

LETTERKENNY INSTITUTE OF TECHNOLOGY

FINANCIAL STATEMENTS FOR YEAR ENDED

31ST AUGUST 2011

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LETTERKENNY INSTITUTE OF TECHNOLOGY

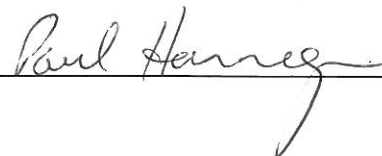
STATEMENT OF INSTITUTE RESPONSIBILITIES

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 judgments and estimates that are reasonable and prudent
- prepare the financial statements on the going concern basis, unless that basis is inappropriate
- 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 Technologies 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 : 

LETTERKENNY INSTITUTE OF TECHNOLOGY

STATEMENT ON INTERNAL FINANCIAL CONTROL

For the year ended 31st August, 2011

Responsibility for the System of Internal Financial Control

Letterkenny Institute of Technology acknowledges its responsibility for ensuring that an effective system of internal control is maintained and operated. The system of internal control is based on compliance with the Code of Governance of Irish Institutes of Technology where the Code requires a Statement of Internal Control. This year a Statement of Internal Financial Control is being issued, however, we are working towards wider compliance with the requirements of the Code.

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

The system can only provide reasonable and not absolute assurance 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.

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.
- The Governing Body and Audit Committee regularly review periodic financial reports, which include financial performance against budgets. While statutory accounts have not been available for audit in a timely manner in previous years, the Institute is striving to ensure that accounts for year ended 31 August 2012 be completed by January 2013, and that accounts for subsequent years be completed within three months of year-end.
- An Audit Committee, with a defined charter and clear terms of reference, deals with significant control issues and receives the reports of the internal and external auditors.
- Clearly defined capital investment control guidelines are in place.

The Institute has an outsourced internal audit function, which operates in accordance with the Code of Governance of Irish Institutes of Technology. The Internal Audit Strategy for 2009-2011 was developed based on a risk assessment, carried out by the Institute's Executive Board. The Institute's Audit Committee approved this audit strategy.

Risk Management

The Institute has undertaken the following actions in 2010/2011 to initiate a risk management strategy:

- Drafted a risk management policy, using an agreed sectoral policy as a template.
- Commenced the development of an Institute wide risk register with a view to formalising a risk management strategy.

Annual Review of Controls

The Institute's Audit Committee was consulted by the Internal Auditors and approved the audit plan for 2011.

The Governing Body's review of the effectiveness of the system of internal control is informed by:

- Senior officers within the Institute, who have responsibility for the development and maintenance of an internal control framework.
 - Work processes and procedures across key Institute activities are designed to ensure adequate and appropriate segregation of duties.
 - The Executive Board reviews the Institute's financial performance during the year, including comparisons against budget.
 - During 2011, the Institute embarked on a Periodic Programme Evaluation (PPE) process across all Schools with a view to ensuring the effectiveness and efficiency of each validated programme. The PPE process, which is carried out every five years in accordance with the Institute's Quality Assurance Handbook, involves an internal self-evaluation combined with a review by a panel of external experts, and is designed to ensure that both academic and labour market needs of the learner are satisfied.
- The Audit Committee which assists the Governing Body in fulfilling its oversight responsibilities.
 - The Audit Committee oversees the work of the Internal Auditors and, at a minimum of once each year, meets the Internal Auditors to review their plans and activities.
 - Deliberations of the Audit Committee and any issues of concern are reported to the Governing Body.
- The Institute's Internal Auditors.
 - The Internal Audit plan considers risk when identifying areas for review. The plan is also informed by issues raised by Institute management.
 - The Internal Auditors perform their work in accordance with the Internal Audit plan. Where the work relates to the Institute's system of internal control, the Internal Auditors submit reports which provide independent assurance on the adequacy and effectiveness of the Institute's system of internal control, with recommendations for improvement. These reports are provided to the Institute's Audit Committee which reports directly to the Governing Body.

