

INSTITUTE OF TECHNOLOGY CARLOW

FINANCIAL STATEMENTS

YEAR ENDED 31ST AUGUST 2011

INSTITUTE OF TECHNOLOGY CARLOW
FINANCIAL STATEMENTS 2011
CONTENTS

	PAGE
Statement of Institute Responsibilities	1
Statement on Internal Control	2-3
Report of the Comptroller and Auditor General	4
Statement of Accounting Policies	5-7
Income and Expenditure Account	8
Balance Sheet	9
Cash Flow Statement	10
Notes to the Financial Statements	11-19

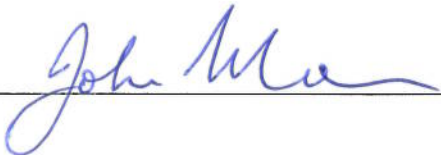
INSTITUTE OF TECHNOLOGY CARLOW
Statement of Institute Responsibilities

The Institutes of Technology Acts 1992 to 2006 require the Institute to prepare financial statements in such form as may be approved by the Higher Education Authority and to submit them for audit to the Comptroller and Auditor General. In preparing these financial statements, the Institute 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
- disclose and explain any material departures from applicable accounting standards.

The Institute is responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Institute and which enable it to ensure that the financial statements comply with the Institutes of Technology Acts 1992 to 2006. The Institute is also responsible for safeguarding its assets and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Chairman:

_____

President:

_____

Statement on Internal Control

For the year ended 31st August 2011

Responsibility for the System of Internal Control

The Governing Body acknowledges its responsibility for ensuring that an effective system of internal control is maintained and operated. The system of internal controls consists of those processes used to identify, evaluate and manage the significant risks faced by the Institute in the management of its affairs.

The system is designed to manage rather than eliminate risk, recognising that only reasonable and not absolute assurance can be provided that assets are safeguarded, transactions are authorised and properly recorded and that material errors or irregularities are either prevented or would be detected on a timely basis.

The system of internal control is based on an ongoing process designed to identify and prioritise the risks to the achievement of policies, aims and objectives, to evaluate the nature and extent of those risks, and to manage them efficiently, effectively and economically.

Key Control Procedures

The Governing Body has taken steps to ensure an appropriate control environment including:

- Financial procedures and regulations are currently documented, implemented and up to date.
- Regular reviews by the Governing Body of periodic and annual financial reports which include financial performance against budgets.
- Clearly defined capital investment control guidelines.
- The establishment of an Internal Audit Committee with a defined audit charter and with clear terms of reference which deal with significant control issues. The Internal Audit Committee receives reports from the internal auditors.

The Institute has an internal audit function, which operates in accordance with the Code of Governance in Irish Institutes of Technology. An internal audit strategy has been developed based on a risk assessment, carried out by the Institute's Executive Board. The Institute's Internal Audit Committee has approved this audit strategy. The Code of Governance for Irish Institutes of Technology was adopted by the Governing Body in June 2009.

During the year a small number of instances arose where the Institute had procured services without fully complying with national procurement guidelines. Of these the largest item was carried forward from the 2010 audit and legal issues impinged upon the Institute's ability to resolve the matter until 2012. This has now been completed. All matters have been reviewed with the audit committee and an agreed course of action has been implemented to promote the adherence to procurement policies.

At least once annually the Internal Auditors provide the Internal Audit Committee with a report of internal audit activity.

Risk Management

We have undertaken the following actions to initiate our risk management strategy:

- Agreed where the principal management responsibility rests for risk management
- Held a risk management workshop
- Developed an Institute wide risk register
- Requested that internal audit planning considers the risk register
- Incorporated risk management as an agenda item on a regular basis for meetings of relevant committees
- Completed self assessment on the control environment
- Received confirmation of compliance to policies and procedures

In addition to the actions mentioned above, in the coming year the Institute plans to:

- Establish a Risk Management Committee.
- Adopt the risk management policy.
- Draft a risk management strategy.

