teaching, research and related service activities of National University of Ireland, Maynooth. The financial statements of the University's Pension Fund, and of financially independent ancillary activities, are presented separately.

B. Accounting Convention

The Accounts are prepared under the historical cost convention. They are presented in accordance with the existing Harmonisation of Accounts Agreement as adopted for all Irish universities.

The Harmonisation of Accounts Agreement is not fully compliant with generally accepted accounting principles (GAAP). Financial Statements will also be prepared in a new format on a consolidated basis and in accordance with generally accepted accounting principles in Ireland.

C. State Grants for Recurrent Expenditure

Recurrent Grants have been recognised on an accruals basis. Recurrent Grants which have been used for the purchase of fixed assets and for the financing of the capital portion of lease charges are transferred to Fixed Assets and 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 funds received.

E. Fee Income

Fee income is accounted for on an accruals basis and reported at EU and non-EU fee levels.

F. Approved Allocations

The income and expenditure account is prepared on an accruals basis with the following exceptions:

- a) non-pay expenditure of academic departments and certain service departments.
- b) departmental equipment and minor works.

In these cases internal balances are carried forward in the Balance Sheet under Current Assets or Liabilities, as appropriate.

Statement of Accounting Policies (continued)

G. Fixed Assets and Depreciation

Land is valued on an existing use basis.

Buildings are stated at historical cost, as are additions during the year. These assets and all subsequent additions are depreciated as noted below.

Equipment, Fixtures and Fittings are valued at cost less depreciation. These assets and all subsequent additions are depreciated as noted below.

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

Buildings	10 to 50 years
Equipment and Furniture	5 to 10 years
Computer and Related Equipment	3 years

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

Buildings are not depreciated until fully commissioned.

Depreciation is not provided on land.

H. Leased Assets

The cost of fixed assets acquired under finance leases is included in fixed assets and written off over the estimated useful lives of the assets at the rates set out in the policy above, or over the lease period if shorter.

I. General Reserve

The general reserve represents the value of funding, after amortisation, applied for capital purposes, together with the balance on ancillary service activities.

J. Research Grants and Projects

Contract research and projects expenditure is shown net of contributions to indirect costs. Income from contract research grants and projects 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.

Statement of Accounting Policies (continued)

K. Foreign currency

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 rate of exchange ruling at the Balance Sheet date. The resulting profits or losses are dealt within the Income and Expenditure account.

L. Taxation

No provision has been made for taxation as the university holds tax-exempt status.

M. Ancillary Services

Ancillary Services are services provided on campus, on a cost recovery basis, and are planned to break even in the medium term. The net outturn on such activities is transferred to the General Reserve Account.

N. Pensions

Pension costs are accounted for on the basis of charging the cost of providing pensions over the period during which the university benefits from the employees' services.

Pension supplementation refers to cost of pension increases awarded after retirement, and is charged to the Income and Expenditure Account.

O. Operating Leases

Operating Leases are written off as incurred.


Financial Statements


Year ended 30th September 2013

Income and Expenditure Account

		2012/13	2011/12
	Notes	€	€
INCOME			
State Grants	1	21,835,924	26,074,456
Student Fees	2	46,889,968	46,690,653
Other Income	3	3,556,357	3,915,217
		<hr/>	<hr/>
		72,282,249	76,680,326
Research Grants and Projects	4	20,747,645	20,144,226
		<hr/>	<hr/>
Total		93,029,894	96,824,552
		<hr/>	<hr/>
EXPENDITURE			
Academic Faculties and Departments	5	39,377,345	40,453,716
Academic and Other Services	6	6,366,497	6,321,180
Premises	7	9,517,193	9,211,061
Amount Allocated for Capital Purposes	8	1,380,982	4,945,650
Central Administration and Services	9	6,942,888	6,703,835
General Educational Expenditure	10	4,281,023	4,375,488
Student Services	11	3,449,948	3,403,771
Miscellaneous Expenditure	12	1,006,487	1,001,868
		<hr/>	<hr/>
		72,322,363	76,416,569
Research Grants and Projects		20,747,645	20,144,226
		<hr/>	<hr/>
Total	13	93,070,008	96,560,795
		<hr/>	<hr/>
(Deficit)/ surplus on activities before Amortisation of Capital Reserves and Grants, Ancillary Services and Depreciation of Fixed Assets and exceptional items		(40,114)	263,757
Surplus on Ancillary Services	14	771,367	943,712
Depreciation of Fixed Assets	15	(4,986,335)	(4,514,732)
General Reserve Movement	16	4,214,968	3,571,020
		<hr/>	<hr/>
Net (Deficit)/ Surplus for Year		(40,114)	263,757
		<hr/>	<hr/>

The Statement of Accounting Policies (pages 51 to 53), Cash Flow Statement (page 56) and Notes to the Financial Statements (pages 57 to 71) form part of these Financial Statements.