- The comments made by the Comptroller and Auditor General in his Report on the audit to the Audit Committee, management letter and other reports.

We confirm that for the year ended 31 August 2011, the Governing Body conducted a review of the effectiveness of the system of Internal Financial Controls in December 2012. We also confirm that the Governing Body approved the latest Code of Governance of Irish Institutes of Technology at its meeting on 29 November 2011. The Governing Body is committed to fully implementing the latest Code.

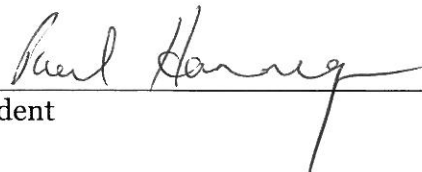
Activities in progress

- The Institute is in the process of finalising its risk management strategy and policy and will strive towards implementation of the policy across the Institute's activities during 2013.
- The Institute is working towards full implementation of the Internal Controls Framework.

Signed:


Chairman

Date: 13 December 2012


President

Date: 13 December 2012



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

Letterkenny Institute of Technology

I have audited the financial statements of the Letterkenny Institute of Technology 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 Financial 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.

Internal Control Review

The Statement on Internal Financial Control discloses that the Governing Body carried out a review of the effectiveness of the Institute's system of internal financial control for the year ended 31 August 2011 in December 2012.

I have nothing to report in regard to other matters.

Seamus McCarthy
Comptroller and Auditor General

21 December 2012

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LETTERKENNY INSTITUTE OF TECHNOLOGY

Statement of Accounting Policies for year ended 31st August, 2011

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

1. BASIS OF PREPARATION

The financial statements are prepared in accordance with generally accepted accounting principles 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'. Full provision is made for foreseeable losses.

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.

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

Fixed assets in existence on 1 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 2009, 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 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
Fixtures and Fittings including Prefabs	10
Computer equipment	3
Plant and Machinery	10
Equipment	5
Motor Vehicles	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.

Leased Land and Buildings are depreciated over the life of the lease.

5. FOREIGN CURRENCIES

Transactions denominated in foreign currencies are translated into Euro and recorded at the rates of exchange ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into Euro at the rates of exchange ruling at the balance sheet date

6. PENSIONS

All pension entitlements of staff are conferred under a defined benefit 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 amortised 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.

Income and Expenditure Account for the Year Ended 31 August 2011

INCOME	NOTE	2011 €'000s	2010 €'000s
State Grant	1	14,775	18,715
Tuition Fees	2	5,425	5,704
Student Registration Fees	3	3,694	3,882
Amortisation of Deferred Capital Grants	17	2,449	2,620
Research Grants and Contracts	4	1,159	1,358
Other Income Generating Activities	21	269	266
Other Income	6	2,268	2,077
Student Support Funding Income recognised	5	446	292
Interest Income		166	119
		30,651	35,033
EXPENDITURE			
Academic Departments	7	18,208	18,585
Academic Services	8	808	758
Facilities Costs	9	1,776	1,769
Central Administration and Services	10	4,000	4,076
General Educational Expenses	11	939	1,466
Student Registration Charge	3	989	817
Research Grants and Contracts	4	1,159	1,358
Other Income Generating Activities	21	345	331
Student Support Funding Income applied	5	392	289
Depreciation	14	2,449	2,620
		31,065	32,069
OPERATING (DEFICIT)/SURPLUS		(414)	2,964
TRANSFER TO CAPITAL DEVELOPMENT RESERVE	20	(294)	(526)
ACCUMULATED SURPLUS AT 1st SEPTEMBER		7,581	5,143
ACCUMULATED SURPLUS AT 31st August		6,873	7,581

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

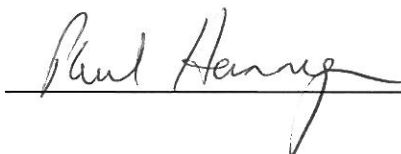
The Statement of Accounting Policies, Cash Flow Statement and Notes 1 to 25 form part of the financial statements.