Annual Review of Controls

The Governing Body's monitoring and review of the effectiveness of the system of internal controls is informed by

- the work of the Internal Auditors. The Auditors submit reports which include an independent opinion on the adequacy and effectiveness of the Institute's system of internal controls, with recommendations for improvement. These reports are provided to the Institute's Internal Audit Committee who reports directly to the Governing Body.
- the Internal Audit Committee which oversees the work of the Internal Auditors. The Audit Committee meets the Internal Auditors to review the work of Internal Audit.
- Senior officers within the Institute, who have responsibility for the development and maintenance of the financial control framework.
- the comments made by the Comptroller and Auditor General's annual external audit in their management letter.

We confirm that for the year ended 31 August 2011, the Governing Body conducted a review in October 2012 of the effectiveness of the system of Internal Controls.

Chairman



Date 23/10/2012

President



Date 23/10/2012



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

Institute of Technology Carlow

I have audited the financial statements of the Institute of Technology Carlow for the year ended 31 August 2011 under the Institutes of Technology Acts 1992 to 2006. The financial statements, which have been prepared under the accounting policies set out therein, comprise the statement of accounting policies, the income and expenditure account, the balance sheet, the cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and generally accepted accounting practice in Ireland.

Responsibilities of the Institute

The Institute is responsible for the preparation of the financial statements, for ensuring that they give a true and fair view of the state of the Institute'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 applicable law.

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 Institute'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 also seek to obtain evidence about the regularity of financial transactions in the course of audit.

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 Institute's affairs at 31 August 2011 and of its income and expenditure for the year then ended.

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

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 moneys have not been applied for the purposes intended or where the transactions did not conform to the authorities governing them, or
- the Statement on Internal Control does not reflect the Institute's compliance with the Code of Governance of Irish Institutes of Technology, or
- I find there are other material matters relating to the manner in which public business has been conducted.

The Statement on Internal Control discloses that the Governing Body performed its review of the effectiveness of the system of internal financial controls for the year ended 31 August 2011 in October 2012.

Instances of non-compliance with national procurement guidelines occurred in respect of contracts that operated in the year. The Institute has disclosed this matter in its Statement on Internal Control.

I have nothing to report in regard to other matters.

Seamus McCarthy
Seamus McCarthy

Comptroller and Auditor General

19 December 2012

INSTITUTE OF TECHNOLOGY CARLOW
Statement of Accounting Policies for year ended 31st August, 2011

INTRODUCTION

Carlow Regional Technical College was established in 1971 and until 31 December 1992 operated under the control of Carlow Vocational Educational Committee (VEC) in accordance with the provisions of the Vocational Education Acts. Following the enactment of the Regional Technical Colleges Act, 1992, the College was made a statutory body with effect from 1 January 1993. The Act provides for the transfer from the VEC to the College of all assets and liabilities associated with the College.

The name Carlow Regional Technical College was changed to Institute of Technology Carlow by order of the Minister for Education and Skills on 28 January, 1998.

The significant accounting policies adopted by Institute of Technology Carlow are as follows:

1. BASIS OF PREPARATION

The financial statements are prepared in accordance with generally accepted accounting practices in Ireland and the United Kingdom under the historical cost convention (except for certain assets which are included at valuation) and with the requirements of the Higher Education Authority.

Under the Institutes of Technology Act 2006 which came into operation on 1 February 2007 certain functions and funding which were previously exercised and provided by the Minister for Education and Skills were transferred to the Higher Education Authority.

2. RECOGNITION OF INCOME

State Grants:

Recurrent grants from the Higher Education Authority and other bodies 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.

Devolved Grants:

The Minister for Education and Skills introduced a scheme to devolve responsibility to the Institute for Summer and other Capital works. Where devolved grant monies, in respect of this scheme, have not been expended they are treated as deferred income, provided the projects to which they are committed have been approved by the Governing Body, are fully defined, time phased and with estimates of costs.

In all other cases, devolved grant funding is recognised in the period received.

Research Grants and Contracts:

Income from Research Grants and Contracts is matched to expenditure and is included in the income of the year in which the related expenditure has been incurred. Full provision is made for foreseeable losses.

All research income and expenditure is shown under the headings 'Research Grants and Contracts'.