 23/4/15
 Professor Philip Nolan
 President

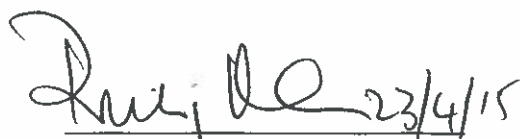
 23/4/15
 Dr Mike O'Malley
 Bursar

*Financial Statements
as at 30th September 2013*

Balance Sheet

		2013	2012
	Notes	€	€
Fixed Assets	17	151,776,296	152,174,807
Current Assets			
Bank Balances and Cash		46,129,745	50,026,254
Debtors and Prepayments	18	18,986,080	14,414,811
		<u>65,115,825</u>	<u>64,441,065</u>
Current Liabilities			
Creditors and Accrued Expenditure due within One Year	19	<u>(56,835,782)</u>	<u>(58,038,751)</u>
Net Current Assets		<u>8,280,043</u>	<u>6,402,314</u>
Long Term Liabilities			
Creditors Due after One Year	21	<u>(4,753,457)</u>	<u>(5,158,587)</u>
Total Assets Less Liabilities		<u>155,302,882</u>	<u>153,418,534</u>
Represented by:			
General Reserve	22	154,826,060	152,901,598
Revenue Reserves	23	476,822	516,936
Total Funds		<u>155,302,882</u>	<u>153,418,534</u>

The Statement of Accounting Policies (pages 51 to 53), Cash Flow Statement (page 56) and Notes to the Financial Statements (pages 57 to 71) form part of these Financial Statements.


Professor Philip Nolan
President


Dr Mike O'Malley
Bursar

Financial Statements

Year ended 30th September 2013

Cash Flow Statement

	Notes	2012/13		2011/12	
		€	€	€	€
Net Cash Outflow from Operating Activities	24		(6,454,128)		(7,533,772)
Returns on Investments and Servicing of Finance					
Interest Received (Net)	3		1,405,414		2,790,900
Capital Expenditure					
Payments to acquire Tangible Fixed Assets	17		<u>(4,587,824)</u>		<u>(15,796,494)</u>
Net Cash Outflow before Financing			(9,636,538)		(20,539,366)
Financing					
H.E.A. Capital Grants		2,665,061		13,419,395	
Non-H.E.A. Capital Grants		3,474,369		6,114,693	
Finance Leases		<u>(399,401)</u>		<u>(859,000)</u>	
Cash Inflow from Financing			<u>5,740,029</u>		<u>18,675,088</u>
Net Cash Outflow after Financing			<u>(3,896,509)</u>		<u>(1,864,278)</u>
Decrease in Cash	25		<u><u>(3,896,509)</u></u>		<u><u>(1,864,278)</u></u>

Notes to the Financial Statements

	2012/13	2011/12
	€	€
1. State Grants		
Recurrent Grant	21,269,669	25,470,876
Targeted Funding for Special Initiatives	222,000	227,000
Minor Works	42,000	42,000
Graduate Skills Conversion Programme	302,255	334,580
Total	21,835,924	26,074,456

State Grant in 2011/12 and 2012/13 includes an annual amount of €350,000 to reflect HEA annual unfunded fixed term staff posts in position in 2003 and equivalent unfunded posts subsequent to 2003, on foot of the passing of the Protection of Employees (Fixed Term Work) Act 2003.

State Grant in 2011/12 includes a once-off credit of €2,418,577 representing accumulated HEA unfunded fixed term staff posts in position in 2003 and equivalent unfunded posts subsequent to 2003, on foot of the passing of the *Protection of Employees (Fixed Term Work) Act, 2003*.

2. Student Fees		
Academic	46,631,735	46,365,480
Miscellaneous Fee Income	258,233	325,173
Total	46,889,968	46,690,653

This year a change in the classification of non-EU fee income in excess of the EU fee has been introduced. The effect in the year is to report an additional €1.2m on 'student fee' income as against 'other' income. The adjustment in the comparative year 2011/12 is also €1.2m.