Signed on behalf of the Governing Body :

Chairman



President



Balance Sheet As At 31 August 2011

	NOTE	2011 €'000s	2010 €'000s
FIXED ASSETS	14	71,276	63,107
		<u>71,276</u>	<u>63,107</u>
CURRENT ASSETS			
Debtors and Prepayments	15	3,634	5,013
Cash at bank and in hand		8,006	7,067
		<u>11,640</u>	<u>12,080</u>
CURRENT LIABILITIES			
Creditors and Accrued Expenses - Amounts falling due within one year	16	2,407	2,433
NET CURRENT ASSETS		<u>9,233</u>	<u>9,647</u>
NET ASSETS		<u>80,509</u>	<u>72,754</u>
Represented by :			
Deferred Capital Grants	17	71,276	63,107
Income and Expenditure Account		6,873	7,581
Capital Development Reserve	20	2,360	2,066
		<u>80,509</u>	<u>72,754</u>

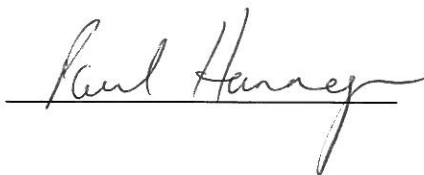
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Signed on behalf of the Governing Body :

Chairman



President



Cash Flow Statement for the year ended 31 August 2011

	2011	2010
	€'000	€'000
Reconciliation of operating deficit to net cash inflow from operating activities		
Operating (Deficit)/Surplus	(414)	2,964
Interest Income	(166)	(119)
Depreciation	2,449	2,620
Amortisation in line with asset depreciation	(2,449)	(2,620)
Decrease/(Increase) in Debtors	1,379	(997)
Increase/(Decrease) in Creditors	(26)	(244)
Net Cash Inflow/(Outflow) from Operating Activities	773	1,604

Cash Flow Statement

Net Cash Inflow/(Outflow) from Operating Activities	773	1,604
Interest Received	166	119
Capital Expenditure		
Payments to acquire Fixed Assets	(10,618)	(1,094)
Proceeds from the Disposal of Fixed Assets	-	-
Net Cash Outflow for capital expenditure	(10,618)	(1,094)
Financing		
State Capital Grants Spent on Fixed Assets	10,166	722
State Recurrent Grants Spent on Fixed Assets	309	279
Other funds spent on Fixed Assets	143	93
Net Cash Inflow from Financing	10,618	1,094
Increase/(Decrease) in Cash	939	1,723

Reconciliation of net cash flow to movement in net funds

Increase/(decrease) in cash	939	1,723
Opening net funds	7,067	5,344
Net Funds at 31 August	8,006	7,067

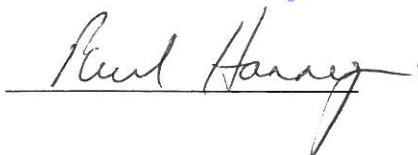
The Statement of Accounting Policies, Cash Flow Statement and Notes 1 to 25 form part of the financial statements

Signed on behalf of the Governing Body:

Chairman



President



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	14,775	430	15,205	17,308
State Grant for Recurrent Expenditure - Health Service Executive	-	-	-	1,146
State Grant for Minor Capital Works - Department of Education and Skills	-	758	758	1,106
State Grant for Capital Expenditure - Department of Education and Skills	-	9,287	9,287	156
State Grant for Capital Expenditure - Higher Education Authority	-	-	-	-
State Grant for Capital Expenditure - Enterprise Ireland	-	40	40	41
Total - 2011	14,775	10,515	25,290	19,757
Total - 2010	18,715	1,042	-	19,757

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 €000's
Fees Paid by State	2,387	4,836	2,392	4,794
Non-EU Fees	1	4	2	12
Fees paid by students or on behalf of students	410	532	126	812
Life Long Learning and Other Fees	231	53	291	86
	3,029	5,425	2,811	5,704

The Department of Education and Skills paid tuition fees in the year of €890,227 for full time degree courses and €2,656,991 for higher certificate and ordinary degree courses, the total costs of which are part funded by the ESF. The Health Service Executive paid €1,113,516 in respect of the tuition fee element for full time nursing degree students.