Fee Income:

Fee Income is accounted for on an accruals basis. All fee income is now included under this heading including Life Long Learning and Other Fees.

Interest Income:

All income from short term deposits is credited to the income and expenditure account in the period in which it is earned.

INSTITUTE OF TECHNOLOGY CARLOW
Statement of Accounting Policies for year ended 31st August, 2011

3. STOCKS

Expenditure on books and consumable stocks is charged to the Income and Expenditure Account as incurred.

4. FIXED ASSETS and DEPRECIATION

Fixed assets, with the exception of land, are stated at historical cost or valuation less accumulated depreciation. Land is stated at historical cost or valuation.

(a) COST OR VALUATION

Tangible assets in existence on 1st January 1993 (date of commencement order) are stated at valuation. The basis of valuation of land and buildings is set out at Note 14. Subsequent additions are stated at cost.

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

(b) EQUIPMENT

From 1 September 2008, equipment costing less than €3,000 per individual item is written off to the income and expenditure account in the year of acquisition. Where individual items of equipment purchased are below the capitalisation limit (€3,000) and the total purchase invoice is in excess of the limit, these items are individually capitalised in the normal way.

(c) DEPRECIATION

All assets purchased before 1 September 2008 and capitalised will continue to be treated as fixed assets and depreciated to the end of their useful life.

Depreciation is provided on tangible fixed assets, excluding land, on a straight line basis so as to write off their historical costs or valuations over their estimated useful lives as follows:

	Years
Buildings	50
Prefabricated Buildings, Fixtures, Plant and Machinery	10
Computer Equipment	3
Educational and Administrative Equipment	5

Computer equipment purchased before 1 September 2008 will continue to be depreciated on the basis of a four year life straight line depreciation policy. Computer equipment purchased after that date will be depreciated on a three year life straight line basis.

All equipment funded from Research Grants and Contracts is depreciated over the life of the asset in line with the policy for all other Fixed Assets.

5. FOREIGN CURRENCIES

Transactions denominated in foreign currencies are translated into Euro and recorded at the rate of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into Euro at the rates of exchange ruling at the Balance Sheet date.

INSTITUTE OF TECHNOLOGY CARLOW
Statement of Accounting Policies for year ended 31st August, 2011

6. PENSIONS

All pension entitlements of staff are conferred under a defined benefits scheme established under the Local Government Superannuation Act, 1980 and pension obligations are met by the Exchequer as they arise.

The superannuation scheme is operated on a Pay As You Go basis and therefore superannuation deductions made from employees are retained by the Institute, as an agreed part of its funding.

The Institute does not make contributions towards the scheme and has no obligations in respect of entitlements.

7. DEFERRED CAPITAL GRANTS

Deferred Capital Grants represent the unamortised value of accumulated funds allocated for fixed assets.

8. CAPITAL DEVELOPMENT RESERVE

The Capital Development Reserve represents funds set aside by the Institute for specified capital development purposes. Such funds arise from Student Registration Fees, non-State capital donations, banking facility fees and transfers from Revenue Reserves, in the latter case which have had the prior approval of the Higher Education Authority, together with bank interest earned on these monies. Such funds shall be retained in the Capital Development Reserve Account provided the defined projects to which they are committed are in line with the Institute's Capital Development Plan, have been approved by the Governing Body, time phased and with estimates of costs.

INSTITUTE OF TECHNOLOGY CARLOW
Income And Expenditure Account For The Year Ended 31 August 2011