3. Other Income		
Interest Receivable (Net)	1,405,414	2,790,900
Rents and Concessions	945,380	925,185
Research Grants and Projects Contribution	728,034	193,632
Miscellaneous Income	477,529	5,500
Total	3,556,357	3,915,217

Prior year Interest Receivable includes €648,017 representing the release of interest held on Model Scheme pension contributions.

4. Research Grants and Projects		
Research Grants	19,675,403	18,611,583
Other Funded Projects	1,072,242	1,532,643
Total	20,747,645	20,144,226

Financial Statements
Year ended 30th September 2013

Notes to the Financial Statements (continued)

	2012/13			2011/12
	Staff Costs	Non-Pay	Total	Total
	€	€	€	€
5. Academic Faculties and Departments				
Academic	30,147,575	-	30,147,575	30,882,803
Technical	2,272,894	-	2,272,894	2,324,425
Administrative Support	3,248,015	-	3,248,015	3,006,240
Departmental Grants	-	3,509,737	3,509,737	4,018,758
Miscellaneous	-	199,124	199,124	221,490
Total	35,668,484	3,708,861	39,377,345	40,453,716
6. Academic and Other Services				
Library	2,125,310	994,259	3,119,569	2,962,720
Information Systems Services	1,557,753	804,717	2,362,470	2,501,883
Language Centre	415,204	57,375	472,579	486,919
Commercialisation Office	298,024	113,855	411,879	369,658
Total	4,396,291	1,970,206	6,366,497	6,321,180

Notes to the Financial Statements (continued)

	2012/13			2011/12
	Staff Costs	Non-Pay	Total	Total
	€	€	€	€
7. Premises				
Premises Maintenance	1,034,808	1,388,958	2,423,766	2,765,794
General Services	1,780,044	1,103,141	2,883,185	2,749,224
Minor Works	-	38,000	38,000	42,000
Rent and Rates	-	1,794,517	1,794,517	1,671,964
Insurance	-	297,957	297,957	294,808
Energy	-	2,079,768	2,079,768	1,687,271
Total	2,814,852	6,702,341	9,517,193	9,211,061
8. Amount Allocated for Capital Purposes				
Capital Projects	-	1,344,429	1,344,429	4,866,684
Equipment	-	36,553	36,553	78,966
Total	-	1,380,982	1,380,982	4,945,650

Notes to the Financial Statements (continued)

	2012/13			2011/12
	Staff Costs	Non-Pay	Total	Total
	€	€	€	€
9. Central Administration and Services				
Administration	4,716,786	-	4,716,786	4,614,158
Expenses	-	1,232,176	1,232,176	1,148,300
Professional Charges	-	740,047	740,047	666,151
Miscellaneous	-	253,879	253,879	275,226
Total	4,716,786	2,226,102	6,942,888	6,703,835
10. General Educational Expenditure				
Examination Expenses	541,684	88,300	629,984	701,199
Scholarships and Prizes	-	1,313,204	1,313,204	1,246,875
NUI Capitation	-	218,196	218,196	208,133
Miscellaneous*	569,267	1,550,372	2,119,639	2,219,281
Total	1,110,951	3,170,072	4,281,023	4,375,488

* Miscellaneous includes Advertising Student Courses, Conferring, Prospectus, Targeted Funding etc.

Notes to the Financial Statements (continued)

	2012/13			2011/12
	Staff Costs	Non-Pay	Total	Total
	€	€	€	€
11. Student Services				
Capitation and Other Grants	-	1,337,109	1,337,109	1,246,389
Student Services	460,197	78,868	539,065	640,546
Careers Advisory Service	370,003	28,000	398,003	424,820
Sports and Recreation	300,991	63,117	364,108	353,454
Health and Counselling	631,094	180,569	811,663	738,562
Total	1,762,285	1,687,663	3,449,948	3,403,771
12. Miscellaneous Expenditure				
Pension Supplementation	522,906	-	522,906	611,488
Miscellaneous	-	483,581	483,581	390,380
Total	522,906	483,581	1,006,487	1,001,868
13. Composition of Total Expenditure				
Academic and Related Services	50,992,555	21,329,808	72,322,363	76,416,569
Research Grants and Projects	11,919,201	8,828,444	20,747,645	20,144,226
Total	62,911,756	30,158,252	93,070,008	96,560,795