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 for the 2010/11 academic year. By direction of the Department of Education and Skills, €995 of each full time fee is retained by the Institute and applied to meet recurrent expenditure. This amounted to €2,450,000 in the year of account (€2,575,000 in 2009/10). The balance of €1,244,000 (€1,307,000 in 2009/10) was used to provide facilities and services for students.

	2011 €'000s	2010 €'000s
(b) Application of Registration Charges		
Gross Registration Charges	3,694	3,882
Less Expenses incurred in relation to the provision of Student Services	989	817
Net Income	2,705	3,065
<u>Less Transfers in relation to:</u>		
Capital Development Reserve for Student Facilities etc.	255	490
Total Transfer	255	490
Retained for Recurrent Expenditure	2,450	2,575

4. RESEARCH GRANTS AND CONTRACTS

	2011 €'000s	2010 €'000s
Income		
Research Grants and Contracts	1,162	1,366
Less: Research Grants and Contract Income allocated to capital	(3)	(8)
Net Income	<u>1,159</u>	<u>1,358</u>
Expenditure		
Staff Costs	863	1,068
Non-Pay Costs		
Consumables and Other Expenses	64	66
Consultancy Costs	41	22
Travel and Subsistence	64	81
Equipment (Non Capitalised) purchases and maintenance	33	5
Other Expenses	<u>94</u>	<u>116</u>
	<u>1,159</u>	<u>1,358</u>
Net Outcome	<u><u>0</u></u>	<u><u>0</u></u>

Included in the Research Grant and Contract Income is an amount of €13,998 (€51,043 in 2010) 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	23	(3)	20	17
Receipts				
Higher Education Authority	346	100	446	319
Less: Receipts Allocated to Capital	-	-	-	(27)
Net Receipts	<u>346</u>	<u>100</u>	<u>446</u>	<u>292</u>
Amounts Applied	292	100	392	289
Balance at 31 August 2011	<u><u>77</u></u>	<u><u>(3)</u></u>	<u><u>74</u></u>	<u><u>20</u></u>

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

6. OTHER INCOME

	2011	2010
	€'000s	€'000s
Superannuation Deductions Retained	1,306	1,394
Rental of Facilities	91	129
Central Research Overhead	114	162
Sundry Income	757	392
	2,268	2,077

7. ACADEMIC DEPARTMENTS

	2011	2010
	Total	Total
	€000's	€000's
Staff: Teaching	14,229	14,474
Technical	2,104	2,275
Administrative and Support	794	756
Non-Pay Costs:		
Materials and Other Consumables	358	299
Other Expenses	723	781
TOTAL	18,208	18,585

8. ACADEMIC SERVICES

	2011	2010
	Total	Total
	€000's	€000's
Staff:		
Library & Computer Services	598	583
Non-Pay Costs:		
Printed Material, books and periodicals	204	165
Other Expenses	6	10
TOTAL	808	758

9. FACILITIES COSTS

	2011 €000's	2010 €000's
Staff:		
Caretakers, Cleaning, Maintenance	625	717
Non-Pay Costs:		
Light, Heat and Power	460	343
Other Expenses	691	709
TOTAL	<u>1,776</u>	<u>1,769</u>

10. CENTRAL ADMINISTRATION AND SERVICES

	2011 €000's	2010 €000's
Staff :		
Administration	3,003	3,027
Non-Pay Costs:		
Printing, Stationery, Postage & other Office Expenses	48	33
Recruitment, Training etc.	227	266
Audit Fee	26	30
Other Expenses	696	720
TOTAL	<u>4,000</u>	<u>4,076</u>