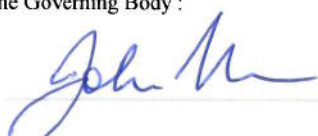
INCOME	NOTE	2011 €'000s	2010 €'000s
State Grant	1	14,942	17,217
Tuition Fees	2	8,814	8,532
Student Registration Charge	3	4,382	3,743
Amortisation of Deferred Capital Grants	17	2,383	2,251
Research Grants and Contracts	4	1,276	1,827
Other Income	6	1,953	2,144
Student Support Funding Income recognised	5	188	190
Interest Income		617	596
		<u>34,555</u>	<u>36,500</u>
EXPENDITURE			
Academic Departments	7	19,609	19,322
Academic Services	8	1,274	1,282
Facilities Costs	9	3,452	3,878
Central Administration and Services	10	3,628	3,778
General Educational Expenses	11	1,123	1,061
Student Registration Fees	3	943	701
Research Grants and Contracts	4	1,149	1,401
Student Support Funding Income applied	5	188	190
Depreciation	14	<u>2,383</u>	<u>2,251</u>
		<u>33,749</u>	<u>33,864</u>
OPERATING SURPLUS		<u>806</u>	<u>2,636</u>
TRANSFER TO CAPITAL DEVELOPMENT RESERVES		(1,078)	(1,760)
WRITE OFF OF STATE GRANT DEBTOR	15	<u>-</u>	<u>(1,482)</u>
DEFICIT FOR THE YEAR		(272)	(606)
ACCUMULATED SURPLUS AT 1st SEPTEMBER		2,169	2,775
ACCUMULATED SURPLUS AT 31st August		<u><u>1,897</u></u>	<u><u>2,169</u></u>

There are no gains or losses other than those recognised above.

The Statement of Accounting Policies, Cash Flow Statement and Notes 1 to 25 form part of the financial statements.

Signed on behalf of the Governing Body :

Chairman:



Date:

23/10/2012

President:

Patricia Mulcahy 23/10/2012

Balance Sheet As At 31 August 2011

	NOTE	2011 €'000s	2010 €'000s
FIXED ASSETS	14	44,472	35,398
		<u>44,472</u>	<u>35,398</u>
CURRENT ASSETS			
Debtors and Prepayments	15	1,580	1,865
Cash at bank and in hand		17,098	19,822
		<u>18,678</u>	<u>21,687</u>
CURRENT LIABILITIES			
Creditors and Accrued Expenses - Amounts falling due within one year	16	6,988	5,991
NET CURRENT ASSETS		<u>11,690</u>	<u>15,696</u>
NET ASSETS		<u>56,162</u>	<u>51,094</u>
Represented by :			
Deferred Capital Grants	17	44,472	35,398
Income and Expenditure Account		1,897	2,169
Capital Development Reserve	20	<u>9,793</u>	<u>13,527</u>
		<u>56,162</u>	<u>51,094</u>

The Statement of Accounting Policies, Cash Flow Statement and Notes 1 to 25 form part of the financial statements.

Signed on behalf of the Governing Body :

Chairman: John M

Date: 23/10/2012

President: Patricia Mulcahy 23/10/2012

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

1. STATE GRANTS

	Allocated for Recurrent Expenditure €'000's	Allocated for Capital Expenditure €'000's	Total 2011 €'000's	Total 2010 €'000's
State Grant for Recurrent Expenditure - Higher Education Authority	15,015	1,449	16,464	17,560
State Grant for Capital Expenditure - Department of Education and Skills	-	3,590	3,590	890
State Grant for Minor Capital Works - Department of Education and Skills	(73)	782	709	1,037
Total - 2011	14,942	5,821	20,763	19,487
Total - 2010	17,217	2,270	19,487	

The total cost of certain Higher Certificate and Ordinary Degree courses is subvented by the European Social Fund (ESF) at national level. State Grants for Recurrent Expenditure are partly funded from this EU assistance. With effect from the 1st February 2007 the Higher Education Authority took over responsibility from the Department of Education and Skills for the funding of non-nursing recurrent expenditure.

2. TUITION FEES

	2011 Student No. (WTE)	2011 €000's	2010 Student No. (WTE)	2010 €'000s
Fees Paid by State	2,974	5,577	2,677	5,021
Non-EU Fees	126	940	169	1,223
Fees paid by students or on behalf of students	203	277	193	244
Life Long Learning and Other Fees	1,291	2,020	1,099	2,044
	4,594	8,814	4,138	8,532

The HEA paid tuition fees in the year of €3,423,544 (09/10 €2,953,234) for full time degree courses and €2,153,595 (09/10 €2,067,861) for higher certificate and ordinary degree courses the total costs of which are part funded by the ESF. Student numbers are stated as wholetime equivalents, based on enrolled credits.