Notes to the Financial Statements (continued)

		2012/13			2011/12
		Income	Expenditure	Surplus/ (Deficit)	Surplus/ (Deficit)
Notes		€	€	€	€
14.	Surplus/(Deficit) on Ancillary Services				
	Crèche	312,524	323,700	(11,176)	31,021
	Catering: Vending & Concessions	60,728	68,391	(7,663)	24,933
	Apartments	2,822,119	2,021,634	800,485	840,562
	Conference	840,800	690,800	150,000	120,000
	Photocopying	168,814	211,160	(42,346)	(34,814)
	Parking	91,834	72,877	18,957	(1,541)
	Other	589,911	576,801	13,110	(36,449)
		<u>4,886,730</u>	<u>3,965,363</u>	<u>921,367</u>	<u>943,712</u>
	Transfer Conference Surplus to Other Income			(150,000)	-
	Total			<u>771,367</u>	<u>943,712</u>
15.	Depreciation of Fixed Assets				
	Buildings			3,699,585	3,281,284
	Equipment			1,286,750	1,233,448
	Total			<u>4,986,335</u>	<u>4,514,732</u>
16.	General Reserve Movement				
	Amortisation in Line with Depreciation			4,986,335	4,514,732
	Increase in Reserves on Ancillary Services from Income and Expenditure Account	14		(771,367)	(943,712)
	Total			<u>4,214,968</u>	<u>3,571,020</u>

Notes to the Financial Statements (continued)

	Buildings €	Equipment & Furniture €	Total €
17. Fixed Assets			
Cost at 1 st October 2012	181,585,359	13,658,291	195,243,650
Additions at Cost	2,373,343	2,214,481	4,587,824
Disposals at Cost	-	(725,511)	(725,511)
Cost at 30 th September 2013	183,958,702	15,147,261	199,105,963
Depreciation at 1 st October 2012	30,908,072	12,160,771	43,068,843
Depreciation for the Year	3,699,585	1,286,750	4,986,335
Depreciation on Disposals	-	(725,511)	(725,511)
Depreciation at 30 th September 2013	34,607,657	12,722,010	47,329,667
Net Book Value at 30th September 2013	149,351,045	2,425,251	151,776,296
Net Book Value at 30 th September 2012	150,677,287	1,497,520	152,174,807

Included in Cost of Land and Buildings is €1,574,464 (2012: €19,016,367) assets in the course of construction.

During the year ended 30th September 2003, the university completed the financing arrangements for the BioSciences Building in accordance with Section 843(4) of the Taxes Consolidation Act, 1997 and as amended in Section 51 of the Finance Act 1999. In applying Financial Reporting Standard 5 “*reporting the substance of transactions*” the University has accounted for the BioSciences Building in fixed assets on the basis of the commercial substance rather than the legal form. Under the legal form the University has restricted bank balances of €8.1m on deposit with a financial institution which will generate sufficient funds to acquire full ownership of the building. On the 14th December 2012, in accordance with the option agreement the university acquired the building at cost.

During the year ended 30th September 2003, the university completed the building of student residences “River Apartments Phase I”. The apartments were part financed by a group of investors availing of Section 50 tax relief on eligible expenditure under Part 11a of *Taxes Consolidation Act, 1997*. In applying Financial Reporting Standard 5 “*reporting the substance of transactions*” the University has accounted for the apartments in fixed assets on the basis of the commercial substance rather than the legal form.

Notes to the Financial Statements (continued)

17. Fixed Assets (continued)

During the year ended 30th September 2004, the university completed the building of student residences "River Apartments Phase II". The apartments were part financed by a group of investors availing of Section 50 tax relief on eligible expenditure under Part 11a of *Taxes Consolidation Act, 1997*. In applying Financial Reporting Standard 5 "*reporting the substance of transactions*" the University has accounted for the apartments in fixed assets on the basis of the commercial substance rather than the legal form. Under the legal form the University has restricted bank balances of €5.0m on deposit with a financial institution. This deposit will generate funds to enable the University to acquire full ownership of the building. As part of the agreement, the University has entered into an option agreement under which it is expected that the university will acquire the building at cost in 2014. The related lease liability is included in Note 21.