11. GENERAL EDUCATIONAL EXPENSES

	2011 €000's	2010 €000's
Staff:		
Student Support	591	581
HEA IT Investment Fund	89	85
Non-Pay Costs:		
HEA IT Investment Fund	-	-
Other Expenses	259	800
TOTAL	<u>939</u>	<u>1,466</u>

12. ANALYSIS OF EXPENDITURE

	Staff Costs €000's	Depreciation €000's	Other operating expenses €000's	2011 €000's	2010 €000's
Research Grants and Contracts	863	163	296	1,322	1,561
Academic Departments	17,127	413	1,081	18,621	18,979
Academic Services	598	8	210	816	762
Facilities Costs	625	1,560	1,151	3,336	3,284
General Administration and Services	3,003	280	997	4,280	4,549
General Education Expenses	680	-	259	939	1,481
Other Income Generating Activities	249	6	96	351	337
Student Support Funding	151	19	241	411	299
Student Registration Charges	155	-	1,089	1,244	1,307
2011 Total	23,451	2,449	5,420	31,320	32,559
2010 Total	24,079	2,620	5,860	-	32,559

Analysis of Other Operating Expenditure

Transfer to Capital Development Reserve for Student Facilities etc.	255	490
Materials and Other Consumables	451	405
Light, Heat & Power	488	393
Repairs and Maintenance Costs	411	405
Printed material, books and periodicals	218	179
Travel & Subsistence	399	393
Printing, Stationary, Postage and other Office Expenses	209	206
Rent, Rates and Insurance costs	199	200
Recruitment, training etc.	239	268
Audit fee	26	30
Consultancy Costs	139	151
Equipment (non capitalised) purchases	116	113
Other Expenses	2,270	2,627
Total	5,420	5,860

13. TAXATION

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

14. FIXED ASSETS

	Total €'000s	Buildings €'000s	Buildings in course of construction €000s	Fixtures and Fittings €000s	Computer Equipment €'000s	Equipment €000s	Motor Vehicles €'000s
Cost or Valuation							
At 1 September 2010	94,682	74,498	114	58	11,014	8,958	40
Additions	10,618	9,539	491	60	196	332	-
Transfer of Assets in Course of Construction	-	136	(136)	-	-	-	-
Disposal	(17)				(17)		
	<u>105,283</u>	<u>84,173</u>	<u>469</u>	<u>118</u>	<u>11,193</u>	<u>9,290</u>	<u>40</u>
Depreciation							
At 1 September 2010	31,575	13,044	-	10	10,555	7,939	27
Charge for year	2,449	1,457	-	12	434	538	8
Disposal	(17)	-	-	-	(17)	-	-
	<u>34,007</u>	<u>14,501</u>	<u>-</u>	<u>22</u>	<u>10,972</u>	<u>8,477</u>	<u>35</u>
Net Book Value							
At 31 August 2011	<u>71,276</u>	<u>69,672</u>	<u>469</u>	<u>96</u>	<u>221</u>	<u>813</u>	<u>5</u>
Net Book Value							
At 31 August 2010	<u>63,107</u>	<u>61,454</u>	<u>114</u>	<u>48</u>	<u>459</u>	<u>1,019</u>	<u>13</u>

Cost or Valuation

Land and buildings were valued at 1 January, 1993 on the basis of guidelines advised by the Department of Education and Skills.

The Institute's computer system in relation to student registration etc. was developed by a consortium acting on behalf of the Department of Education and Skills. The system was provided to the Institute through this consortium. Only the capital costs borne by the Institute itself for this computer system have been included in the Balance Sheet.

