

Polytechnics and Colleges Funding Council

ACCOUNTS 1990-91

ACCOUNTS, prepared pursuant to Section 134(12) and paragraph 17(1)(b) of Schedule 8 to the Education Reform Act 1988, of the receipts and payments of the Polytechnics and Colleges Funding Council for the year ended 31 March 1991 together with the Comptroller and Auditor General's Report thereon. (In continuation of House of Commons Paper No. 610 of 1989-90)

Presented pursuant to Act 1988, c. 40, sch. 8, para. 17(2).

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The Polytechnics and Colleges Funding Council

Foreword

1. History of the Council and Background Information

The Polytechnics and Colleges Funding Council was established on 1 November 1988, under section 132 of the Education Reform Act 1988. It is one of two bodies established under the Act to fund higher education. It is complementary to the Universities Funding Council which funds universities.

This Account has been prepared in accordance with the requirement of Section 17(1)(b) of Schedule 8 to the Act. The Account covers the period 1 April 1990 to 31 March 1991.

2. The Council's Aims and Objectives

The Council is *responsible* for:

- allocating the funds put at its disposal by Parliament between the polytechnics and colleges in England which comprise the PCFC sector and those higher education courses provided in local authority colleges which have been prescribed by the Secretary of State for Education and Science.

The Council is *committed* to the following aims:

- promoting the provision of quality higher education which is distinctive in emphasising personal development in relation to the world of work and the community.
- widening access to this provision for all individuals who wish to benefit from it and have the necessary qualities to do so.
- assessing and representing effectively to the Secretary of State and others the aspirations and concerns of the diverse sector.

The Council *achieves* its aims by:

- contracting with institutions and local authorities throughout England for the provision of full and part time courses at postgraduate, degree and sub-degree level.
- allocating funds for capital expenditure on buildings and equipment.
- carrying out reviews and studies relevant to the higher education in its sector.
- collecting, analysing and publishing relevant information and statistics about the sector.
- encouraging institutions to exercise their autonomy to the maximum degree consistent with full accountability for their use of funds derived from the Council as provided in the Education Reform Act.

Having regard to Government policy for higher education and the advice given to it by the Secretary of State for Education and Science:

The Council will promote in the years up to 1993 the following principal objectives:

- the continued development of high quality and cost-effective teaching and research.
- a balance of places between the various programme areas, with particular respect to science, engineering and vocational subjects, which recognises both student choice and national needs.
- an expansion of opportunities for part-time study.
- increased participation by students of all types and especially by members of groups which are under represented in higher education.
- the provision of continuing education in order to facilitate adjustment to technological, economic and social change and to meet individual needs for personal development.
- further development throughout the sector of mutually beneficial, close links with industry, commerce and the public services through teaching, consultancy and applied research.
- mutually beneficial links between institutions in the sector and secondary schools, colleges of further education and other institutions of higher education in this country and, increasingly, overseas.
- progressively improving value for money.
- the development of systems of financial administration that safeguard public funds and ensure their use for the purposes for which they are provided.
- improvements in the effectiveness of the internal management and the efficiency with which funds and assets are used by institutions.

In acting towards these objectives:

The Council will endeavour to conduct its activities efficiently, economically and effectively and have due regard to the duties and responsibilities of the governors and staff of the institutions in the sector.

3. Review of Council Activities

During the year, the main activities of the Council have been to:

- distribute its main recurrent funding to institutions and local education authorities using its new funding methodology based on a competitive bidding system. This resulted in a 6.2% increase in funded members in the sector;
- distribute the first tranche of funding for major capital works considered by the Council;
- allocate substantial funding for essential backlog repair and maintenance work on the sector's estate;
- review the first year of operation of the funding methodology and introduce improvements for 1991/92;
- call for updated strategic plans from institutions;

- instruct its steering group on statistical information to work on the precise definition of 10 sector-wide performance indicators covering efficiency, effectiveness and resourcing;
- set up, through its statistical information steering group, an information base for the sector. This will comprise four main elements, a student record, a staff record, a finance record and a staff/student loading record;
- to call for and analyse institutions' first set of audited accounts and a mid year up-date of their financial position;
- set in hand a survey of institutions' space data and a sample survey of their student number systems;
- recommend to the Secretary of State the designation of two institutions as polytechnics. This recommendation was accepted;
- prepare for the relocation of the Council, with the Universities Funding Council, from central London to Bristol in the summer of 1991.