3 . Student Registration Fees

- (a) Annual Registration Fees are payable by students, the full time rate being set at €1,500 (2010/11), €1,500 (2009/10). By direction of the Department of Education and Skills, €995 (€995 2009/10) of each full time fee is retained by the Institute and applied to meet recurrent expenditure for appropriate service. This amounted to €3,439,461 in the year of account (09/10 €3,042,405). The balance of €1,752,000 (09/10 €1,672,000) was used to fund capital acquisitions of €809,000 (€971,000 2009/10) and to provide facilities and services for students amounting to €943,000 (€701,000 2009/10).

	2011 €'000s	2010 €'000s
(b) Application of Registration Charges		
Gross Registration Charges including repeat exam fees	5,191	4,714
Less allocation to Capital Expenditure	(809)	(971)
Net Income	4,382	3,743
Less Transfers in relation to:		
Student Facilities & Amenities	880	652
Conferring	63	49
Total Transfer	943	701
Retained for Recurrent Expenditure	3,439	3,042

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

4. RESEARCH GRANTS AND CONTRACTS

Income	2011 €'000s	2010 €'000s
Research Grants and Contracts	1,172	1,475
Strategic Innovation Fund	104	352
	<u>1,276</u>	<u>1,827</u>
 Expenditure		
Staff Costs	504	505
Non-Pay Costs		
Consultancy Costs	168	352
Travel and Subsistence	39	45
Equipment (Non Capitalised) purchases and maintenance	10	17
Other Expenses	428	482
	<u>645</u>	<u>896</u>
	<u>1,149</u>	<u>1,401</u>
 Net Outcome	<u>127</u>	<u>426</u>

Included in the Research Grant and Contract Income is an amount of €89,242 (09/10 €30,992) in respect of overhead recovery. The balance represents direct costs recovered for research work undertaken as outlined under Expenditure headings above.

5. STUDENT SUPPORT FUNDING

	Disabilities €'000s	Student Assistance €'000s	2011 €'000s	2010 €'000s
Balance at 1 September 2010	176	0	176	121
Receipts				
Higher Education Authority	105	117	222	245
Amounts Applied	(103)	(85)	(188)	(190)
Balance at 31 August 2011	<u>178</u>	<u>32</u>	<u>210</u>	<u>176</u>

Funding is provided by the Higher Education Authority under the National Development Plan and is part funded by the European Social Fund.

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

6. OTHER INCOME

	2011	2010
	€'000s	€'000s
Superannuation Deductions Retained	1,228	1,202
Rental of Facilities	125	432
HEA IT Investment Fund	54	60
EU Office	36	22
Sundry Income	510	428
	<u>1,953</u>	<u>2,144</u>

7. ACADEMIC DEPARTMENTS

	2011	2010
	Total	Total
	€000's	€000's
Staff:		
Teaching	15,520	15,213
Technical	1,556	1,562
Administrative and Support	1,287	1,219
Non-Pay Costs:	<u>18,363</u>	<u>17,994</u>
Materials and Other Consumables	261	232
Other Expenses	985	1,096
	<u>1,246</u>	<u>1,328</u>
TOTAL	<u>19,609</u>	<u>19,322</u>

8. ACADEMIC SERVICES

	2011	2010
	Total	Total
	€000's	€000's
Staff:		
Library & Computer Services	711	665
Non-Pay Costs:		
Printed Material, books and periodicals	125	129
Other Expenses	438	488
TOTAL	<u>1,274</u>	<u>1,282</u>

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

9. FACILITIES COSTS

	2011	2010
	Total	Total
	€000's	€000's
Staff:		
Caretakers, Cleaning, Maintenance	660	778
Non-Pay Costs:		
Light, Heat and Power	418	343
Other Expenses	2,374	2,757
TOTAL	3,452	3,878

10. CENTRAL ADMINISTRATION AND SERVICES

	2011	2010
	Total	Total
	€000's	€000's
Staff :		
Administration	2,485	2,441
Non-Pay Costs:		
Printing, Stationery, Postage & other Office Expenses	174	156
Recruitment, Training etc.	76	276
Audit Fee	28	28
Other Expenses	865	877
TOTAL	3,628	3,778