	Notes	2013	2012
		€	€
18. Debtors and Prepayments			
Contract Research Grants and Projects Recoverable		4,005,835	2,618,198
Staff House Loans		211,830	287,008
Internal Balances		532,307	373,621
Funded Pension Scheme receivable from HEA	20	4,358,223	3,236,615
Other Debtors and Prepayments *		8,071,819	6,093,303
Amounts due from Subsidiary Undertakings	27	1,806,066	1,806,066
Total		18,986,080	14,414,811

*Included in Other Debtors and Prepayments is an amount of €520,802 (2012: €578,668) falling due after more than one year.

Notes to the Financial Statements (continued)

	Notes	2013	2012
		€	€
19. Creditors and Accrued Expenditure			
Lease Obligations		477,129	471,400
Contract Research Grants and Projects Unexpended		12,580,716	11,363,702
Model Scheme Pension payable to HEA	20	12,723,413	9,762,541
State Grant for Recurrent Expenditure received in advance		724,147	5,720,239
Academic Fees received in advance		9,426,937	8,504,001
Internal Balances		1,479,650	1,418,600
Other Creditors and Accruals		19,191,725	20,515,652
Amounts due to Subsidiary Undertakings	27	232,065	282,616
Total		<u>56,835,782</u>	<u>58,038,751</u>

*Financial Statements**Year ended 30th September 2013***Notes to the Financial Statements (continued)**

	2013 Funded Scheme €	2013 Model Scheme €
20. Pension Control Account		
Opening Balance	(3,236,615)	9,762,541
<i>Income</i>		
Employer Contributions *		
(i) At existing university funding rate	2,353,980	1,495,654
(ii) At ECF 20% funding rate	-	566,810
Employee Contributions	887,714	960,013
Pension transfers in		
Supplementation income	522,906	-
Income in respect of the purchase of added years	57,153	38,815
Total Income	3,821,753	3,061,292
<i>Expenditure</i>		
Pensions in payment (including supplementation)	4,873,814	5,198
Lump sum payments on retirement	5,180	4,264
Death in service payments	-	-
Pension transfers out (cash payments)	-	-
Refunds of contributions	-	30,323
Administration & other costs	64,367	60,635
Transfer of funds to State		
Total Expenditure	4,943,361	100,420
(Deficit)/Surplus in year	(1,121,608)	2,960,872
Closing Balance – Grant (receivable from)/ payable to the HEA*	(4,358,223)	12,723,413
Note	18	19

* Excluding annual provision for employer contributions of €350,000 in respect of core budget funded fixed term staff posts in position in 2003 and equivalent unfunded posts subsequent to 2003, on foot of the passing of the Protection of Employees (Fixed Term Work) Act 2003. This amount has been credited to State Grant Income in the current year.

Amount of €91,624 for the Single Public Pension Scheme employer costs is including in Creditors and is not required to be included in Note 26, Pension Control Account.

Notes to the Financial Statements (continued)

		2013	2012
		€	€
21. Creditors Due After One Year			
Lease Obligations		4,753,457	5,158,587
	Opening Balance	Current Year Movement	Closing Balance
	€	€	€
22. General Reserve			
State Capital Grants	102,733,594	2,665,061	105,398,655
Recurrent Funding Transfer	38,128,297	1,380,980	39,509,277
Capital Donations	27,957,744	-	27,957,744
Other*	43,802,574	2,864,756	46,667,330
Disposals	(16,651,768)	(725,511)	(17,377,279)
Amortisation			
Amortisation at 30 th September 2012	(43,068,843)	(4,986,335)	(48,055,178)
Amortisation on Disposals in year	-	725,511	725,511
Total	152,901,598	1,924,462	154,826,060

* Other reserves include a capital levy collected from students during the year to fund capital expenditure on student buildings amounting to €1,035,679 (2012: €625,324).

		2012/13	2011/12
		€	
23. Revenue Reserve			
Opening Balance		516,936	253,179
(Deficit)/ Surplus for the Year		(40,114)	263,757
Closing Balance		476,822	516,936

Notes to the Financial Statements (continued)