**4. Events Since the
End of the
Financial Year**

- The Government published a White Paper on Higher Education, "A New Framework" proposing inter alia the merger of the responsibilities of the two Funding Councils for higher education in England and the ending of the distinctions between universities and polytechnics.
- The Secretary of State accepted the Council's advice for the designation as a polytechnic of a further institution, Anglia Higher Education College, as Anglia Polytechnic.
- The Council considered and advised the Secretary of State on the future of South West London College.

5. Council Membership The Membership of the Council since its creation has been:

Sir R Dearing	Chairman
Dr W H Stubbs	Chief Executive
Professor S Birley	Rt Rev & Rt Hon G Leonard KCVO
Mr A J Brickwood	Mr M R Richardson
Ms C Frankl	Mr M Salmon
Mr R N Gunn	Dr R C Smith
Mr E Hall	Professor D K Watson
Professor Sir F Holliday	Mr R G Wendt
Dr P Knight	

Dr W H Stubbs
Chief Executive
The Polytechnics and Colleges Funding Council

19 June 1991

The Polytechnics and Colleges Funding Council

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED 31 MARCH 1991

	Notes	1990-1991 £000	1990-1991 £000	1 Nov. 1988- 31 Mar. 1990 £000	1 Nov. 1988- 31 Mar. 1990 £000
Receipts					
HMG Grants received	2	1,112,555		1,120,624	
Operating receipts	3	<u>35</u>		<u>34</u>	
			1,112,590		1,120,658
Payments					
Payment to Institutions and Local Education Authorities for:					
Recurrent expenditure	4(a)	858,263		855,578	
Major capital works		4,757		4,114	
Minor capital works		51,988		17,858	
Purchase of equipment	4(b)	72,000		68,268	
Inherited liabilities for debt charges, leases, and for former staff	5	130,385		124,658	
Other purposes	6	<u>111</u>		<u>28,483</u>	
		1,117,504		1,098,959	
Council administration costs	7/8	<u>3,798</u>		<u>3,432</u>	
			<u>1,121,302</u>		<u>1,102,391</u>
Shortfall (Surplus 1988/90) from Operations Architecture Bursary Scheme—			(8,712)		18,267
Net Cash Payments	9		21		0
Other Payments	10		<u>300</u>		<u>143</u>
Shortfall (Excess 1988/90) of Receipts over Payments for the Financial Period			<u>(9,033)</u>		<u>18,124</u>

STATEMENT OF BALANCES AS AT 31 MARCH 1991

	£000	31 Mar. 1990 £000
Balance at beginning of period	18,124	0
Shortfall (excess 1988/90) of receipts over payments for the period	<u>(9,033)</u>	<u>18,124</u>
Balance at year end	<u>9,091</u>	<u>18,124</u>

The notes on pages 5 to 8 form part of these accounts

The Polytechnics and Colleges Funding Council

Notes to the Accounts

1. These accounts are drawn up in a form directed by the Secretary of State and approved by the Treasury, which is reproduced as Appendix 3.

2. **HMG Grants Received** This note deals with Grants Received from Class XI Votes 2 and 3 in 1990/91.