11. GENERAL EDUCATIONAL EXPENSES

	2011	2010
	€000's	€000's
Staff:		
Student Support	822	771
Non-Pay Costs:		
Other Expenses	301	290
TOTAL	1,123	1,061

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

12. ANALYSIS OF EXPENDITURE

	Staff Costs €000's	Other operating expenses €000's	2011 €000's	2010 €000's
Research Grants and Contracts	504	645	1,149	1,401
Academic Department	18,363	1,246	19,609	19,322
Academic Services	711	563	1,274	1,282
Facilities Costs	660	2,792	3,452	3,878
Central Administration and Services	2,485	1,143	3,628	3,778
General Education Expenses	822	301	1,123	1,061
Student Services & Amenities	317	814	1,131	891
Depreciation	0	2,383	2,383	2,251
2011 Total	23,862	9,887	33,749	33,864
2010 Total	23,348	10,516	33,864	

	2011 €000's	2010 €000's
Analysis of Other Operating Expenditure		
Materials and Other Consumables	322	429
Light, Heat & Power	454	400
Repairs and Maintenance Costs	1,682	2,036
Printed material, books and periodicals	174	190
Travel & Subsistence	355	321
Printing, Stationary, Postage and other Office Expenses	371	355
Rent, Rates and Insurance Costs	313	376
Recruitment, training etc.	132	359
Audit Fee	28	28
Consultancy Costs	243	389
Equipment (non capitalised) purchases and maintenance	240	227
Depreciation	2,383	2,251
Other Expenses	3,190	3,155
Total	9,887	10,516

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

13. TAXATION

The Institute of Technology Carlow is exempt from Corporation Tax under a charitable status order.

14. FIXED ASSETS

	Total €'000s	Land & Buildings €'000s	Buildings in course of construction €000s	Fixtures & Fittings €000s	Computer Equipment €'000s	Plant & Machinery €000s	Equipment €000s
Cost or Valuation							
At 1 September 2010	66,304	40,546	3,888	2,165	9,569	476	9,660
Additions	11,457	4,279	5,525	618	640	-	395
Transfers	-	3,472	(3,472)	0	0	-	0
Disposals	(9)				0		(9)
	<u>77,752</u>	<u>48,297</u>	<u>5,941</u>	<u>2,783</u>	<u>10,209</u>	<u>476</u>	<u>10,046</u>
Depreciation							
At 1 September 2010	30,906	12,506	0	1,447	8,673	212	8,068
Charge for year	2,383	1,037		144	616	44	542
Disposals	(9)				0		(9)
	<u>33,280</u>	<u>13,543</u>	<u>0</u>	<u>1,591</u>	<u>9,289</u>	<u>256</u>	<u>8,601</u>
Net Book Value							
At 31 August 2011	<u><u>44,472</u></u>	<u><u>34,754</u></u>	<u><u>5,941</u></u>	<u><u>1,192</u></u>	<u><u>920</u></u>	<u><u>220</u></u>	<u><u>1,445</u></u>
Net Book Value							
At 31 August 2010	<u><u>35,398</u></u>	<u><u>28,040</u></u>	<u><u>3,888</u></u>	<u><u>718</u></u>	<u><u>896</u></u>	<u><u>264</u></u>	<u><u>1,592</u></u>

Cost or Valuation:

Land is valued at nil and buildings are valued on a depreciated replacement cost basis. When a valuation of the land is undertaken the values determined will be incorporated in the Financial Statements.

Other fixed assets in existence on 1 January 1993 have been valued on the basis of open market value for existing use. All subsequent additions are stated at cost.

The Institute has provided a site at a nominal rent to a local Development Company (Campus Innovation Centre) on which it has erected buildings. This company aims to facilitate the development of ideas and projects to prototype stage by entrepreneurs, by the provision of incubation units. The company is run by a board independent of the Institute.