15. DEBTORS AND PREPAYMENTS

	2011 €'000s	2010 €'000s
Tuition and Other Fees	479	870
State Recurrent Grant - Higher Education Authority	897	1,562
State Recurrent Grant - Health Service Executive	134	558
State & Other Capital Grant	635	376
State Grant - Devolved Grant	323	869
Prepayments and Accrued Income	331	253
Other Debtors	786	393
Maintenance Grants	49	132
Total	<u>3,634</u>	<u>5,013</u>

16. CREDITORS AND ACCRUED EXPENSES

	2011 €'000s	2010 €'000s
AMOUNTS FALLING DUE WITHIN ONE YEAR		
Payments Received in Advance :		
Research Grants and Contracts	381	511
Self Funded Activities	520	500
Deferred Income Student Support Funding	74	20
Tuition and Other Fees in Advance	<u>95</u>	<u>3</u>
	<u>1,070</u>	<u>1,034</u>
Trade Creditors and Accruals	190	169
PAYE /PRSI	558	509
VAT	59	56
Withholding Tax	6	7
Relevant Contracts Tax	1	-
Other Creditors	165	172
Accruals and Deferred Income	<u>358</u>	<u>486</u>
	<u>1,337</u>	<u>1,399</u>
	<u>2,407</u>	<u>2,433</u>

17. DEFERRED CAPITAL GRANTS

	2011 €'000s	2010 €'000s
Opening Balance	63,107	64,634
Capital Grants Receivable		
State Capital Grants - Department of Education and Skills	9,287	149
Devolved Grant - Department of Education and Skills	879	573
Allocated from State Recurrent Grant - HEA	309	278
Allocated from State Recurrent Grant - HSE	-	1
State Capital Grants - Higher Education Authority	-	-
State Capital Grants - Enterprise Ireland	40	41
Allocated from Student Support Funding	-	27
Other Capital Grants/Funding	<u>103</u>	<u>24</u>
	<u>73,725</u>	<u>65,727</u>
Disposals	(17)	-
Release to Income		
Amortisation in Line with Asset Depreciation	(2,449)	(2,620)
Disposals	17	-
Closing Balance	<u>71,276</u>	<u>63,107</u>

18. CAPITAL COMMITMENTS CONTRACTED FOR BUT NOT PROVIDED

Estimated capital commitments of €2,599,282 existed at the end of the period.

19. Student Maintenance Grants	2011 €'000s	2010 €'000s
Receipts from Department of Education and Skills (Colleges Section)	3,364	3,438
Receipts from Department of Education and Skills (Student Support Unit)	1,293	1,497
Payments to students	(3,143)	(3,499)
Payments to students (top ups)	(1,431)	(1,503)
Net Cash Inflow / (Outflow)	<u>83</u>	<u>(67)</u>
Opening Balance	(131)	(64)
Closing Balance	<u>(48)</u>	<u>(131)</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 €'000s	2010 €'000s
Balance as at 1st September 2010	<u>2,066</u>	<u>1,540</u>
Student Registration Charges	255	490
Interest	39	36
Closing Balance as at 31st August 2011	<u>2,360</u>	<u>2,066</u>

21. OTHER INCOME GENERATING ACTIVITIES	2011 €'000s	2010 €'000s
Income		
New Business Development Centre	129	90
An Danlann Student Centre	140	191
Total Income	<u>269</u>	<u>281</u>
Less: Income Allocated to Capital	-	(15)
Net Income	<u>269</u>	<u>266</u>
Expenditure		
Staff Costs	249	230
Non-Pay Costs		
Consumables and Other Expenses	96	101
	<u>345</u>	<u>331</u>
Net Outcome	<u>(76)</u>	<u>(65)</u>

22. Contingencies

There were no contingencies existing at 31 August 2011.

23. 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 Practice for the Governance of State Bodies in relation to the disclosure of interests by members of the Board and the Institute has complied with these procedures during the year.

24. Employees

The average number of employees (whole-time equivalents) during the year was 392 (390 in 2010).

25. Approval of Financial Statements

The financial statements were approved by the Governing Body on 13 December 2012.