	£000	Finance Estimates including Supple- mentaries £000	Actual Grant Received from HMG £000	1 Nov 1988- 31 Mar. 1990 £000
<i>Vote 2</i>				
B1(1) General Recurrent Expenditure	1,009,667			
Add: Virement from Capital Funds	<u>6,000</u>			
		1,015,667	1,011,700	1,020,783
B1(2) Major Capital Works		5,000	5,000	1,300
B1(3) Minor Capital Works (Including Equipment)	89,255			
Less: Virement to Recurrent Expenditure	<u>-6,000</u>			
		83,255	83,255	88,790
B1(4) Council Administration Costs Transitional Funding of Institutions		4,500	4,300	3,550 6,201
<i>Vote 3</i>				
Part of D3 Access Funds		8,300	8,300	—
As shown in the Receipts and Payments Account		<u>1,116,722</u>	<u>1,112,555</u>	<u>1,120,624</u>

3. **Operating receipts** The operating receipts arise mainly from conference receipts and the sale of publications.

4. **Early payment of 1991/92 allocations** (a) This amount includes an early payment of grant for 1991/92, amounting to £25m, to ameliorate the financial problems caused to institutions by the non-receipt of a proportion of the publicly-funded fee income from local authorities during the 1990/91 financial year.

(b) The equipment allocation includes an early payment of the 1991/92 equipment grant, amounting to £20m, in the light of evidence from institutions of the pressing need for further investment in equipment.

If these two early payments had not been made the Council would have surrendered unallocated funds in excess of its permitted carry forward of 2% of its total allocation. The underspending arose from uncertainty over the level of capital related inherited liabilities which institutions would have to meet.

5. Inherited liabilities These payments include interim claims of £29.5m from local education authorities and governing bodies of certain PCFC sector institutions for former staff liabilities. Audit certificates will be obtained for these payments. The balance of the expenditure consists mainly of payments for debt charges which have been made on a provisional basis pending formal agreements between the Education Assets Board and local authorities on the transfer of property and other assets to the institutions.

6. Material payments made to other than institutions and local education authorities	This includes a payment to Hunter and Partners — Consultants for the:	1990-91 £000	1 Nov. 1988- 31 Mar. 1990 £000
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Building Condition Survey	<u>20</u>	<u>399</u>
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7. Analysis of administrative payments for PCFC	Council Member Costs	£000 127	£000 173
	Employees' Costs	1997	1748
	General Administration Costs	633	640
	Premises Costs	523	546
	Consultancy Costs	354	325
	Audit Fee	20	0
	Relocation Costs	<u>144</u>	<u>0</u>
		<u>3798</u>	<u>3432</u>

8. Members' and employees' emoluments	(a) Board members' remuneration		
	The aggregate emoluments paid during the period were:		
	Members' emoluments	£000 119	£000 160
	Travel and subsistence expenses	<u>8</u>	<u>13</u>
		<u>127</u>	<u>173</u>

The members' emoluments disclosed above (excluding pensions and pensions contributions) included amounts paid to:		
The Chairman	£000 6	£000 10
The highest paid member (paid as Chief Executive)	73	94

The number of other members who received amounts (excluding pensions and pensions contributions) in the following range:		
£Nil to £5000	Number 12	Number 13

In both 1990/91 and 1989/90 one member waived the emoluments. The aggregate amount was £2,125 (1989/90 £2,000).

(b) Senior employees (including seconded staff) 1990-91 1 Nov. 1988-
31 Mar. 1990

The following number of senior employees, excluding the Chief Executive shown above, received remuneration falling within the following ranges:

	Number	Number
£30,001 to £35,000	3	2
£35,001 to £40,000	1	2
£40,001 to £45,000	1	1
£45,001 to £50,000	0	0
£50,001 to £55,000	1	1
£55,001 to £60,000	1	0

(c) Staff Costs	£000	£000	£000	£000
Cost of directly employed staff				
Salaries	956		955	
Social Security Costs	77		68	
Other Pension Costs	139		141	
		<u>1,172</u>	<u>141</u>	<u>1,164</u>
		1,172		1,164
Costs of seconded staff	532		375	
Other staffing costs	293		209	
		<u>825</u>	<u>209</u>	<u>584</u>
		<u>1,997</u>		<u>1,748</u>

The average number of employees, excluding the Chief Executive, during the period was made up as follows:

	Number	Number
Directly employed staff	54	37
Seconded staff	11	10
	<u>65</u>	<u>47</u>

9. Architecture Bursary Scheme

	1990-1991	1 Nov. 1988- 31 Mar. 1990
	£000	£000
Balance of funds brought forward as at 1 April	0	0
HMG Grants Received from the DES for the financial year	2,017	0
	<u>2,017</u>	<u>0</u>
Disbursements to institutions (as listed in Appendix 1)	2,038	0
Payments in excess of funding carried forward as at 31 March	<u>21</u>	<u>0</u>

10. Other payments These payments represent the purchase of fixed assets, individually costing more than £5,000, for use by the Council for administrative purposes.

11. Summary of financial commitments

	As at 31 March 1991	As at 31 March 1990
	£000	£000
Capital Works		
Major Capital Works	18,074	550
Minor Capital Works	1,716	3,508
	<u>19,790</u>	<u>4,058</u>

The Council certifies that grant receipts have been applied for the intended purposes.

Dr W H Stubbs
Chief Executive
The Polytechnics and Colleges Funding Council

19 June 1991

Certificate and Report of the Comptroller and Auditor General

I certify that I have examined the financial statements on pages 4 to 8 in accordance with the Education Reform Act 1988 and the National Audit Office auditing standards.

In my opinion the financial statements properly present the receipts and payments of the Polytechnics and Colleges Funding Council for the year ended 31 March 1991 and the balances held at that date and have been properly prepared in accordance with the Education Reform Act 1988, as directed by the Secretary of State, with the approval of the Treasury.

I have no observations to make on these financial statements.

John Bourn
Comptroller and Auditor General

National Audit Office
19 July 1991

Analysis of Payments to Institutions and Local Education Authorities

Polytechnics	Capital Funding £	Recurrent Funding £	Architects Bursary £	Total £
Birmingham	4,034,582	24,649,709	145,000	28,829,291
Brighton	2,066,659	23,207,175	114,000	25,387,834
Bristol	3,111,188	26,304,586	0	29,415,774
Central London	2,720,267	25,815,670	147,000	28,682,937
City of London	1,492,716	18,330,726	0	19,823,442
Coventry	4,135,866	25,384,827	0	29,520,693
East London	3,359,435	21,527,520	97,000	24,983,955
Hatfield	3,269,184	22,985,965	0	26,255,149
Huddersfield	2,519,689	18,856,019	80,000	21,455,708
Kingston	2,164,551	25,261,709	140,000	27,566,260
Lancashire	4,270,187	20,181,961	0	24,452,148
Leeds	3,060,206	25,099,742	132,000	28,291,948
Leicester	4,435,545	24,753,565	90,000	29,279,110
Liverpool	5,155,458	29,849,598	104,000	35,109,056
Manchester	5,523,424	39,215,250	84,000	44,822,674
Middlesex	1,823,847	26,274,100	0	28,097,947
Newcastle	3,191,808	26,357,560	0	29,549,368
North London	2,021,778	20,214,896	81,000	22,317,674
Nottingham	4,179,347	30,685,924	0	34,865,271
Oxford	1,856,119	19,851,187	222,000	21,929,306
Portsmouth	3,451,256	23,414,345	156,000	27,021,601
Sheffield City	3,504,536	33,957,357	0	37,461,893
South Bank	2,306,400	25,459,247	92,000	27,857,647
South West	2,665,978	25,101,497	86,000	27,853,475
Staffordshire	3,734,667	19,079,770	0	22,814,437
Sunderland	3,938,238	16,463,843	0	20,402,081
Teeside	1,768,393	15,347,748	0	17,116,141
Thames	2,202,084	23,915,367	111,000	26,228,451
Wolverhampton	2,518,315	22,824,233	0	25,342,548
Sub-total	90,481,723	700,371,096	1,881,000	792,733,819
General Colleges				
Anglia	2,114,972	12,948,838	0	15,063,810
Bath	1,136,501	5,129,809	0	6,266,310
Bolton	1,961,726	7,490,641	0	9,452,367
Bretton Hall	261,677	2,892,593	0	3,154,270
Buckinghamshire	1,038,853	5,001,574	0	6,040,427
Central School of Speech and Drama	477,158	915,108	0	1,392,266
Cheltenham and Gloucester	1,041,013	7,957,690	0	8,998,703
Chester	330,293	3,440,009	0	3,770,302
Crewe and Alsager	1,376,925	6,229,155	0	7,606,080
Derbyshire	1,059,046	8,252,066	0	9,311,112
Edge Hill	521,735	4,911,700	0	5,433,435

General Colleges	Capital Funding £	Recurrent Funding £	Architects Bursary £	Total £
Humberside	980,378	10,506,356	50,000	11,536,734
Liverpool	1,560,638	5,114,913	0	6,675,551
Luton	1,116,294	4,188,004	0	5,304,298
Nene	897,115	6,456,189	0	7,353,304
Ripon and York St John	535,319	4,962,343	0	5,497,662
Roehampton	1,360,221	9,071,464	0	10,431,685
Salford	1,546,876	5,431,972	0	6,978,848
Southampton	1,712,334	8,707,088	0	10,419,422
St Mary's	385,265	3,703,012	0	4,088,277
Trinity and All Saints	326,769	3,207,206	0	3,533,975
West London	604,148	6,153,127	0	6,757,275
Worcester College	278,472	3,736,045	0	4,014,517
West Sussex	342,359	4,192,088	0	4,534,447
Sub-total	22,966,087	140,598,990	50,000	163,615,077
Specialist Colleges				
Bishop Grosseteste	359,860	1,970,578	0	2,330,438
Camborne School of Mines	224,726	1,237,027	0	1,461,753
Charlotte Mason	241,937	2,161,950	0	2,403,887
Christ Church	1,237,938	4,143,978	0	5,381,916
Dartington	125,994	1,087,541	0	1,213,535
Bournemouth	1,113,653	9,607,327	0	10,720,980
Ealing	1,281,289	8,284,473	0	9,565,762
Falmouth	228,627	1,234,403	0	1,463,030
Harper Adams	340,694	2,085,190	0	2,425,884
Homerton	787,965	2,474,286	0	3,262,251
Kent	714,428	2,754,767	107,000	3,576,195
King Alfred's	533,862	3,721,541	0	4,255,403
La Sainte Union	181,468	2,372,766	0	2,554,234
London Institute	2,896,368	12,506,461	0	15,402,829
Loughborough	166,365	1,215,702	0	1,382,067
Newman College	144,946	2,319,494	0	2,464,440
North Riding	153,614	1,952,500	0	2,106,114
Ravensbourne	445,305	1,589,333	0	2,034,638
Royal Academy of Music	331,951	2,345,165	0	2,677,116
Royal College of Music	163,229	2,412,205	0	2,575,434
Royal College of Nursing	55,390	939,923	0	995,313
Royal Northern College	232,384	2,921,666	0	3,154,050
Rose Bruford	328,291	1,153,638	0	1,481,929
St Mark and St John	231,265	3,031,413	0	3,262,678
St Martin's	285,970	3,190,851	0	3,476,821
South West London	318,922	2,623,324	0	2,942,246
Thames Valley	546,227	5,092,183	0	5,638,410
Trinity College of Music	150,746	1,630,500	0	1,781,246
Westhill	149,505	578,166	0	727,671
West Surrey	403,069	2,265,198	0	2,668,267
Westminster	511,400	2,168,407	0	2,679,807
Winchester	409,814	847,243	0	1,257,057
Sub-total	15,297,202	93,919,199	107,000	109,323,401
Local Education Authorities				
Avon	0	759,764	0	759,764
Barking and Dagenham	0	1,003,372	0	1,003,372
Barnet	0	963,977	0	963,977
Barnsley	0	37,039	0	37,039

Local Education Authorities	Capital Funding £	Recurrent Funding £	Architects Bursary £	Total £
Bedfordshire	0	2,046,838	0	2,046,838
Berkshire	0	411,850	0	411,850
Birmingham	0	1,394,352	0	1,394,352
Bolton	0	124,748	0	124,748
Bradford	0	3,521,826	0	3,521,826
Brent	0	255,550	0	255,550
Bromley	0	376,795	0	376,795
Buckinghamshire	0	442,263	0	442,263
Cambridgeshire	0	84,959	0	84,959
Cheshire	0	960,812	0	960,812
Cleveland	0	438,689	0	438,689
Cornwall	0	29,170	0	29,170
Coventry	0	865,522	0	865,522
Croydon	0	898,428	0	898,428
Cumbria	0	435,405	0	435,405
Derbyshire	0	212,000	0	212,000
Devon	0	558,881	0	558,881
Doncaster	0	1,195,031	0	1,195,031
Dorset	0	1,072,130	0	1,072,130
Dudley	0	7,905	0	7,905
Durham	0	1,002,942	0	1,002,942
Ealing	0	330,408	0	330,408
East Sussex	0	1,133,165	0	1,133,165
Essex	0	1,904,710	0	1,904,710
Gateshead	0	0	0	0
Gloucestershire	0	482,606	0	482,606
Hammersmith and Fulham	0	374,300	0	374,300
Hampshire	0	2,102,564	0	2,102,564
Harrow	0	44,273	0	44,273
Havering	0	141,114	0	141,114
Herefordshire and Worcester	0	790,364	0	790,364
Hertfordshire	0	1,197,817	0	1,197,817
Hounslow	0	150,000	0	150,000
Humberside	0	611,331	0	611,331
ILEA	0	25,579	0	25,579
Isle of Wight	0	6,991	0	6,991
Kent	0	581,400	0	581,400
Kingston	0	173,204	0	173,204
Kirklees	0	657,468	0	657,468
Lancashire	0	2,234,492	0	2,234,492
Leeds	0	801,049	0	801,049
Leicestershire	0	1,141,022	0	1,141,022
Lincolnshire	0	479,827	0	479,827
Liverpool	0	1,367,417	0	1,367,417
London Pension Fund	0	4,951	0	4,951
London Residuary Body	0	884,892	0	884,892
Manchester	0	1,710,778	0	1,710,778
Merton	0	717,127	0	717,127
Newcastle	0	532,000	0	532,000
Newham	0	241,000	0	241,000
Nottingham	0	961,037	0	961,037
Norfolk	0	1,646,001	0	1,646,001
Northamptonshire	0	22,009	0	22,009
Northumberland	0	608,945	0	608,945
North Yorkshire	0	461,700	0	461,700
Oldham	0	118,990	0	118,990
Oxfordshire	0	395,247	0	395,247

Local Education Authorities	Capital Funding £	Recurrent Funding £	Architects Bursary £	Total £
Richmond	0	0	0	0
Rotherham	0	28,786	0	28,786
Salop	0	45,707	0	45,707
Sandwell	0	278,000	0	278,000
Sheffield	0	1,087,832	0	1,087,832
Somerset	0	343,764	0	343,764
South Tyneside	0	572,249	0	572,249
South Yorkshire	0	36,857	0	36,857
St Helens	0	77,174	0	77,174
Staffordshire	0	758,225	0	758,225
Stockport	0	582,382	0	582,382
Sunderland	0	798,729	0	798,729
Suffolk	0	432,952	0	432,952
Surrey	0	1,127,921	0	1,127,921
Tameside	0	10,426	0	10,426
Trafford	0	0	0	0
Wakefield	0	222,516	0	222,516
Walsall	0	931,684	0	931,684
Waltham Forest	0	0	0	0
Wandsworth	0	379,300	0	379,300
Westminster	0	162,000	0	162,000
West Midlands	0	4,871	0	4,871
West Sussex	0	440,724	0	440,724
Wigan	0	64,000	0	64,000
Wiltshire	0	526,830	0	526,830
Wolverhampton	0	801,476	0	801,476
Sub-total	0	53,850,431	0	53,850,431
Total	128,745,012	988,739,716	2,038,000	1,119,522,728
Other		19,595		19,595
Grand Total	128,745,012	988,759,311	2,038,000	1,119,542,323

Equipment Funds Held on Behalf of Institutions

The balances held in the PMG account for equipment are held on behalf of the institutions and do not form part of the PCFC balance.

	Opening Balance 1 April 90 £	Closing Balance 31 March 91 £
Polytechnics		
Birmingham	0	0
Brighton	0	68,000
Bristol	0	0
Central London	0	0
City of London	0	0
Coventry	0	0
East London	0	0
Hatfield	0	0
Huddersfield	0	0
Kingston	0	0
Lancashire	0	0
Leeds	484,046	693,000
Leicester	372,900	0
Liverpool	0	148,000
Manchester	0	0
Middlesex	0	0
Newcastle	0	0
North London	0	0
Nottingham	21,400	0
Oxford	124,216	0
Portsmouth	0	0
Sheffield City	52,000	0
South Bank	805,533	492,000
South West	267,544	0
Staffordshire	0	0
Sunderland	105,267	0
Teesside	0	0
Thames	0	0
Wolverhampton	63,900	0
Sub-total	<u>2,296,806</u>	<u>1,401,000</u>
General Colleges		
Anglia	0	0
Bath	13,800	0
Bretton Hall	0	0
Buckinghamshire	0	0
Central School of Speech and Drama	0	0
Chester	0	0
College of St Paul and St Mary	0	0
Crewe and Alsager	162,200	255,000
Derbyshire	84,056	0
Edge Hill	257,182	220,000
Humberside	0	0

Liverpool	0	0
Loughborough	30,500	6,000
Luton	0	0
Nene	0	0
Ripon and York St John	0	0
Roehampton	234,176	113,000
Salford	0	0
Southampton	383,400	0
St Mary's	64,691	0
Trinity and All Saints	0	0
West London	47,600	0
West Sussex	0	0
Worcester	37,700	0
Sub-total	<u>1,315,305</u>	<u>594,000</u>
Specialist Colleges		
Bishop Grosseteste	0	0
Camborne School of Mines	13,400	0
Charlotte Mason	0	0
Christ Church	54,700	20,000
Dartington	63,928	44,000
Dorset	0	0
Ealing	0	0
Falmouth	0	0
Harper Adams	0	0
Homerton	0	0
Kent	184,633	37,000
King Alfred's	0	0
La Sainte Union	6,815	0
London Institute	0	0
Newman and Westhill	51,590	0
Newman	0	0
North Riding	75,918	10,000
Ravensbourne	0	8,000
Rose Bruford	0	0
Royal Academy of Music	0	48,000
Royal College of Music	0	0
Royal College of Nursing	15,411	0
Royal Northern College	108,158	132,000
South West London	0	0
St Mark and St John	0	109,000
St Martin's	0	0
Thames Valley	0	0
Trinity College of Music	0	0
West Surrey	-20	0
Westhill	0	15,000
Westminster	22,476	101,000
Winchester	0	0
Sub-total	<u>597,009</u>	<u>524,000</u>
Unallocated	<u>172</u>	<u>272</u>
Balance of Equipment Fund		
Carried Forward	<u>4,209,292</u>	<u>2,519,272</u>

Polytechnics and Colleges Funding Council: Accounts Direction given by the Secretary of State for Education and Science

The Secretary of State for Education and Science, with the approval of the Treasury, in pursuance of paragraph 17(1)(b) of Schedule 8 to the Education Reform Act 1988 hereby gives the Polytechnics and Colleges Funding Council the following direction in respect of its annual statement of accounts. This direction supersedes any previous direction given under this paragraph.

1. The statement of accounts which it is the duty of the Polytechnics and Colleges Funding Council (hereinafter referred to as 'the Council') to prepare in respect of each financial year, shall comprise:
 - a. a foreword;
 - b. a receipts and payments account;
 - c. a statement of balances.

Including in each case such notes and additional information as deemed necessary for the purposes referred to in paragraph 2 below.

2. The annual statement of accounts shall properly present the receipts and payments and the statement of the balances of the Council. Subject to the foregoing requirement, the statement of accounts shall also meet, insofar as it is appropriate to the Council, all the relevant guidance given in "Government Accounting" and in "Trading Accounts: A Guide for Government Departments and Non-Departmental Public Bodies", as revised or augmented from time to time. In particular, in preparing its receipts and payments account, and its statement of balances the Council shall adopt the format prescribed in Annex D of the latter.
3. The statement of accounts mentioned in paragraph 1 above shall also include information set out in the Schedule to this direction.
4. A copy of the Accounts Direction shall be published with the accounts.

Signed by the authority of the Secretary of State

A CLARKE

An Assistant Secretary in the Department of Education and Science
31 May 1991

1. There shall be a foreword to the accounts which shall contain the following information and be consistent with the accounts:
 - a. history of the Council and background information;
 - b. review of its objectives and activities;
 - c. assessment of progress and future developments;
 - d. events since the end of the financial year; and
 - e. Council membership.

2. The receipts and payments account shall show, inter alia:
 - a. Under "receipts", the following items:
 - i. HMG grants received; and
 - ii. operating receipts;
 - iii. repayment of loans by institutions—principal; and
 - iv. interest received
 - b. Under "payments", the following items:
 - i. Payments (including loans) to Institutions and Local Education Authorities for
 - (1) recurrent expenditure;
 - (2) major capital works;
 - (3) minor capital works;
 - (4) purchase of equipment;
 - (5) inherited liabilities for debt charges, leases and for former staff (prior to 1 April 1989);
 - (6) other purposes;
 - ii. Council administration costs
 - c. surplus/(deficit) from operations;
 - d. Architecture Bursary Scheme: showing the net cash movement on the scheme during the year;
 - e. other receipts/payments (net);
 - f. surplus/(deficit) for the financial year;
 - g. appropriations;
 - h. excess (shortfall) of receipts over payments for the financial year; and
 - i. after the first accounting period, corresponding figures from the previous year's accounts.

3. The notes to the accounts shall include, inter alia:
 - a. analysis of grants from the Department of Education and Science and other Government Departments reconciled to the Appropriation Accounts and showing the amounts approved for virement to other headings by the Secretary of State;
 - b. details of gross receipts surrendered to the Department of Education and Science;
 - c. disclosure of Council members' emoluments and reimbursement of expenses;
 - d. the average number of staff employed during the financial year;
 - e. an analysis of administrative payments among Council members, employees, general administration, premises, audit fees and consultancy;
 - f. a statement of material payments included under 2.b.i. made to other than institutions and Local Education Authorities;
 - g. details of loans made, repayments received and balances outstanding with institutions;
 - h. details of other receipts and payments;
 - i. a summary of financial commitments and a note of contingent liabilities; and
 - j. a statement of cash held elsewhere than in an account at PMG for the Council;
 - k. in the case of the Architecture Bursary Scheme, a note showing the balance brought forward (if any); funds received from the DES for the academic year; disbursements to institutions (see appendix referred to at 4.c below); amount surrendered to the DES at the end of the academic

year; net cash flow per the receipts and payments account; and the balance carried forward and included in the cash balance (see 2.d above).

4. Appendices to the accounts shall include:
 - a. a summary of payments made to individual institutions and local education authorities, distinguishing recurrent and capital payments and others where required; and
 - b. a statement of opening and closing balances on equipment funds held on behalf of individual institutions.
 - c. a schedule of payments made to individual institutions under the Architecture Bursary Scheme which totals to the amount paid to institutions disclosed according to the note referred to at paragraph 3.k above.

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