	2012/13		2011/12	
	€	€	€	€
24.				
Reconciliation of Income and Expenditure				
Account (Deficit)/Surplus to Net Cash				
Outflow from Operating Activities				
(Deficit)/ Surplus for the Year		(40,114)		263,757
Less Interest Received (Net)		(1,405,414)		(2,790,900)
		<u>(1,445,528)</u>		<u>(2,527,143)</u>
 Depreciation of Fixed Assets	4,986,335		4,514,732	
Amortisation of General Reserves	<u>(4,986,335)</u>		<u>(4,514,732)</u>	
 Increase in Debtors and Prepayments		(4,571,269)		(3,617,674)
 Decrease in Creditors and Accrued Expenditure due within One Year		(1,208,698)		(2,332,667)
 Surplus in Ancillary Services		771,367		943,712
 Net Cash Outflow from Operating Activities		<u>(6,454,128)</u>		<u>(7,533,772)</u>
25.				
Analysis of change in Cash and Cash				
Equivalents				
Balance at 1 st October		50,026,254		51,890,532
Net Cash Outflow		<u>(3,896,509)</u>		<u>(1,864,278)</u>
 Balance at 30 th September		<u>46,129,745</u>		<u>50,026,254</u>

Notes to the Financial Statements (continued)**26. Pensions**

During the year the university operated two defined benefit pension schemes. The total pension cost to the university in year was €4,766,444 (2012: €4,368,249).

National University of Ireland, Maynooth (Closed) Scheme 2009 – formerly known as the National University of Ireland, Maynooth Pension Plan – “Closed Scheme”

The main scheme is “National University of Ireland, Maynooth (Closed) Scheme 2009 “Closed Scheme”. The Closed scheme applies to pensionable employees appointed prior to 31st January 2005 and is closed to new entrants. Up until 31st December 2009 the university funded the Closed Scheme which operated under a Trust Deed, the assets of which were held separately from those of the university. The *Financial Measures (Miscellaneous Provisions) Act, 2009* provided that the Oireachtas will make good any deficiency arising if the aggregate of members’ and employers’ contributions paid to or withheld by the university are insufficient to meet the university’s obligations to pay these benefits in accordance with the scheme. On the 31st December 2009, in accordance with S.I. No. 528/2009 “Financial Measures (Miscellaneous Provisions) Act 2009 (National University of Ireland, Maynooth) Transfer Order 2009” the assets of the Closed Pension schemes were transferred to the National Pensions Reserve Fund and the existing Trust was terminated. There was no effect on the benefits payable to the members, they became members of a statutory unfunded scheme renamed “National University of Ireland (Closed) Scheme 2009”.

The National University of Ireland, Maynooth Employee Superannuation Scheme 2007 – “Model Scheme”

The Model Scheme applies to all new staff appointed to posts first advertised between the 29th November 2004 and appointed or in receipt of an offer of employment dated no later than 31st December 2012. This is a pay-as-you-go scheme funded through monies provided to the university by the State for that purpose. On the basis that the Oireachtas will make good any deficiency arising to meet the university’s obligations to pay pension benefits of the Closed Scheme and that future pension liabilities of the Model Scheme are funded on a pay- as- you-go basis through monies provided to the university by the State for that purpose, the pension liability of the Model Scheme has been offset by the recognition of an asset equivalent to the university’s pension liabilities.

Single Public Service Pension Scheme

The Single Scheme applies to all new staff who are joining the public sector as new entrants after the 1st January 2013. It is titled *Single Public Service Pension Scheme* and is a career average pension scheme. It is a defined benefit scheme and as such is included in the FRS 17 disclosure. All employee pension contributions for the Single scheme are paid on a monthly basis to a state pension account. Employer pension contributions are held as part of creditors pending payment to the state. The figures are not required to be included in the pension control account. On the basis that the Oireachtas will make good any deficiency arising to meet the university’s obligations to pay pension benefits of the Closed Scheme and that future pension liabilities of the Single Scheme are funded on a pay-as-you-go basis through monies provided to the university by the State for that purpose, the pension liability of the Single Scheme has been offset by the recognition of an asset equivalent to the university’s pension liabilities.

Financial Statements

Year ended 30th September 2013

Notes to the Financial Statements (continued)

27. Related Party Disclosures

NUIM Development Limited

NUIM Development Limited is a related company, 100% owned by the university. Its principal activity is the construction of student accommodation. The balance due to the university at 30th September 2013 was €200 (2012: €200).

NUIM Facilities One Limited

NUIM Facilities One Limited is a related company, 100% owned by the university. Its principal activity is the provision of finance facilities in connection with Rye Hall. During the year, loans of €Nil (2012: €47,392) were extended by the university to NUIM Facilities One Limited and loans of €Nil (2012: €94,784) were repaid to the university. A donation of €Nil (2012: €47,392) was declared and paid by the university to NUIM Facilities One Limited. The balance due to the university at 30th September 2013 was €1,805,866 (2012: €1,805,866).