15. DEBTORS AND PREPAYMENTS

	NOTE	2011 €'000s	2010 €'000s
Tuition Fees		2	17
State & Other Capital Grant		0	25
State Grant for Minor Capital Works		355	707
Research Grants and Contracts		403	433
Prepayments and Accrued Income		334	410
Other Debtors		481	273
Maintenance Grants	19	5	-
Total		<u><u>1,580</u></u>	<u><u>1,865</u></u>

Arising out of a revised basis for recognition of grant income applied across the sector, a recurrent grant debtor of €1,482,000 at 31st August 2009 was written off in 2009/2010.

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

16. CREDITORS AND ACCRUED EXPENSES

	NOTE	2011 €'000s	2010 €'000s
AMOUNTS FALLING DUE WITHIN ONE YEAR			
Payments Received in Advance :			
Research Grants and Contracts		486	416
State Recurrent Grant		1,160	1,104
Deferred Income Student Support Funding	5	210	176
Other Deferred Income		1,858	1,657
		<u>3,714</u>	<u>3,353</u>
Trade Creditors and Accruals		1,571	1,177
PAYE		512	323
PRSI		205	211
Other Creditors		796	761
Accruals and Deferred Income		190	144
Maintenance Grants	19	0	22
		<u>3,274</u>	<u>2,638</u>
		<u>6,988</u>	<u>5,991</u>

17. DEFERRED CAPITAL GRANTS

	2011 €'000s	2010 €'000s
Opening Balance	35,398	32,411
Capital Grants Receivable		
State Capital Grants - Dept of Education and Skills	3,590	890
Allocated from State Recurrent Grant - HEA	1,449	861
State Grant for Minor Capital Works - Department of Education and Skills	782	519
Capital Development Reserve	4,812	1,746
Other Capital Grants/Funding	824	1,222
	<u>11,457</u>	<u>5,238</u>
Release to Income		
Amortisation in Line with Asset Depreciation	<u>(2,383)</u>	<u>(2,251)</u>
Closing Balance	<u>44,472</u>	<u>35,398</u>

18. CAPITAL COMMITMENTS CONTRACTED FOR BUT NOT PROVIDED

Estimated capital commitments of €2,323,602 (09/10 €1,205,592) existed at the end of the period.

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

19. Student Maintenance Grants

	2011	2010
	€'000s	€'000s
Receipts from Department of Education and Skills (Colleges Section)	2,822	3,347
Payments to students	(2,849)	(3,324)
Net Cash Inflow	<u>(27)</u>	<u>23</u>
Opening Balance	22	(1)
Closing Balance	<u>(5)</u>	<u>22</u>

The Institute processes payments to students in respect of ESF maintenance grants which are notified by the relevant VEC or Local Authority. Funding for these payments is provided by the Department of Education and Skills with co funding provided by the European Social Fund (ESF). These transactions are not included separately in the Income and Expenditure Account.

20. Capital Development Reserve

	2011	2010
	€'000s	€'000s
Balance as at 1st September 2010	<u>13,527</u>	<u>14,057</u>
Transfer from Income & Expenditure		
Donations, Bank Rental income and Interest	457	796
Self-financing Activities	621	964
Reclassification of Funds	0	(544)
Transfer to Capital Account	<u>(4,812)</u>	<u>(1,746)</u>
	<u>(3,734)</u>	<u>(530)</u>
Closing Balance as at 31st August 2011	<u>9,793</u>	<u>13,527</u>

INSTITUTE OF TECHNOLOGY CARLOW
Notes To The Financial Statements

21. Contingencies

There were no contingencies existing at the 31st August 2011 or 31st August 2010.

22. Disclosure of Transactions - Governing Body Members

In the normal course of business the Institute may enter into contractual arrangements with undertakings in which the Institute's Governing Body members are employed or otherwise interested. The Institute has adopted procedures in accordance with the Code of Governance of Irish Institutes of Technology in relation to the disclosure of interests by members of the Board and the Institute has complied with these procedures during the year.

23. Employees

The average number of employees (whole-time equivalents) during the year was 355, (09/10 350).

24. Restatement of Prior Year Figures

Due to changes in presentation, a number of prior year expense heading figures, primarily in the Income & Expenditure Account, have been restated to ensure consistency with the current year disclosures.

25. Approval of Financial Statements

The financial statements were approved by the Governing Body on the 23rd October 2012.