NUIM Facilities Two Limited

NUIM Facilities Two Limited is a related company, 100% owned by the university. Its principal activity is the provision of maintenance and rental collection services for student accommodation at Rye Hall. During the year a donation of €263,786 (2012: €363,934) was declared and paid to the university and a loan of €263,786 (2012: €363,934) was advanced to NUIM Facilities Two Limited. The university incurred running costs of €184,095 (2012: €124,995) and retained monies of €397,330 (2012: €388,781) during the year on behalf of the company. At 30th September 2013 there was an amount due to NUIM Facilities Two Limited of €231,961 (2012: €282,512).

NUIM Student Residence Consortium

NUIM Student Residence Consortium is a joint venture between NUIM Facilities Two Limited and a group of private investors to provide student accommodation facilities for the university. At 30th September 2013 there is a balance due from the private investors to NUIM Facilities One Limited of €2,742,634 (2012: €2,742,634).

Maynooth University Enterprise Development Limited

Maynooth University Enterprise Development Limited was established in 1994 as a holding company for intellectual property. It has not traded since the date of incorporation. The balance due by the university at 30th September 2013 was €3 (2012: €3).

NUIM Finance Limited

NUIM Finance Limited is a related company, 100% owned by the university. Its principal activity is to provide finance for student accommodation. The company has not traded since the date of incorporation. The balance due by the university at 30th September 2013 was €1 (2012: €1).

NUI Maynooth International Limited

NUI Maynooth International Limited is a related company, 100% owned by the university. Its principal activity is to promote the interests and reputation of the university outside Ireland. The company has not traded since the date of incorporation. The balance due by the university at 30th September 2013 was €100 (2012: €100).

Maynooth Campus Conference Accommodation

Maynooth Campus Conference Accommodation is a campus facility arrangement between NUI Maynooth and St. Patrick's College, Maynooth to utilise the resources of both institutions in providing conference and accommodation facilities. The balance due to the university at 30th September 2013 was €272,611 (2012: €122,611).

Notes to the Financial Statements (continued)**27. Related Party Disclosures (Continued)****Maynooth University Foundation Limited**

Maynooth University Foundation is a separate legal entity, a company limited by guarantee, not under the control of the university and therefore is not consolidated in the annual Financial Statements. During the year, a donation of € Nil (2012: €66,900) was paid to Maynooth University Foundation Limited to support administration costs. An amount of €85,122 was paid by Maynooth University Foundation Limited to NUI Maynooth to fund golf scholarships and student support (2012: €95,111).

Staff House Loans

Included in Staff House Loans is an amount of € Nil (2012: €793) due from members of the Governing Authority in office at 30th September 2013. Repayments during the year amounted to €793 (2012: €3,092).

28. Capital Commitments

Commitments contracted at 30th September 2013

Commitments authorised but not contracted at 30th September 2013

	2013	2012
	€	€
Commitments contracted at 30 th September 2013	19,642,372	2,371,541
Commitments authorised but not contracted at 30 th September 2013	34,000,000	18,120,000
	<u>53,642,372</u>	<u>20,491,541</u>

Contracted commitments include an amount of €160k outstanding on the new library which opened to users on the 3rd December 2012 and €19,482k relating to the new 8,000 m² ICT Hub Building which was under construction at the balance sheet date.

Capital works authorised by Governing Authority but not contracted at the balance sheet date relate to a new block of apartments with 296 beds and the new integrated Education Hub Building to house all of the university's Education departments, including the Froebel Department of Primary and Early Childhood Education, under one roof. The former trustees of Froebel College of Education have entered a contract with the university dated 31 August 2013, to contribute €4m to this development.

29. Operating Lease Commitments

	2013	2012
	€	€
Amounts payable during the next twelve months in respect of leases which expire:		
After 5 years	1,315,242	1,210,200

Operating lease commitments are in respect of a 21 year property lease which commenced on 1st October 1998.

30. Contingent Liabilities

The University has no known material contingent liabilities at 30th September 2013.

31. Comparative Figures

Where necessary comparative figures have been restated on the same basis as current year figures

32. Approval of the Financial Statements

The 'Harmonisation of Accounts' funding statement was approved by the Governing Authority on the 23rd April 2015.

Elements of Capital, Recurrent and Research expenditure reported in these Financial Statements have been funded under one or more programmes operated by the following funding bodies and agencies:

