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BECKETT
UNIVERSITY

Opening minds
Opening doors

FINANCIAL STATEMENTS

FOR THE YEAR ENDED JULY 2014

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Cover image: Our Rose Bowl building was opened in 2009 by the Duke of Kent. The building has won a number of awards for its innovative design which reflects the architecture of the Civic Hall behind it. The building comprises state of the art teaching spaces, social learning spaces and our central Student Hub.

Becoming Leeds Beckett University

In the autumn of 2013 we were successful in gaining Privy Council approval to change our University name to Leeds Beckett University; this was formally implemented on 22 September 2014. Our new name reflects our distinctive position and ambition in a competitive global market as well as our strong academic heritage arising from predecessor colleges based on the Beckett Park campus in Headingley, Leeds. Under our new name we will retain and build upon our excellent reputation for delivering a high quality student experience as demonstrated by recent significant achievements including: a 20% increase in the last four years in overall student satisfaction demonstrated in the National Student Survey; becoming the only UK university to hold both the Customer Service Excellence standard and the Investors in People Gold award; and significant investment in both Headingley and City Campus sites resulting in a number of national awards for design and innovation.

Leeds Beckett University has approximately 27,000 students and 2,900 staff offering a range of undergraduate, postgraduate and professional provision across its four faculties: Arts, Environment & Technology, Carnegie, Health & Social Sciences, and Business & Law. We have just over 20,000 full-time students including 18,000 undergraduate students and a full-time postgraduate population of 2,000. Over 6,400 students enjoy part-time and flexible study opportunities with us. Our institutional student number data for 2012/2013, published by the Higher Education Statistics Agency (HESA), illustrated that we exceeded the sector average for our part-time postgraduate numbers. Our international students come to us from over 100 different countries. We have an additional 1,350 students currently studying on Leeds Beckett University programmes abroad.

Our University spans two campuses: one in the city centre and one in Headingley, on the outskirts of Leeds. The University is of great standing in the city with a turnover of £200m.

Our Strategic Plan

Our Strategic Plan, Quality, Relevance & Sustainability 2010-2015, provides a clear institutional vision for our University:

“to be acknowledged for our commitment to student success, our innovation and enterprise, our global reach, and strong local impact,”

It is underpinned by six values which lie at the very heart of our institution:

- *Inspiring & Creative*
- *Enterprising & Purposeful*
- *Respectful & Professional*

Our plan is built around the following five principal themes:

Theme 1

Putting students at the centre of our activities and providing a flexible and relevant curriculum with excellent teaching and learning.

Theme 2

Providing a supportive, inclusive and welcoming environment and preparing students for employment and lifelong learning.

Theme 3

Being a catalyst for social and economic progress in and for our region, nationally and internationally, through research and enterprise.

Theme 4

Engaging, valuing and developing our diverse community of colleagues.

Theme 5

Ensuring financial and environmental sustainability and a high quality estate.

Our annual planning process provides the framework for monitoring the success of our Strategic Plan. Through this we facilitate University-wide discussion on sector challenges, future objectives and our approach to fulfilling these.

In 2010 we set ourselves an ambitious set of key performance indicators capable of inspiring a positive institutional transition over a five year period. Many of our targets were achieved at a surprising pace whilst others have been affected by the rapidly changing higher education and economic landscape. Over the next year our staff, students and Board of Governors will consider the longer term vision for Leeds Beckett University, as we begin to shape the goals and ambitions that we will present in our next Strategic Plan.

Our strong financial position has enabled us to plan significant new investments to improve the quality of our services and facilities that will in turn position us to respond rapidly to increasing competition whilst being mindful of the potential for further change within the sector. In relation to our financial key performance indicators we continue to outperform the sector average and our peer group with our annual historic cost surplus before exceptional items. Our cash inflows from operations are double those of the sector average and significantly higher than those of our peer group.

Recognition for Academic Quality

In April 2014 we were pleased to be the first UK higher education institution to be reviewed under the Quality Assurance Agency for Higher Education new Higher Education Review methodology. As a result of this review the Quality Assurance Agency for Higher Education confirmed we had met UK expectations in all four areas of assessment: the setting and maintenance of the threshold academic standards of awards; the quality of student learning opportunities; the information provided about higher education provision and the enhancement of student learning opportunities. The review report also confirmed two areas of good practice in relation to the embedding of employability across our curriculum and our management of partnerships and collaborations. The report is a positive endorsement of the work we have undertaken to enhance our courses, to prepare our graduates for the world of work and undertake continuous improvement in our quality assurance systems. This is supplemented by on-going professional accreditations of our courses from 58 different professional, statutory or regulatory bodies.

Recognition for Learning and Teaching

Through our Developing Excellence in Academic Practice framework we offer a Postgraduate Certificate in Academic Practice and a Continuing Professional Development programme, both accredited by the Higher Education Academy as routes for our academic staff to receive endorsement for their commitment to student learning and therefore become Higher Education Academy Fellows. This year our University saw its first two Principal Fellows of the Higher Education Academy recognised. To date, eight academic colleagues have achieved Senior Fellowships, and a further 30 colleagues are now working towards this. Currently 51.4% of full time academic staff hold a fellowship of the Higher Education Academy and we have set a target for 80% of our academic and learning support staff to gain a Higher Education Academy fellowship appropriate to their role by 2015. In June 2014 two of our academic members of staff were awarded National Teaching Fellowships. They join a growing community of 15 National Teaching Fellows at Leeds Beckett University who have received the award since the inception of the scheme.

Our Students' Union Golden Robes awards are an annual student-led nomination and award ceremony to acknowledge exceptional pastoral and curriculum support and academic ingenuity provided by our academic and support staff. This year student nominations doubled with 600 placed to highlight and celebrate the work of staff across the University.

Student Experience

Our undergraduate and postgraduate students benefit from a refocused curriculum that provides the knowledge, skills and support to progress their studies and career ambitions. We have introduced graduate attributes of enterprise, digital literacy and global outlook in each undergraduate course to strengthen students' employability. This feature of our University's distinctiveness was recognised as good practice by the Quality Assurance Agency for Higher Education during our recent and successful Higher Education Review.

Two of our institutional key performance indicators reflect our position in relation to our annual National Student Survey results for the questions: 'Overall I am satisfied with the quality of my course' and 'I am satisfied with the teaching on my course'. Over the last four years we have seen significant increases in both areas with our overall satisfaction currently standing at 80%. Our Centre for Learning and Teaching and our Faculties work together to analyse these results alongside other student feedback; this is used to share good practice and embed enhancement activities to improve our institutional position.

Student Achievement, Support and Progression

Over the last five years we have experienced a continuing increase in the percentage of our students who graduate with a good honours degree. The Higher Education Statistics Agency reported in 2012/2013 that 61.2% of our graduates achieved a first class or upper-second class honours degree¹. We will work to maintain our positive trajectory in the coming years and to review our performance in relation to our Higher Education Statistics Agency benchmark indicator.

We have consistently performed strongly on student continuation for both part-time and full-time students. Our 'My Hub' service provides our students with a central gateway to a range of professional support services including counselling, student money advice and disability services. Our students are allocated a personal tutor to support them in their studies and faculty student liaison officers are in place to monitor attendance and ensure our students feel supported in their studies.

Employability

We strive to ensure our graduates are prepared to lead future innovation, enterprise and business growth and contribute to the economic and social development of the UK and the global knowledge economy. Our refocused curriculum embeds employment skills and prepares our students for the workplace. In addition our 'Employability Hub' offers tailored support to help our students to identify skills gaps. This service is shaped around an Employability Skills Framework based on the top ten employability skills cited in the Confederation of British Industry *Future Fit report* (2009). Through engagement in identified workshops, volunteering, networking, training and/or part-time work, our students are supported in developing a well-rounded CV and student achievement record. In 2013/2014 we continued our two-week employability programme Futures Fest attended by 1,300 students.

Many of our postgraduate programmes are accredited by professional bodies with whom we have consulted to guarantee a synergy between learning outcomes and industry-specific skill and knowledge expectations. Our postgraduate research students are required to complete a Research Training Programme. As well as skills specific to their own doctoral research, the programme includes personal effectiveness, communication, networking and career management.

We offer a range of paid internships and volunteering opportunities through our established partnerships with organisations including Festival Republic (organisers of the Reading, Leeds and Latitude Festivals). In 2013/2014, 550 students benefited from work experience through this partnership. We have also seized upon opportunistic partnerships to provide our students with once in a lifetime experiences. As a result of this in 2014 we provided opportunities to work with the organisers of the Commonwealth Games in Glasgow and to support the Tour de France including managerial internships for our students to manage the Tour de France 'tour makers'. We continue to work with professional and statutory bodies; our partners; and regional, national and international companies in order to expand our placement offer. Sandwich placement year fees are waived in order to maximise the number of students able to benefit from this opportunity.

¹ Higher Education Statistics data for 2012/13, published in 2014. Data for 2013/14 has not yet been published.

Academic Partnerships and Collaborations

Our Collaborative and Partnership Provision is defined by two broad categories of partner: first, collaborative provision through franchise, validated and joint delivery; and second, partnerships not involving delivery of University awards such as Progression Agreements, Memoranda of Understanding, Articulation Agreements and Exchange and Study Abroad Agreements. Following a period of rationalisation and summative reviews of our collaborative and partnership provision, we have significantly reduced our UK-based partners and shifted our focus to building international partnerships. Our approach to working with these partners was identified as an area of good practice as part of our Higher Education Review.

Our global reach is further enhanced through the establishment of our strategic hubs for overseas franchise and joint delivery. In 2013/2014 we had partnership arrangements and collaborations with 167 overseas educational institutions in the form of articulation agreements, franchise and joint delivery, offsite delivery and a variety of exchange and study abroad programmes.

International Student Recruitment

In the last year we have continued to build our reputation in overseas markets. Over recent years, we have established a professional, customer-orientated student journey from enquiry through to alumni. We monitor our institutional data so that we can continue to reflect on our overseas recruitment performance. We have maintained our total enrolled student numbers, through growing undergraduate enrolments during a period when postgraduate numbers have waned (both for our institution and across the sector). For 2013/2014, we achieved a significant uplift in enrolments of new students achieving 970 full-time overseas new entrants against a target of 980. Tuition fee income from overseas students studying on campus in Leeds was 17.5% higher than the previous year and has risen 47% since 2010. We continue to work to ensure this positive trajectory continues in the year ahead. Our applicant acceptances for 2014/2015 are already higher than at the same point in the previous year indicating that approaches to brand building and establishing market presence are achieving a positive cumulative effect.

We currently work with over 150 universities across the world to facilitate exchanges for students in a range of course disciplines. We support students with preparing applications and access to Erasmus grant funding. We work closely with academic staff to forge new partnerships so as to enable us to offer a wide spectrum of exchanges. We host some 180 incoming students each year and provide opportunities for up to 200 students to go out on exchange each year.

Research & Enterprise

Our University successfully submitted 11 Units to the Research Excellence Framework 2014, an increase of four from the previous Research Assessment Exercise 2008. This increase reflects the significant investment made to grow our research portfolio and increase our research impact regionally, nationally and internationally.

Our research environment comprises four research institutes: the Institute for Health and Wellbeing; the Institute of Sport, Physical Activity and Leisure; the Leeds Sustainability Institute and our most recently launched Retail Institute. The Retail Institute will add to our existing excellent research portfolio through its proposed research themes; consumer of the future, business innovation and retail business growth. Through working with academics across our University and further developing and building areas of excellence throughout the retail supply chain, opportunities will be created for increasing research student recruitment and to position us as key players in the external environment.

Two new research centres were launched during May 2014; the Centre for Culture and the Arts and the Research Centre for Governance, Leadership and Global Responsibility. The Centre for Culture and the Arts will bring together academic expertise, research, consultancy and advice on subjects within the arts, humanities and culture. Artistic Director of the Southbank Centre in London and former Artistic Director of the West Yorkshire Playhouse, Jude Kelly OBE, delivered the keynote speech at the launch event, held at the University's Rose Bowl.

²2012/13 Higher Education Business and Community Interaction Survey results published by Higher Education Statistics Agency.

OPERATING AND FINANCIAL REVIEW

The Research Centre for Governance, Leadership and Global Responsibility has appointed Mervyn King, one of the foremost thinkers on governance and leadership in the world, as Honorary President. The Centre aims to act as a hub within our University for collaborative research by examining global issues in governance and responsibility, across all sectors. It will focus on three key elements: research to develop good practice; employability-focused teaching; and the development of practical tools for effective and responsible leadership behaviours and culture.

We are continuing to drive up revenue from research and enterprise as measured by our annual HESA return through the Higher Education Business and Community Interaction Survey². Our latest annual return of £13.9m represents annual growth of 11% and is the 38th highest enterprise return amongst all HEIs in England.

We have grown our Knowledge Transfer Partnership portfolio from one to eight in the last year. These are typically a two year partnership between an academic, a graduate and a business worth £120k jointly funded by Innovate UK (formerly Technology Strategy Board). We plan to continue this growth to position ourselves well inside the top 20 for size of Knowledge Transfer Partnership portfolio amongst all HEIs in England.

We have now acquired a market share of over 12% of all Leeds City Region businesses in terms of business engagements and will continue to grow this through our new partnership with the Regional Institute of Directors and the imminent launch of our Enterprise and Innovation Academy for Business. We have a Memorandum of Understanding with Leeds and Wakefield City Councils, which has greatly assisted setting up a regional innovation centre at Wakefield One and we are working with the Yorkshire Post in relation to building a Digital Incubation Unit within the city. The relocation of our enterprise activity and the development of our business lounge facility will further support our business engagement activity.

Through a successful bid we co-hosted one of Teach First's residential training events worth £5.5m to the city in the summer of 2014 and 2015. In July 2014 more than 3,000 graduates, from across the UK and beyond, attended the Teach First's Summer Institute to prepare them for teaching in schools in England and Wales from September 2014.

Estates and Sustainability

Our Estates Strategy focuses on continuous quality improvement, the 'right-sizing' of our campuses and carbon reduction. We have been successful again this year in achieving our targets in all three areas. Our estate management records continue to show an improvement in the condition of our estate, 85% of our buildings are now rated in the top two categories, condition A or B. We are now, as defined by the Higher Education Funding Council for England's Formula, within 2% of our optimum size³. This is mainly due to the effective rationalisation of the estate through the disposal of poorer quality buildings and our increased level of capital investment. We also include Higher Education Funding Council for England sustainability performance indicators in our internal KPI set and have reduced our carbon emissions as planned.

Investment in our estate has focussed on the enhancement of the student experience. Over the last 12 months we have launched world-class specialist facilities for environmental health (in acoustics and food testing), physiology, clinical skills, and sports science. We have provided new hockey and gym facilities open to students, staff and the general public; enhanced library and social learning spaces; increased IT spaces; installed specialist audio-visual equipment and refurbished rooms to provide high quality research spaces for our postgraduate students.

People and Quality

In 2014 we achieved our Investors in People Gold standard which, together with our Customer Service Standard, illustrates the commitment of our community of colleagues to enhancing the student experience and the quality of interactions with our key stakeholders. In May 2014 we had our first review visit following the achievement of our institution receiving the Customer Service Excellence standard in 2013; the assessor continued to identify excellent customer service practice and increased the number of Customer Service Excellence criteria where we achieved 'compliance plus' from 9 to 14.

³2011/2012 Estates Management Record return.

As part of our Investors in People Gold assessment we also successfully achieved the Investors in People Gold Health and Wellbeing Good Practice Award. We have held the Royal Society for the Prevention of Accidents Gold Standard for five successive years from 2009 to 2014 and as a result now hold the 'Gold Bar' ROSPA award.

The 2014 biennial Staff Survey results reflect a statistically significant improvement in staff satisfaction in a number of areas. There was a positive engagement in the survey with an overall response rate of 75%. Of these respondents 79% stated 'they are proud to work at our University' (a rise of 6 percentage points since our last survey in 2012); 88% of respondents agreed that 'the University is a good place to work' (a rise of 8 percentage points since 2012) and 72% of respondents 'would recommend the University as a place to work to a friend' (a rise of 12 percentage points since 2012). Reflecting a key strength acknowledged through our Customer Service Excellence commendation 82% of respondents agreed that 'our University delivers a good quality service to students, or other customers and service users' (a rise of eight percentage points since 2012).

The professional development of our staff is stimulated through a varied programme of training, peer support and a collegial working environment. Participation in our People Development programme has grown year on year. Our annual Course Leaders Conference provides an excellent platform for pedagogic discussion and debate ahead of the start of each academic year. Our suite of Institute of Leadership and Management courses provides training and a peer support network for new line managers and support staff in translating strategic priorities into operational outcomes.

Equality and Diversity

We are committed to ensuring that our University is a diverse and inclusive place to work and study. We are one of 30 institutions trialling the new Race Equality Charter Mark, which has been developed for the sector by the Equality Challenge Unit. We are currently placed 168 in the Stonewall Workplace Equality Index, a rise of 53 places since 2012. We have also committed to the Athena SWAN Charter, which is designed to promote female representation and progression in science subjects. These charters sit alongside our work with Stonewall to be recognised as a positive employer for lesbian, gay, bisexual and transgender staff. Further proactive work is underway to support our aspiration to be in the Stonewall index of top 100 employers.

PUBLIC BENEFIT

Leeds Beckett University is an exempt charity under the terms of the Charities Act 2011. Our charitable purpose is the advancement of education for the public benefit, and our vision is “to be acknowledged for our commitment to student success, our innovation and enterprise, our global reach and strong local impact.” The University has paid due regard to the Charity Commission’s guidance on public benefit.

Students of the University and our staff are our immediate beneficiaries, however, our strong regional engagement and international reach means that a range of local, national and international charities, communities, schools, businesses and partners also benefit from our activities.

Scholarships and Financial Support

Undergraduate tuition fees for 2013/2014 were £8,750. We are committed to offering financial scholarships to allow a wide range of students to experience university education. We participate in the National Scholarship Programme to provide cash bursaries and fee waivers to applicants from low income households. This is funded jointly by the Higher Education Funding Council for England and our University to reduce barriers to education for those with the capability to succeed academically. In 2013/2014, 985 of our students were awarded financial support from the National Scholarship Programme, totalling £2,987,000.

Outside the National Scholarship Programme our University invests in potential entrants from low income backgrounds through a range of financial awards. This includes circa 55 scholarships, totalling circa £60,000, to students and graduates from low income backgrounds primarily funded through donations from our alumni and other donors. In the last financial year we also awarded £2,321,200 in Leeds Met Bursaries to 2,384 students; £5,400 in Care Leavers Bursaries and approximately £18,500 in Summer Assistance Funding.

Our Partnership Bursaries were awarded to 91 students, totalling £27,300. Students who had studied on courses at our Partner Colleges or Associated Schools, who met our application criteria and selected us as their firm choice were eligible to apply.

In recognition of significant academic achievement last year we awarded a total of £935,000 through our High Achievers Scholarship to applicants with grades ABB or equivalent. This was paid as a fee waiver towards their first year of study.

Through our ‘My Hub’ service our students can access financial advice to help them plan for the duration of their studies. In the year ending July 2014 we allocated £474,850 in Access to Learning Fund awards to eligible students and £22,697 through our UPP Hardship Fund. Despite the withdrawal of Access to Learning grants we are committed to maintaining an Access to Learning funding scheme because this has been an important part of our student retention activities. Through the provision of our careers advice services and practical support from our Job Shop in obtaining part-time work and internships we help our students to support themselves financially.

In our Access Agreement for 2015/2016 we have set out the bursaries we will be taking forward following the withdrawal of National Scholarship Programme grants. Our offering will centre upon: High Achiever Scholarships; Associated Schools and College Bursaries and our Care Leavers Bursaries as well as the bursaries funded by our alumni and donor activity.

Widening Participation

Our University has a strong tradition of, and continuing commitment to, providing socially inclusive and life enhancing higher education opportunities for all our students, regardless of background. We have a successful track record of working with students from Black and minority ethnic groups to raise aspirations to pursue higher education. Examples of interventions have included the Larkia, the Ujima and Junior Fellowship programmes. These programmes seek to break down barriers to higher education and offer young people, their parents, carers and guardians an insight into what higher education may offer.

We have worked in collaboration with the University of Huddersfield since 2008 on an accredited HE ‘progression’ guidance module for Year 12 students in the region. Students who successfully complete the module are awarded 30 UCAS points for courses at Leeds Beckett University and the University of Huddersfield. Schools in low-participation neighbourhoods are prioritised to take part. In 2013, 48% of students taking part in the programme applied to our University.

PUBLIC BENEFIT

The *Tomorrow's Professionals* programme has been developed to identify and engage students who have the potential to progress to university but are disadvantaged due to socio-economic factors. The programme offers participants the chance to take part in a year-long programme which includes focus days, guest lectures and subject talks and a residential event which allows individuals to increase their confidence in applying to, and progressing into higher education. We are also recognised by Buttle UK for our work with care leavers and looked after students. We work with this group in the pre-entry phase utilising an established mentoring programme called *Next Step*.

We work with our disabled students to support their inclusive access and use of our services and have introduced a range of enhanced services to improve support for these students. Our Disability Advice team has advisers, each aligned to a faculty, working alongside course teams to develop inclusive practice and consider reasonable adjustments that can be made to support students as they study with us.

Local Impact

Leeds is a large vibrant city and the biggest financial district outside of London. In the last year our University contributed in excess of £475m to the regional economy. We work collaboratively with other Higher Education providers, local Councils and businesses to maximise economic gains to the city. In the last year this included hosting the Teach First summer institute by co-ordinating a large scale, dynamic conference right in the heart of the city. We are currently working with Wakefield City Council to develop a regional innovation centre located at Wakefield One and will be delivering a parallel project in collaboration with Leeds City Council over the next year.

We offer extensive services to businesses in the region including continued professional development, consultancy, research projects, small and medium sized enterprise support, business lounge services, conferencing facilities and open access to our Yorkshire Bank sponsored guest lecture series featuring presentations by pioneering international business leaders. Our New Technology Institute provides continued professional development through the provision of professional courses in digital and creative media and project management.

Research and Knowledge Transfer

Our growing research expertise in selected areas generates social and economic benefits in the region and beyond. Through our Leeds Sustainability Institute we have secured several high profile contracts which are looking at the energy performance of household dwellings. This includes partnerships with the Department for Energy and Climate Change, Leeds City Council and Wakefield MDC to assess residential social housing for building performance in terms of energy efficiency and low carbon. Our Centre for Knowledge Exchange is working with a network of 40 businesses to improve Building Information Management which will become a legal requirement for all construction projects by 2016. The development of our Centre of Excellence in Food, Drink and Retail has attracted members from a growing network of world leading retail brands.

Our Battle Back partnership continues to have a transformative impact on the lives of injured service personnel. In partnership with the British Legion we provide coaching and research to support veterans in their recovery pathway. We have applied new thinking to public health through our well established research programme into childhood obesity and we have made significant contributions to societal awareness of a range of men's health issues including male premature death and penile cancer. Our Centre for Culture and the Arts is contributing to a programme, funded by the European Commission, which explores innovative solutions to lifelong learning. Further areas of research excellence include sports performance and improving racial equality in sport and leisure.

Global Outlook

We encourage our students to develop a global outlook, in relation to study and the world of work and also in relation to their contribution to and understanding of the world. In the last year we provided 177 volunteering opportunities to our students and staff to work with 19 international charities and foundations on key projects in 10 countries. In addition and in support of our approach to encourage students to develop a 'global outlook', all students who come to our University benefit from access to free language classes under our *Languages for All* programme.

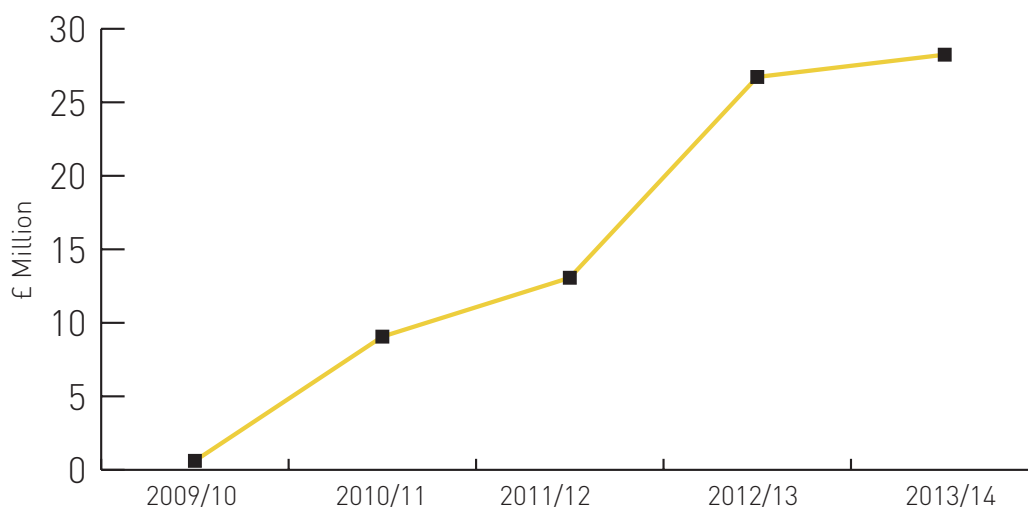
FINANCIAL UPDATE

Our financial results for the year are summarised in the following table. They comprise the consolidated results of the University and our subsidiary companies (see note 14 to the accounts).

	2013/2014	2012/2013
	£m	£m
Total Income	199.5	188.9
Total Expenditure	175.5	167.0
Surplus	24.0	21.9
add Depreciation on revalued amounts and diminutions	2.6	2.7
add the effects of FRS17	1.6	2.1
Historic cost surplus before FRS17	28.2	26.7

A historic cost surplus of £28.2m before FRS17 is equivalent to 14.2% of total income. It represents an improvement on last year's results and helps to further consolidate our financial position under the new funding and control environment. Figure 1 illustrates the changes in our surplus since 2009/2010.

Figure 1: Historic cost surplus

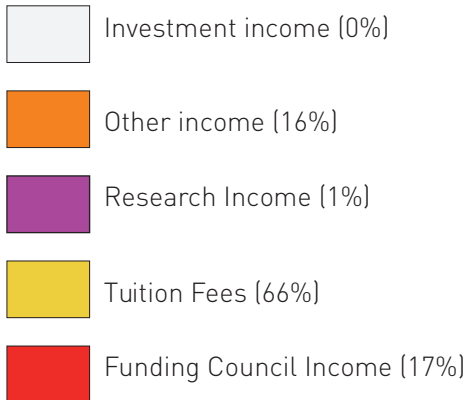
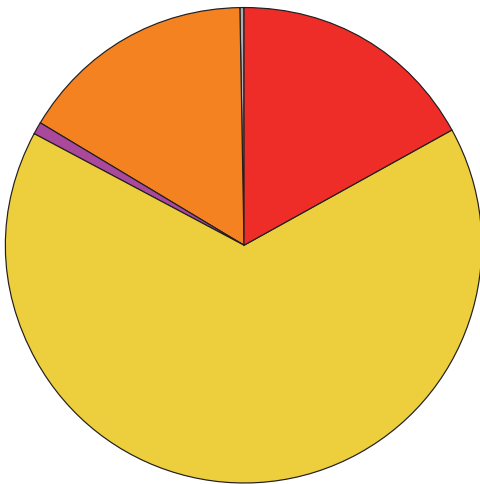


Our results reflect how, following the completion of major capital developments and the subsequent increase in our fee levels to sector norms in 2010/2011, we have achieved our planned movement from a small surplus in 2009/2010 to a level of surplus that provides us with the financial capacity to support our investment requirements as well as the resilience to potential further changes in our funding and control environment. Figure 2 illustrates our sources of income in 2013/2014 and how these have developed since 2012/2013.

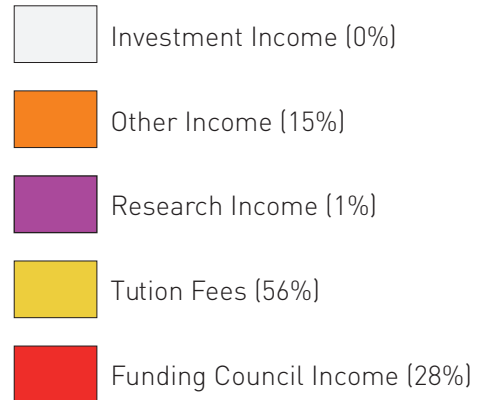
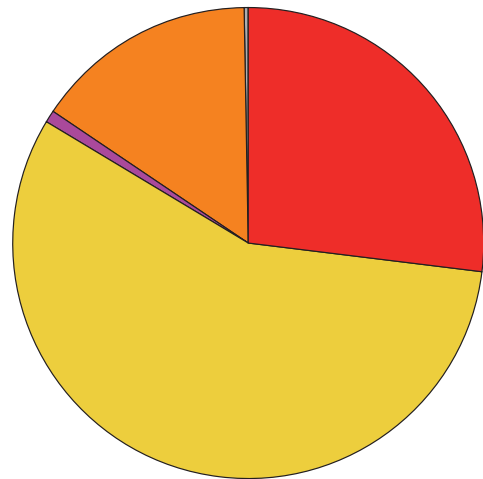
FINANCIAL UPDATE

Figure 2

Income Sources 2013/14

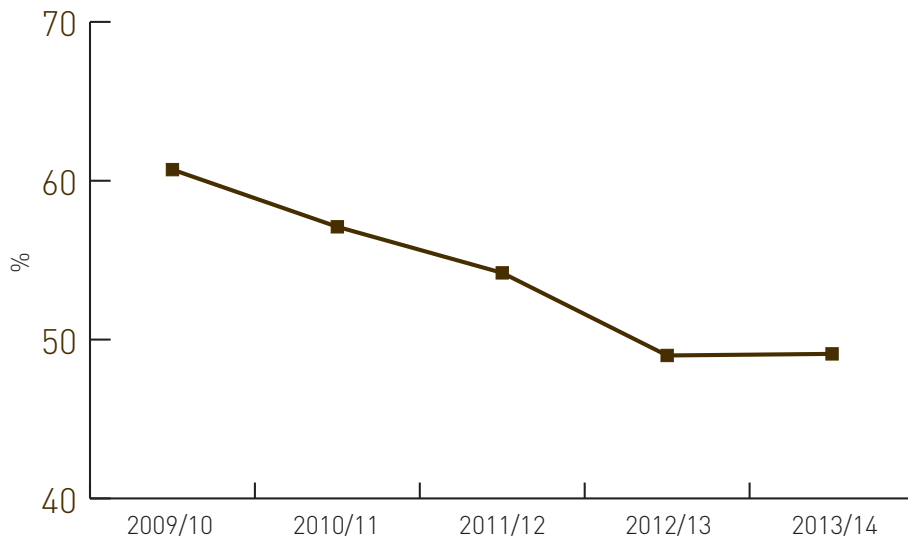


Income Sources 2012/13



Given the restrictions imposed on income growth, through student number controls and general market and economic conditions, our emphasis continues to be on expenditure control. Figure 3 illustrates how our expenditure on staff costs, before the effects of FRS17, as a ratio of our total income, has reduced in recent years.

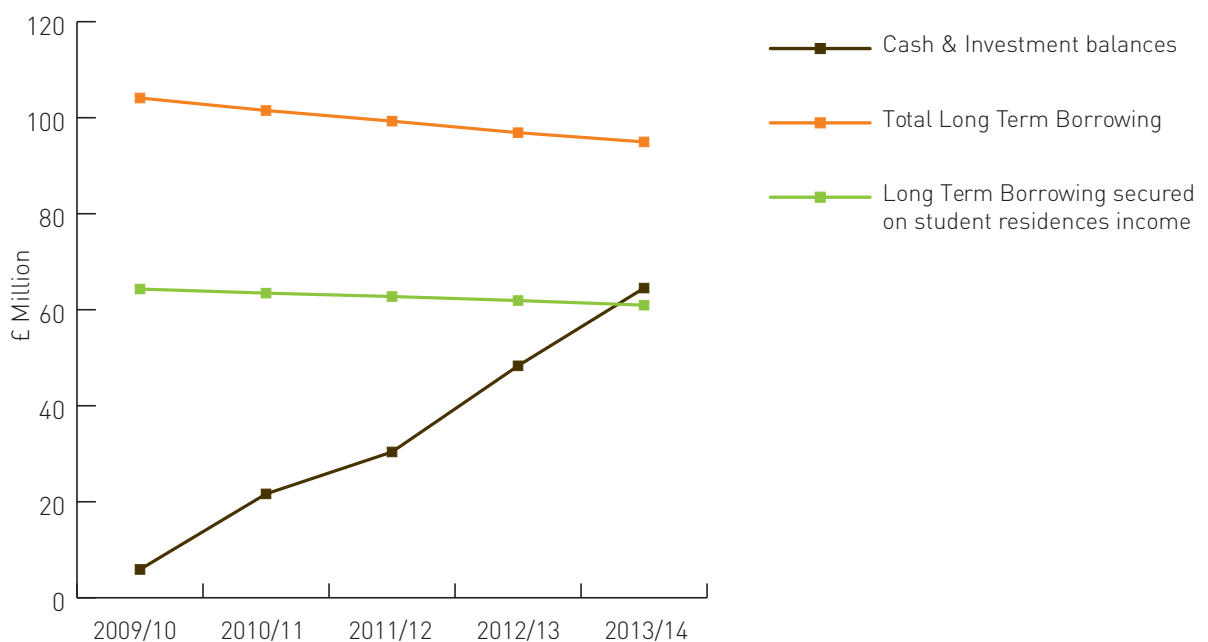
Figure 3: Staff costs exc FRS17 as % of income 2013/14



The improvements in our operational surplus mean that our discretionary reserves increased to over £97m, by the financial year-end. They also result in our cash inflows from operations exceeding £36m which has enabled us to grow cash and investment balances by £16m to over £64m. Our investment in capital projects increased during the year by over £6m and is expected to increase further as we ensure that our teaching, research and social facilities for our students and staff are excellent.

Whilst our long term borrowings (£96m) remain relatively high compared to the sector average they include £61m of loans that are directly funded from our student residences income, leaving just £35m of loans that are funded from general income. Figure 4 illustrates how our long term borrowings, both including and excluding our student residences loans, have been reducing since 2009/2010, and how our cash and short term investment balances have been increasing over recent years.

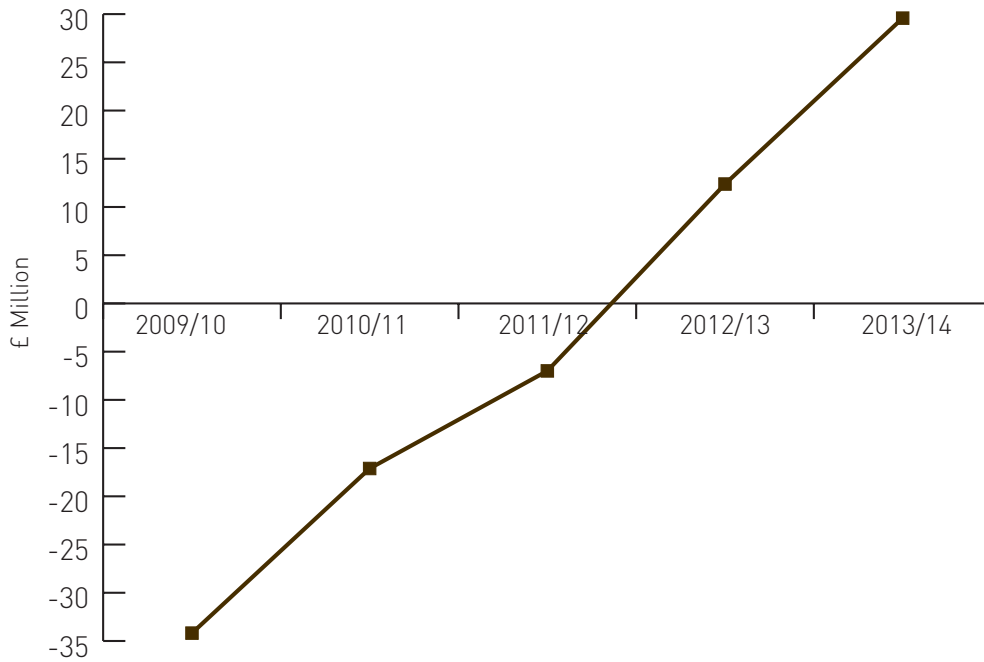
Figure 4: Long Term Borrowings and Cash & Investments



FINANCIAL UPDATE

The effect of this is that, excluding long-term borrowings which are directly funded from our student residences income, we have moved from a position of having net borrowings in recent years to having net funds of £31m in 2013/2014, as illustrated in Figure 5.

Figure 5: Net Funds/(Borrowings funded from General Income)



As planned, our financial performance and position places us well to respond to continuing uncertainty and change in the higher education funding and control environments, and in the markets within which we operate. Whilst our forecasts are prudent, they ensure that we achieve a level of financial performance that is necessary to sustain future investment requirements without any erosion of our financial capacity.

Framework of Governance

Leeds Beckett University is a higher education corporation established under the Education Reform Act 1988 ("ERA") and an exempt charity under schedule 3 of the Charities Act 2011. The University's powers are defined in section 124(1) ERA as '(a) to provide higher education; (b) to provide further education; and (c) to carry out research and to publish the results of the research or any other material arising out of or connected with it in such manner as the corporation think fit'. The charitable purpose of the University, as defined in the Charities Act 2011, is the advancement of education for the public benefit.

The University's framework of governance is established in the Instrument and Articles of Government. The Board of Governors is committed to high standards of governance and complies with the Committee of University Chairs Governance Code of Practice and General Principles (2009-2014). The University conducts its business in accordance with the seven principles identified by the Committee on Standards in Public Life (selflessness, integrity, objectivity, accountability, openness, honesty, and leadership).

Board of Governors

The Board of Governors is the governing body of the University. The Board's responsibilities are set out in the University's Articles of Government and, in accordance with Committee of University Chairs guidance, a Statement of Primary Responsibilities has been adopted. Responsibilities reserved for the Board's decision include: determining the educational character and mission of the University; approving annual estimates of income and expenditure; ensuring the solvency of the institution and safeguarding its assets; appointing the Vice Chancellor; amending the Articles of Government; and appointing the external auditors. For the purposes of charity law, the Governors are the trustees of the University and, as required, have had regard to the Charity Commission's guidance on public benefit.

In the year ended 31 July 2014, the Board met six times including one away day. The principal business undertaken by the Board included: approving corporate strategy and considering associated opportunities and risks; changing the name of the University; medium and longer term planning; overseeing the work of Academic Board as regards academic quality and standards; reviewing institutional performance; monitoring solvency and financial sustainability.

In accordance with the Instrument of Government, the Board comprises twenty one Governors, consisting of thirteen lay members, five staff nominees, two Students' Union nominees, and the Vice Chancellor. The interim lay Chair, Mr Steven Webb, was appointed by the Board in April 2014, following the resignation of Mr Phil White CBE in February and a short interim period in which the Deputy Chair assumed the role of Acting Chair. In the last year four new lay members and two new Students' Union nominees have joined the Board of Governors.

The principles of open advertisement and transparent recruitment for non-executive Board positions are well established as matters of good governance, as outlined in section 11 of the Committee of University Chairs Governance Code of Practice and in section B2 of the Financial Reporting Council UK Governance Code of Practice. These principles were applied to the recruitment and appointment of independent governor vacancies that arose during 2013/2014. This included the establishment of a Search Committee of the Board of Governors with representation from staff and student governors which was advised by independent search consultants appointed through a competitive tender process, with a role description and recruitment criteria approved by the Board of Governors.

A new Chair of the Board will be appointed in late 2014 through a similar open, competitive recruitment exercise which has commenced.

New governors receive a personalised induction programme and all governors are eligible to take part in relevant training and development at the University's expense. Governors took advantage of a number of sessions of the governor development programme offered by the Leadership Foundation for Higher Education during 2013/2014.

The University maintains a register of interests of governors and senior managers which is available for inspection on request to the Clerk to the Board of Governors. Routine review of the operational effectiveness of the Board of Governors and its committees has taken place in 2013/2014, and forms part of an agreed annual work programme, which includes individual meetings between the Chair of Board and its committees and

CORPORATE GOVERNANCE STATEMENT

all Governors. The Board will undertake its next formal, quinquennial Board evaluation during 2014/2015, in accordance with the Committee of University Chairs Governance Code of Practice and has agreed a methodology and timescales for the review during 2013/2014.

The Chair of the Board and the chairs of committees are entitled to remuneration in accordance with the Instrument of Government. All governors are entitled to reimbursement of out of pocket expenses incurred in discharging their responsibilities and these amounts are published on our website on a quarterly basis.

Jenny Share, Secretary and Registrar, is the Clerk to the Board of Governors.

Committees of the Board of Governors

The principal standing committees of the Board of Governors are:

Audit Committee, which is responsible for reviewing the effectiveness of the University's system of internal control and risk management.

Finance, Staffing & Resources Committee, which advises the Board on policy and strategy relating to financial strategy and sustainability, employment, health and safety, equality and diversity and the development and maintenance of the University's estate.

Governance & Nominations Committee, which advises the Board on the appointment of governors and good practice in governance.

Senior Staff Remuneration Committee, which is responsible for determining salaries and monitoring performance of the Vice Chancellor, Secretary and Registrar and other senior staff who are designated as senior post holders.

The terms of reference clearly set out the powers delegated by the Board to each committee. Committees make a full report to the Board after every meeting, including any decisions taken under delegated authority.

Academic Board

The Academic Board is the University's principal academic authority. Subject to the powers of the Board of Governors and the Vice Chancellor, it is responsible for the academic affairs of the University, the design and implementation of the academic regulatory framework, and for general issues relating to learning, teaching and research. Its forty members are drawn entirely from staff and students and it is chaired by the Vice Chancellor. The Academic Board makes a full report to the Board of Governors after every meeting as part of the Vice Chancellor's report.

Executive management

The Vice-Chancellor, Professor Susan Price, is the Chief Executive Officer and is responsible to the Board of Governors for the organisation, direction, and executive management of the University. The Vice Chancellor is the 'Accountable Officer' for the purposes of the Financial Memorandum with the Higher Education Funding Council for England ("HEFCE") and is advised by the Corporate Management Team (CMT).

Internal control

The Board is responsible for instituting and maintaining a sound system of internal control that supports the achievement of the University's aims and objectives and safeguards public and other funds and assets for which it is responsible. In discharging this responsibility, the Board complies with the requirements of the HEFCE Financial Memorandum. The system of internal control is designed to manage rather than eliminate risk and to provide reasonable, but not absolute, assurance of effectiveness. The Board is satisfied that an adequate system of internal control has been in place for the year ended 31 July 2014 and up until the date the financial statements were signed.

CORPORATE GOVERNANCE STATEMENT

The Vice Chancellor is responsible for implementing the system of internal control. The Audit Committee undertakes detailed review and monitoring of the system of internal control on behalf of the Board. The University's internal audit service was provided by Deloitte LLP until 31 July 2014 which operated to standards defined in the HEFCE Audit Code of Practice. The internal auditors submit regular reports to the Audit Committee, which include an independent opinion on the adequacy and effectiveness of the system of internal control, together with recommendations for improvement. From 1 August 2014 the University's internal audit service will be provided by KPMG LLP, following a competitive tender exercise undertaken and overseen the Board in 2013/2014. The Audit Committee's work is further informed by reports from management on the implementation and development of the system of internal control and by comments from the external auditors in their management letter and other reports.

Risk management

The Board has overall responsibility for risk management. A Risk Management Policy, which accords with HEFCE guidance, is in place. As part of the process of managing risk, the Board approves the corporate strategy and budget, reviews progress against key performance indicators, and takes account of opportunities and risks in decision-making. A robust system for identifying, reporting, and managing risk is in place, and is integral to the University's strategic planning process. A corporate risk register is maintained, and each Faculty and professional service area also has a risk register. These are reviewed regularly by management and by Audit Committee. An annual review of risk management practice takes place and is reported to Audit Committee. A programme of risk management training is also provided across the University aimed particularly at those involved in risk management.

Financial Control

The Board is required to secure the economical, efficient, and effective management of the University's resources and to safeguard its assets (including preventing and detecting fraud). The Board must ensure that funds from HEFCE are used only for the purposes for which they have been given and in accordance with the HEFCE Financial Memorandum; and that there are appropriate financial and management controls in place to safeguard public funds and funds from other sources.

Key elements of the University's financial control system include a comprehensive strategic planning process, underpinned by annual income, expenditure, capital, and cash flow budgets, and monthly review of financial performance. The Finance, Staffing & Resources Committee undertakes detailed review of financial planning and performance on behalf of the Board. The Board receives regular forecasts of financial out-turn. Comprehensive financial regulations and procedures are in place, which clearly define the system for approval and control of expenditure, including the responsibilities and levels of authority of managers. Capital investment is subject to rigorous appraisal and review. The system of financial control is reviewed by the internal auditor who reports its findings to the Audit Committee.

The Board is responsible for keeping proper accounting records which disclose, with reasonable accuracy at any time, the financial position of the University and which ensure that the financial statements are prepared in accordance with the Education Reform Act 1988, the HEFCE Accounts Direction, the Statement of Recommended Practice: Accounting for Further and Higher Education, and applicable UK law and relevant accounting standards. Under the terms of the HEFCE Financial Memorandum, the Board, through its Accountable Officer, is required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the University and of the institutional surplus or deficit and cash flows for that year.

In the preparation of the financial statements, the Board has taken reasonable steps to ensure that suitable accounting policies are selected and applied consistently; judgments and estimates are made that are reasonable and prudent; and applicable accounting standards have been followed (subject to any material departures disclosed and explained in the financial statements).

CORPORATE GOVERNANCE STATEMENT

Going concern

A comprehensive review of the University strategic and financial performance is set out in the Operating & Financial Review. The Board is satisfied that the University has adequate resources to continue in operation for the foreseeable future. Accordingly, the Board continues to adopt the going concern basis for the preparation of the financial statements.

The Corporate Governance Statement was approved by the Board of Governors of the Leeds Beckett University Higher Education Corporation on 21 November 2014 and signed on its behalf by:

JENNY SHARE
Secretary & Registrar and Clerk to the Board

Membership of the Board of Governors

BOARD OF GOVERNORS - Members during 2013/14		
Mr Phil White (Chair)	Independent Governor	Demitted office 28 February 2014
Mr Steven Webb (Interim Chair)	Independent Governor	Interim Chair with effect from April 2014
Mr Bill Hartley (Deputy Chair)	Independent Governor	Acting Chair from March to April 2014
Ms Gabrielle Atmarow	Independent Governor	
Ms Kirsty Bashforth	Independent Governor	Appointed 22 November 2013
Ms Mobina Begum	Co-opted Staff Governor	
Ms Ann Bishop	Independent Governor	
Mr Andy Brown	Independent Governor	
Mr Jay Malpass Clark	Student Governor	Appointed 1 July 2014
Ms Susan Cooklin	Independent Governor	Demitted office 31 July 2014
Professor Mohammad Dastbaz	Academic Board nominee	
Ms Jean Dent	Independent Governor	
Dr David Fletcher	Independent Governor	Appointed 24 October 2013
Mr Bill Holmes	Independent Governor	Appointed 24 October 2013, demitted office 16 May 2014
Professor Peter Marsh	Co-opted Governor	
Dr Sam Marshall	Independent Governor	Demitted office 31 August 2014
Ms Jayne Mothersdale	Academic Board nominee	
Mr Dorrton Otter	Co-opted Staff Governor	
Professor Susan Price	Vice Chancellor	
Ms Saffron Rose	Student Governor	Appointed 1 July 2014
Mr Richard Walker	Independent Governor	Appointed 22 November 2013

Report on the financial statements

Our opinion

In our opinion the financial statements, defined below:

- give a true and fair view of the state of the group's and of the parent institution's affairs as at 31 July 2014 and of the group's income and expenditure, recognised gains and losses and cash flows for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- have been properly prepared in accordance with the Statement of Recommended Practice – Accounting for Further and Higher Education.

This opinion is to be read in the context of what we say in the remainder of this report.

What we have audited

The group financial statements and parent institution financial statements (the "financial statements"), which are prepared by Leeds Beckett University, comprise:

- the consolidated and parent institution Balance Sheets as at 31 July 2014;
- the consolidated Income and Expenditure Account for the year then ended;
- the consolidated Statement of Total Recognised Gains and Losses for the year then ended;
- the consolidated Statement of Cash Flows for the year then ended;
- the Accounting Policies; and
- the notes to the financial statements.

The financial reporting framework that has been applied in their preparation is the Statement of Recommended Practice for Further and Higher Education, incorporating United Kingdom Generally Accepted Accounting Practice.

In applying the financial reporting framework, the Governing Body has made a number of subjective judgements, for example in respect of significant accounting estimates. In making such estimates, it has made assumptions and considered future events.

What an audit of financial statements involves

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) ("ISAs (UK & Ireland)"). 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 group and parent institution's circumstances and have been consistently applied and adequately disclosed;
- the reasonableness of significant accounting estimates made by the Governing Body; and
- the overall presentation of the financial statements.

In addition, we read all the financial and non-financial information in the Operating and Financial Review to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

INDEPENDENT AUDITOR'S REPORT TO THE BOARD OF GOVERNORS

Opinions on other matters prescribed in the Higher Education Funding Council for England's Audit Code of Practices issued under the Further and Higher Education Act 1992

In our opinion, in all material respects:

- funds from whatever source administered by the institution for specific purposes have been properly applied to those purposes and, if relevant, managed in accordance with relevant legislation;
- income has been applied in accordance with the articles of government; and
- funds provided by Higher Education Funding Council for England (HEFCE) have been applied in accordance with the Financial Memorandum and any other terms and conditions attached to them.

Other matters on which we are required to report by exception

Under the HEFCE Audit Code of Practice issued under the Further and Higher Education Act 1992 we are required to report to you if, in our opinion the statement of internal control included as part of the Corporate Governance Statement is inconsistent with our knowledge of the parent institution and group.

We have no exceptions to report from this responsibility.

Responsibilities for the financial statements and the audit

Respective responsibilities of the Governing Body and auditors

As explained more fully in the Financial Control section of the Corporate Governance Statement, the Governing Body is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and ISAs (UK & Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report, including the opinions, has been prepared for and only for the Governing Body as a body in accordance with the institution's Articles of Government and section 124B of the Education Reform Act 1988 as amended by section 71 of the Further and Higher Education Act 1992, and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Leeds
24 November 2014

- (a) The maintenance and integrity of Leeds Beckett University's website is the responsibility of the Governing body; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.
- (b) Legislation in the United Kingdom governing the preparation and dissemination of the financial statements may differ from legislation in other jurisdictions.

STATEMENT OF PRINCIPAL ACCOUNTING POLICIES

Basis of Preparation

These financial statements have been prepared in accordance with the statement of recommended practice (SORP): *Accounting for Further and Higher Education* and in accordance with applicable Accounting Standards.

Basis of Accounting

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of land and buildings.

Basis of Consolidation

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

Recognition of Income

Income from research grants, contracts and other services rendered is included to the extent of the completion of the contract or service concerned. All income from short-term deposits are credited to the income and expenditure account in the period in which it is earned.

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

Non-recurrent grants from Funding Councils, or other bodies, received in respect of the acquisition or construction of fixed assets are treated as deferred capital grants and amortised in line with depreciation over the life of the assets.

The University acts as an agent in the collection and payment of funds for various organisations, in particular Access to Learning Funds from the Higher Education Funding Council for England and in the collection and payment of Training Bursaries and Minority Ethnic Recruitment Funds from the National College for Teaching & Learning. Related payments and disbursements are excluded from the income and expenditure account.

Foreign Currency Translation

Transactions denominated in foreign currencies are recorded at the rate of exchange ruling at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated into sterling at year-end rates.

Pension Schemes

The Teachers' Pension Scheme, University Superannuation Scheme and the West Yorkshire Pension Fund provide retirement benefits for most employees of the University. They are all defined benefit schemes, which are independently administered and contracted out of the State Earnings-Related Pension Scheme.

Contributions to the Teachers' Pension Scheme and University Superannuation Scheme are charged to the income and expenditure account so as to spread the cost of pensions evenly over employees' expected years of service.

In respect of the West Yorkshire Pension Fund, the University has fully adopted accounting standard FRS17: *Retirement Benefits*.

STATEMENT OF PRINCIPAL ACCOUNTING POLICIES

The difference between the fair value of the assets held in the West Yorkshire Pension Fund and the scheme's liabilities measured on an actuarial basis using the projected unit method are recognised in the University's balance sheet as a pension scheme asset or liability as appropriate. The carrying value of any resulting pension scheme asset is restricted to the extent that the University is able to recover the surplus either through reduced contributions in the future or through refunds from the scheme. The pension scheme balance is recognised net of any related deferred tax balance.

Changes in the defined benefit pension scheme asset or liability arising from factors other than cash contribution by the University are charged to the income and expenditure account or the statement of total recognised surpluses and deficits in accordance with FRS17: *Retirement Benefits*.

Tangible Fixed Assets

Land and buildings

In accordance with FRS15, the University's land and buildings are regularly re-valued every two or three years. A full valuation of buildings with significant completed work since the previous valuation is carried out and other buildings are valued using typical market index movements. Work in progress on buildings not yet complete is valued at cost.

The University's buildings are specialised buildings and therefore, it is not normally appropriate to value them on the basis of open market value. The basis used for valuing land and buildings is depreciated replacement cost except where the land and buildings are being held for disposal, in which case the basis is open market value, and where buildings are located on leasehold land, in which case the valuation basis is depreciated cost.

The cost of renovating and converting buildings, together with the cost of major repairs and refurbishment, which add to the economic value of a building, are capitalised and depreciated in accordance with the depreciation policy.

Where land and buildings are acquired with the aid of specific grants they are capitalised and depreciated as below. The related grants are credited to a deferred capital grant account and are released to the income and expenditure account over the expected useful economic life of the related asset on a basis consistent with the depreciation policy. Developmental interest incurred directly as a consequence of major capital developments is capitalised as part of the capital cost of the related asset.

Buildings under construction are initially accounted for at cost (until a full or interim valuation is carried out), based on the value of architects' certificates and other direct costs incurred to 31st July. These buildings are not depreciated until they are substantially brought into use.

Depreciation

Depreciation is provided to write off the cost or valuation of tangible fixed assets, adjusted to reflect residual values, over their estimated useful lives on a straight line basis. Freehold buildings transferred to the University on 1st April 1989 are depreciated over their remaining estimated useful lives. Freehold buildings acquired since 1st April 1989 are depreciated over their estimated useful lives. Freehold land is not depreciated.

Equipment, plant, furniture and fittings

Individual items of equipment, plant, furniture and fittings, or a group of such items, costing £5,000 or more (including VAT) and which have economic value beyond the year of acquisition, are capitalised at cost and depreciated on a straight line basis over their expected lives which will normally be five years.

Where equipment is acquired with the aid of specific grants it is capitalised and depreciated as above. The related grants are credited to a deferred capital grant account and are released to the income and expenditure account over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

Software

Costs associated with the implementation of corporate information systems are capitalised and depreciated over the expected useful life of the systems.

STATEMENT OF PRINCIPAL ACCOUNTING POLICIES

Leased Assets

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

Finance leases are leasing agreements that transfer, to the University, substantially all the benefits and risks of ownership of an asset and are treated as if that asset had been purchased outright. Assets held under finance leases are capitalised as tangible fixed assets and depreciated over the shorter of the lease term and the estimated useful lives, in accordance with the University's normal depreciation policy. The corresponding liabilities are shown as obligations under finance leases. Repayments under finance leases are apportioned between the capital and interest elements (by the sum of the digits method), with the former reducing the obligations under finance leases and the latter being charged to the Income and Expenditure Account.

Where the lease permits modifications to the asset but the asset needs to be returned to its original state at the end of the lease, the expected cost of these dilapidation expenses is amortised over the remaining life of the lease and the balance held in provisions until the expenditure is required.

Heritage Assets

Heritage assets are valued at cost but are not depreciated as their value is not expected to decline. The University has adopted FRS 30 'Heritage Assets' but as there is only one asset the details are given in the notes to the accounts.

Stock

Stock is stated at the lower of cost and net realisable value.

Taxation

The University is an exempt charity under Schedule 3 of the Charities Act 2011 and as such is a charity within the meaning of Section 506(1) of the Taxes Act 1988. Accordingly, the University is potentially exempt from taxation in respect of income or capital gains received within categories covered by Section 505 of the Taxes Act 1988 or Section 256 of the Taxation of Chargeable Gains Act 1992 to the extent that such income or gains are applied to exclusively charitable purposes.

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

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

Cash

Cash at bank and in hand includes cash in hand and deposits repayable within 24 hours without penalty at the Balance Sheet date. All other liquid deposits are included within Short Term Deposits. Cash at bank is the balance shown on the bank statements.

Provisions

Provisions are recognised when the University has a present legal or constructive obligation as a result of a past event, it is probable that a transfer of economic benefit will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The University provides in particular for the cost of enhanced pension commitments and for future expenditure which is required to return leased assets to their original condition.

Investments

Listed investments held as fixed assets or endowment assets are stated at market value. Current asset investments, which may include listed investments, are stated at the lower of their cost and net realisable value.

CONSOLIDATED INCOME AND EXPENDITURE ACCOUNT

For the Year Ended 31 July 2014

	Notes	Year Ended 31 July 2014		Year Ended 31 July 2013	
		£000	£000	£000	£000
INCOME					
Funding body grants	1		33,175		51,635
Tuition fees and education contracts	2		131,520		105,424
Research grants and contracts	3		2,006		2,415
Other income	4		32,315		28,802
Endowment and investment income	5		521		623
Total Income			199,537		188,899
EXPENDITURE					
Payroll costs excluding FRS 17 adjustments			97,982		92,588
Accrual to maintain current service costs per FRS17			2,498		2,325
Total Staff costs	6		100,480		94,913
Total Other Operating expenses	8		60,580		57,162
Depreciation based on historic Costs			7,166		6,727
Depreciation of revaluations			2,612		2,670
Diminution reversal			(108)		
Total Depreciation	10		9,670		9,397
Interest payable excluding FRS17 charges			5,645		5,733
Net pension financing charges per FRS17			(907)		(196)
Total Interest and other finance costs	9		4,738		5,537
Total Expenditure	10		175,468		167,009
Surplus/(deficit) after depreciation of assets at valuation excluding associated company results			24,069		21,890
Share of operating profit/(loss) in associate	15		76		34
Surplus/(deficit) after depreciation of assets at valuation before exceptional items			24,145		21,924
Exceptional items	11		-		(2)
Surplus/(deficit) after depreciation of assets at valuation and exceptional items			24,145		21,922
Transfer (to)/from accumulated income within specific endowments			-		-
Transfer (to)/from accumulated income within general endowments			8		9
Surplus/(deficit) for the year retained within general reserves			24,153		21,931

All amounts relate to continuing operations.

CONSOLIDATED STATEMENT OF HISTORICAL COST SURPLUSES & DEFICITS

For the Year Ended 31 July 2014

	Notes	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
Surplus/(deficit) after depreciation of assets at valuation and exceptional items		24,145	21,922
Difference between historical cost depreciation and the actual charge for the year calculated on the re-valued amount	24	2,612	2,670
Realisation of property revaluation gains of previous years	24	400	(23)
Historical cost surplus/(deficit) for the year		27,157	24,569

All amounts relate to continuing operations.

	Notes	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
RECONCILIATION			
Historical cost surplus/(deficit) for the year including FRS17		27,157	24,569
less FRS17 adjustments	32	1,591	2,129
Impact on I&E excluding pension reserve		28,748	26,698
less: Exceptional items including realised property revaluation gains	11, 24	(400)	25
less: Diminutions arising from property revaluations	12	(108)	
Historical cost surplus/(deficit) for the year excluding FRS17 and exceptional Items		28,240	26,723

CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS AND LOSSES

For the Year Ended 31 July 2014

	Notes	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
Surplus/(deficit) on continuing operations after depreciation of assets at valuation		24,145	21,922
Endowment fund movements	23	187	(3)
Unrealised gain/(loss) on the revaluation of land & buildings	24	1,038	112
Actuarial gain/(loss) in respect of pension schemes	21, 32	(1,700)	9,729
Total recognised gains/(losses) relating to the year		23,670	31,760

RECONCILIATION

	Notes	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
Opening endowments and reserves	23, 24, 25	139,022	107,262
Total recognised gains/(losses) for the year	32	23,670	31,760
Closing endowments and reserves		162,692	139,022

BALANCE SHEETS AS AT 31 JULY

	Notes	Consolidated		University	
		Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
FIXED ASSETS					
Tangible assets	12	342,078	332,414	342,078	332,414
Fixed asset investments	13	37	37	37	37
Investments in associated companies	15	120	41	120	41
Total fixed assets		342,235	332,492	342,235	332,492
Endowment assets	16	369	190	369	190
CURRENT ASSETS					
Stock		80	63	80	63
Debtors	17	12,237	11,916	12,124	11,592
Investments	13	59,632	46,250	59,632	46,250
Cash at bank and in hand		4,881	2,065	4,881	2,065
Total current assets		76,830	60,294	76,717	59,970
Less: Creditors: amounts falling due within one year	18	(33,010)	(30,468)	(32,898)	(30,145)
Net current assets		43,820	29,826	43,819	29,825
Total assets less current liabilities		386,424	362,508	386,423	362,507
Less: Creditors: amounts falling due after more than one year	19	(93,384)	(96,281)	(93,384)	(96,281)
Less: Provisions for liabilities	21	(15,178)	(14,530)	(15,178)	(14,530)
Net assets excluding pension liability		277,862	251,697	277,861	251,696
Net Pension liability	32	(60,610)	(57,770)	(60,610)	(57,770)
Net assets including pension liability		217,252	193,927	217,251	193,926
Deferred capital grants	22	54,560	54,905	54,560	54,905
ENDOWMENTS					
Expendable	23	308	129	308	129
Permanent	23	61	61	61	61
Total endowments		369	190	369	190
RESERVES					
Revaluation reserve	24	125,442	127,416	130,424	132,485
Income and expenditure account excluding pension reserve	25	97,491	69,186	92,508	64,116
Pension reserve	25	(60,610)	(57,770)	(60,610)	(57,770)
Income and expenditure account including pension reserve	25	36,881	11,416	31,898	6,346
Total reserves		162,323	138,832	162,322	138,831

The Financial Statements on pages 19 to 49 were approved by the Board of Governors on 21 November 2014 and were signed on its behalf by:

S WEBB
Chair of the Board

PROFESSOR S PRICE
Vice Chancellor

S G WILLIS
Director of
Finance and Resource

CONSOLIDATED CASH FLOW STATEMENT

For the Year Ended 31 July 2014

	Notes	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
Net cash inflow/(outflow) from operating activities	26	36,248	34,820
Exceptional expenditure		(91)	(1,384)
Net cash inflow/(outflow) after exceptional items	26	36,157	33,436
Returns on investments and servicing of finance	27	(4,350)	(4,946)
Capital expenditure and financial investment	28	(13,636)	(8,266)
Management of liquid resources	29	(13,561)	(21,011)
Financing	30	(1,794)	(2,272)
Increase/(decrease) in cash in the year		2,816	(3,059)

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT

	Notes	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
Increase/(decrease) in cash in the year		2,816	(3,059)
Increase/(decrease) from liquid resources	29	13,561	21,011
(Increase)/decrease from borrowings	30	1,794	2,272
Movement in net debt in year	31	18,171	20,224
Net debt at 1 August		(49,346)	(69,570)
Net debt at 31 July		(31,175)	(49,346)

NOTES TO THE FINANCIAL STATEMENTS

Note 1. Funding body grants

	Year Ended 31 July 2014			Year Ended 31 July 2013
	HEFCE £000	NCTL £000	TOTAL £000	TOTAL £000
RECURRENT GRANTS:				
HEFCE Teaching	20,130		20,130	36,058
HEFCE Research	1,665		1,665	2,137
HEFCE Widening participation	7,073		7,073	7,396
Other funding bodies		1,225	1,225	2,881
Higher Education Innovation Fund	1,431		1,431	1,511
SPECIFIC GRANTS:				
Other grants:	12	441	453	395
RELEASES OF DEFERRED CAPITAL GRANTS:				
Buildings (Note 22)	1,145		1,145	1,210
Equipment (Note 22)	53		53	47
	31,509	1,666	33,175	51,635

Grants are mostly received from the Higher Education Funding Council for England [HEFCE] or from the National College for Teaching and Leadership [NCTL] in respect of teacher training.

Note 2. Tuition fees and education contracts

	Year Ended 31 July 2014 £000	Year Ended 31 July 2013 £000
HE COURSE FEES		
HOME AND EC DOMICILE STUDENTS		
Full-time undergraduate	104,040	80,526
Full-time postgraduate	5,001	4,301
Part-time undergraduate	2,491	2,372
Part-time postgraduate	3,396	3,174
OVERSEAS (NON-EC) DOMICILE STUDENTS		
Overseas students	14,061	11,967
Sub-total HE course fees	128,989	102,340
Short course fees	932	762
Education contracts UK	346	327
Education contracts overseas	1,253	1,995
	131,520	105,424

NOTES TO THE FINANCIAL STATEMENTS

Note 3. Research grants and contracts

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Research councils	19	15
UK based charities	622	535
UK central government, local, health and hospital authorities	403	691
UK industry, commerce, public corporations	526	454
EU government bodies	257	161
EU other	43	163
Other overseas	110	381
Other	26	15
	2,006	2,415

Note 4. Other income

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Knowledge trading	4,198	4,268
Residences, catering and conferences	23,722	19,792
Remaining other income	4,084	4,431
Deferred capital grants released in year (Note 22)	311	311
	32,315	28,802

The following income is included within the above figures:

Operating lease rentals in respect of Woodhouse Building (Note 12)	159	159
---	-----	-----

Note 5. Endowment and investment income

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Income from permanent endowment asset investments		1
Income from expendable endowment asset investments	1	2
Other interest receivable	520	620
	521	623

NOTES TO THE FINANCIAL STATEMENTS

Note 6. Staff

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
STAFF COSTS		
Wages and salaries	81,958	77,622
Social security costs	6,627	6,330
Other pension costs (Note 32)	11,895	10,961
	100,480	94,913

The highest salary paid at 31 July 2014 represented 7.7 times the median pay at that date (2013: 6.4 times).

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
EMOLUMENTS OF THE VICE CHANCELLOR		
Basic salary	251	215
Benefits in kind	-	-
	251	215
University's pension contributions to the Teachers' Pensions Agency, in respect of the Vice Chancellor:		30
Total emoluments	251	245

The pension contributions represent the University's employer's pension contributions to the Teachers' Pension Scheme. Due to the length of service in the pension scheme the Vice Chancellor opted out in August 2013. The University therefore ceased making contributions and instead made a payment to her in lieu. The Vice-Chancellor earned no remuneration from any other positions held.

COMPENSATION FOR LOSS OF OFFICE

Compensation for loss of office, including pension costs and provisions for terminations agreed but not completed before 31 July 2014, paid to former higher paid employees during the year amounted to £83,000 (2013: £nil). Any pay in lieu of notice is included in the total staff costs and the analysis below.

	Year Ended 31 July 2014	Year Ended 31 July 2013
	Number	Number
REMUNERATION OF OTHER HIGHER PAID STAFF, EXCLUDING EMPLOYER'S PENSION CONTRIBUTIONS		
£100,000 - £109,999	2	-
£110,000 - £119,999	-	1
£120,000 - £129,999	2	3
£130,000 - £139,999	2	-
£140,000 - £149,999	1	2
	7	6

	Year Ended 31 July 2014	Year Ended 31 July 2013
	Number	Number
AVERAGE FULL-TIME EQUIVALENT STAFF NUMBERS		
Academic staff	990	1,047
Support staff	1,272	1,127
	2,262	2,174

NOTES TO THE FINANCIAL STATEMENTS

Note 7. Governor remuneration

In accordance with the Instrument of Government, the Board of Governors has the power to remunerate the lay Chair and Chairs of Committees for their services as Governors. Governors who are also employees or students of the University are not entitled to claim such remuneration.

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Total Remuneration paid	13	23

Reimbursement of expenses

All Governors are entitled to reimbursement of expenditure incurred directly in attending meetings, provided that the claim is in accordance with the requirements that all senior employees have to meet in order to reclaim expenditure, for example, the production of relevant receipts. Eight Governors (2013: Nine) claimed expenses in the year.

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Total reimbursement	3	5

Note 8. Other operating expenses

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Student support	5,906	5,944
Teaching support	5,470	5,817
Staff support	4,845	4,041
Facilities management	20,407	19,063
Utilities	3,501	3,639
Equipment	4,058	3,875
Communications	1,443	1,172
Catering	2,543	1,982
Travel and subsistence	2,541	2,679
Consumables	1,517	1,412
Audit, legal and other professional services	3,727	2,611
Advertising and marketing	3,484	3,127
Insurance and financial expenses	1,138	1,800
	60,580	57,162

The following costs are included within the above figures:

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
External auditors' remuneration for:		
University audit services	50	49
Subsidiaries audit services	2	2
Non-audit work	12	7
Internal auditors' remuneration for non-audit work	77	67
Operating lease rentals - buildings (see note 37)	10,224	10,550
Operating lease rentals - plant & equipment (see note 37)	471	430
Student Union grant	925	796

NOTES TO THE FINANCIAL STATEMENTS

Note 9. Interest and other finance costs

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Finance leases	1,307	1,322
Interest payable on Capital Release scheme	2,364	2,372
Loans secured on residential properties	3,671	3,694
Bank loans not wholly repayable within 5 years	1,382	1,487
Other interest payable	-	22
Pension provision financing costs	592	530
FRS17 pension financing costs	(907)	(196)
Total	4,738	5,537

Note 10. Analysis of 2013/14 expenditure by activity

	Staff Costs	Other Operating Expenses	Depreciation	Interest Payable	Total
	£000	£000	£000	£000	£000
Academic departments	58,674	10,620	902	-	70,196
Academic services	12,533	4,664	1,065	-	18,262
Research grants and contracts	2,340	1,425	51	-	3,816
Residences, catering and conferences	1,660	14,670	960	3,671	20,961
Premises	4,098	14,009	6,491	-	24,598
Administration	19,160	13,552	190	1,067	33,969
Other services rendered	2,015	1,640	11	-	3,666
Total	100,480	60,580	9,670	4,738	175,468

The depreciation charge has been funded by:

	£000
Deferred capital grants released (Note 22)	1,509
Revaluation reserve released (Note 24)	2,612
General income	5,666
Depreciation per fixed assets (Note 12)	9,787
Profit on disposal	(9)
Diminution written back (Note 12 £0.108m accumulated depreciation)	(108)
	9,670

Note 11. Exceptional items

	Consolidated & University	
	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Restructuring costs	-	65
(Surplus)/deficit on disposal of fixed assets	-	(82)
Other - costs resulting from water damage to buildings	-	19
Total	-	2

NOTES TO THE FINANCIAL STATEMENTS

Note 12. Tangible assets

Consolidated and University	Assets Under Construction	Land and Buildings	Owned Equipment, Furniture & Fittings	Total
	£000	£000	£000	£000
COST OR VALUATION				
At 1 August 2013				
Valuation	-	409,718	-	409,718
Cost	2,816	33,170	29,891	65,877
	2,816	442,888	29,891	475,595
Additions at cost	8,667	4,176	5,862	18,705
Assets brought into use	(2,816)	2,816	-	-
Disposals and transfers in Year	-	(26,965)	(10)	(26,975)
Gain/(loss) on revaluation	-	1,519	-	1,519
At 31 July 2014				
Valuation	-	396,198	-	396,198
Cost	8,667	28,236	35,743	72,646
	8,667	424,434	35,743	468,844
ACCUMULATED DEPRECIATION				
At 1 August 2013	-	(121,918)	(21,263)	(143,181)
Charge for year	-	(6,869)	(2,918)	(9,787)
Eliminated on disposals and transfers	-	26,565	10	26,575
Gain/(loss) on revaluation	-	(481)	-	(481)
Recovery/(loss) on diminution	-	108	-	108
At 31 July 2014	-	(102,595)	(24,171)	(126,766)
Net book value at 31 July 2014	8,667	321,839	11,572	342,078
Net book value at 31 July 2013	2,816	320,970	8,628	332,414
Financed by capital grant	-	54,493	67	54,560
Other	8,667	267,346	11,505	287,518
Net book value at 31 July 2014	8,667	321,839	11,572	342,078

On 30 June 1997 the University entered into a lease, with CVCP Properties plc, for part of the City Site, Woodhouse Building. Under the terms of the lease, which runs for 20 years, CVCP Properties plc is permitted to use the leased premises for educational purposes. The lease has been classed as an operating lease and the rental income is disclosed in note 4, Other Income.

On 30 June 1997 the University entered into an underlease, with CVCP Properties plc, for part of the City Site, Woodhouse Building. Under the terms of the lease, which runs for 20 years (less 3 days), the University is permitted to use the leased premises for educational purposes. The lease has been classed as an operating lease and the rental payments are disclosed in note 37, Financial Commitments.

Land & Buildings assets are all on land held freehold by the group and the University, except two sites with a leasehold at a cost of £28,003,000 (2013: £28,003,000) and a Net Book Value of £24,913,000 (2013: £25,505,000). Depreciation of leasehold buildings amounted to £592,000 (2013: £226,000).

Land and Building disposals reflect the elimination of fully written down elements of buildings that are under refurbishment. There is no impact on net book values. They also reflect the disposal of a £400,000 building sold during the year.

Land & Buildings includes valuation and cost of £105,437,000 (2013: £105,437,000) and net book value of £80,580,000 (2013: £81,944,000) in respect of assets subject to finance leases held by both the group and the University.

NOTES TO THE FINANCIAL STATEMENTS

During the year the value of the University's land & buildings has been assessed in accordance with its valuation policy, resulting in a net gain of £1,146,000. DTZ Debenham Tie Leung, Chartered Surveyors, completed a full valuation as at 31 July 2014 of all University land, and buildings that had been subject of significant modifications since the previous valuation as at 31 July 2012, based on the expected completions when the valuation was commissioned in May 2014. All other buildings were valued at the same time using typical market index movements. As a result 30% of the Net Book Value has been valued based on a full inspection, 60% based on market indices and 10% at cost, in line with our policy on leased buildings and work in progress. The basis of valuing land and buildings is depreciated replacement cost, except properties available for sale, which are valued at open market value, and properties where the University leases the building but does not own the freehold, which are valued at cost less accumulated depreciation. The valuations were made in accordance with the guidance notes contained in the Statement of Asset Valuation Practice published by the Royal Institution of Chartered Surveyors.

During 2005/2006 the University entered into lease agreements with UPP Leeds Metropolitan Limited covering three student halls of residence comprising 1,559 bedrooms, referred to as the Capital Release Scheme. The company is responsible for managing and operating the halls of residence in close co-operation with the University. Under the terms of the leases the University retains the freehold interest and the three properties revert back to the University at the end of the thirty year term. In 2009/2010 the University entered into a lease agreement with UPP Leeds Metropolitan 2 Limited to finance the building of the Carnegie Village building on the Headingley campus.

Owned Equipment, Furniture and Fittings includes one Heritage Asset, the painting "The Golden Trees" by Joash Woodrow. This is valued at £25,000 being the purchase cost and, as a heritage asset, is not depreciated.

Note 13. Investments

	Consolidated		University	
	31 July 2014	31 July 2013	31 July 2014	31 July 2013
	£000	£000	£000	£000
FIXED ASSET INVESTMENTS				
Wholly owned subsidiary companies:				
Leeds Beckett University Enterprises Limited			-	-
Other:				
CVCP Properties plc	37	37	37	37
	37	37	37	37

CVCP Properties plc is an unquoted company, originally set up by the members of Universities UK to finance property acquisition, and the shares are stated at cost. In the Governors' opinion, the market value of the investment is not materially different from the cost at the balance sheet date.

	Consolidated		University	
	31 July 2014	31 July 2013	31 July 2014	31 July 2013
	£000	£000	£000	£000
Current asset investments				
Fixed interest deposits	59,632	46,250	59,632	46,250
	59,632	46,250	59,632	46,250

The Governors believe that the carrying value of the investments is supported by the underlying net assets.

Note 14. Subsidiary undertakings

Leeds Beckett University Enterprises Limited (formerly Leeds Metropolitan University Enterprises Limited) is a wholly owned company limited by guarantee which undertakes consultancy, applied research and conference letting activities. It prepares Financial Statements to 31 July.

The University is a member of the Northern Universities Consortium for Credit Accumulations and Transfer (NUCCAT). NUCCAT is involved in promoting and sharing best practice, staff development, undertaking projects with regards to modularity, credit frameworks and related academic matters. The potential liability of the University is limited to £1 in the event of bankruptcy of NUCCAT.

NOTES TO THE FINANCIAL STATEMENTS

Note 15. Associated company

The University owns 30% of the 10,000 £1 Ordinary shares issued by MyPeakPotential Limited (MPP), a company registered in England & Wales. MPP provides training in leadership and personal and management development at its base in Germany. The University uses the services of MPP, to provide relevant training to students and staff, and MPP uses the services of the University to provide relevant teaching as part of the courses it runs. MPP prepares Financial Statements up to 31 December. The University has also made loans to MPP at commercial interest rates partly secured against the assets of the business. In 2009/2010, very difficult conditions and uncertainty in the property market, led the University to take a very prudent approach and provide for the full amount advanced. MPP trading has stabilised and they continue to repay interest and capital on the loans made. However profits have not yet offset previous losses made so no further income has been recognised in these Financial Statements.

The University owns 45 shares out of 90 £1 Ordinary Shares issued, a 50% holding, in MoreLife (UK) Limited (MoreLife) (formerly Carnegie Weight Management Limited), a company registered in England & Wales. MoreLife provides services to tackle childhood obesity. The University provides only accommodation and related services. No services are supplied to the University by MoreLife. MoreLife prepares Financial Statements to 31 March and the University's share of MoreLife profits are based on the unaudited management accounts to 30 June 2014.

The University acquired 40 shares out of 99 £1 Ordinary Shares issued, a 40% holding, in Rhodes Beckett Limited (Rhodes Beckett), a company registered in England & Wales. Rhodes Beckett provides services to advise organisations and their employees on health and wellbeing matters. The University has sold certain intellectual property to Rhodes Beckett and is a customer of the new business. Rhodes Beckett was formed on 20 November 2013 and prepares Financial Statements to 30 November. As no Financial Statements have yet been completed no share of profits have been recognised this year.

	Consolidated and University	
	31 July 2014	31 July 2013
	£000	£000
ASSOCIATED COMPANY INVESTMENT		
Share of net assets at 1 August	41	12
Purchase of shares	8	-
Share of profit/(loss) for the year	76	34
less: Dividends received	(5)	(5)
Share of net assets at 31 July	120	41

Note 16. Endowment assets

	Consolidated and University	
	31 July 2014	31 July 2013
	£000	£000
Increase/(decrease) in cash balances	179	11
Movement for the year	179	11
At 1 August	190	179
At 31 July	369	190
REPRESENTED BY:		
Cash and investment balances	369	190
Share of net assets at 31 July	369	190

NOTES TO THE FINANCIAL STATEMENTS

Note 17. Debtors

	Consolidated		University	
	31 July 2014	31 July 2013	31 July 2014	31 July 2013
	£000	£000	£000	£000
AMOUNTS FALLING DUE WITHIN ONE YEAR:				
Trade debtors	9,185	9,863	9,085	9,513
Due from group companies	-	-	143	34
Due from associated companies	6	14	6	14
Prepayments and accrued income	3,046	2,039	2,890	2,031
	12,237	11,916	12,124	11,592

Note 18. Creditors: amounts falling due within one year

	Consolidated		University	
	31 July 2014	31 July 2013	31 July 2014	31 July 2013
	£000	£000	£000	£000
Bank loans (Note 20)	1,575	1,507	1,575	1,507
Trade creditors	9,787	10,693	9,705	10,594
Interest accrued	873	881	873	881
Other taxation and social security	3,763	3,614	3,763	3,614
Accruals and deferred income	15,735	12,805	15,705	12,581
Finance leases (Note 20)	181	147	181	147
UPP Capital release creditor (Note 20)	919	821	919	821
Other loans (Note 20)	177	-	177	-
	33,010	30,468	32,898	30,145

Note 19. Creditors: amounts falling due after more than one year

	Consolidated		University	
	31 July 2014	31 July 2013	31 July 2014	31 July 2013
	£000	£000	£000	£000
Bank loans (Note 20)	32,854	34,428	32,854	34,428
Finance leases (Note 20)	20,158	20,339	20,158	20,339
UPP Capital release creditor (Note 20)	39,691	40,609	39,691	40,609
Other loans due after more than one year	502	-	502	-
Other creditors due after more than one year	179	905	179	905
	93,384	96,281	93,384	96,281

NOTES TO THE FINANCIAL STATEMENTS

Note 20. Borrowings

	Consolidated and University	
	31 July 2014	31 July 2013
	£000	£000
(A) BANK LOAN		
The bank loans are repayable as follows:		
In one year or less	1,575	1,507
Between one and two years	1,644	1,574
Between two and five years	5,461	5,193
In five years or more	25,749	27,661
	34,429	35,935

The above bank loan includes £3.450m repayable by instalments falling due between the year end and 2019, secured on a portion of the freehold land and buildings of the University. The remaining £30.979m represents amounts drawn down under various terms repayable between the year end and 2035.

	£000	£000
(B) UPP CAPITAL RELEASE SCHEME CREDITOR		
The net obligations to which the University is committed are:		
In one year or less	919	821
Between one and two years	1,017	919
Between two and five years	3,638	3,344
In five years or more	35,036	36,346
	40,610	41,430

	£000	£000
(C) FINANCE LEASE		
The net obligations to which the University is committed are:		
In one year or less	181	147
Between one and two years	214	181
Between two and five years	845	744
In five years or more	19,099	19,414
	20,339	20,486

	£000	£000
(D) OTHER LOANS		
The net obligations to which the University is committed are:		
In one year or less	177	-
Between one and two years	177	-
Between two and five years	325	-
	679	-

NOTES TO THE FINANCIAL STATEMENTS

Note 21. Provisions for liabilities

	Consolidated and University	
	31 July 2014	31 July 2013
	£000	£000
Unfunded pension liabilities:		
At 1 August	14,530	14,016
Expenditure in the year	(882)	(866)
Interest charged in I&E (Note 9)	592	530
Actuarial (gains)/losses	40	850
At 31 July	14,280	14,530
Liability for costs of restoration of leasehold properties on termination:		
At 1 August	-	-
Transfer from Creditors	778	-
Expenditure in the year	(7)	-
Charged in income and expenditure account	127	-
At 31 July	898	-
Total	15,178	14,530

Note 22. Deferred capital grants

	Consolidated and University		
	HEFCE	Other Grants	Total
	£000	£000	£000
At 1 August 2013			
Land and buildings	43,057	11,728	54,785
Equipment	120	-	120
	43,177	11,728	54,905
Cash received and receivable			
Land and buildings	1,164	-	1,164
Equipment	-	-	-
	1,164	-	1,164
Released to income and expenditure account			
Land and buildings	(1,145)	(311)	(1,456)
Equipment	(53)	-	(53)
	(1,198)	(311)	(1,509)
At 31 July 2014			
Land and buildings	43,076	11,417	54,493
Equipment	67	-	67
	43,143	11,417	54,560

NOTES TO THE FINANCIAL STATEMENTS

Note 23. Endowments

	Consolidated and University		
	Permanent Restricted	Expendable Restricted	Total
	£000	£000	£000
At 1 August 2013	61	129	190
Additions in year	-	187	187
Income for year	-	1	1
Direct expenditure for year	-	(9)	(9)
At 31 July 2014	61	308	369

Note 24. Revaluation reserve

	Consolidated		University	
	31 July 2014	31 July 2013	31 July 2014	31 July 2013
	£000	£000	£000	£000
Net revaluation amount at 1 August	127,416	129,997	132,485	135,151
Revaluations				
At 1 August	189,298	189,209	193,658	193,568
Revaluations in year	1,038	112	1,038	112
Eliminated on disposals	(400)	(23)	(400)	(22)
	189,936	189,298	194,296	193,658
HEFCE reimbursement of inherited capital liabilities				
At 1 August	13,325	13,325	13,325	13,325
Reimbursed in year	-	-	-	-
	13,325	13,325	13,325	13,325
Contributions to depreciation				
At 1 August	(75,207)	(72,537)	(74,498)	(71,742)
Released in year	(2,612)	(2,670)	(2,699)	(2,756)
	(77,819)	(75,207)	(77,197)	(74,498)
Net revaluation amount at 31 July	125,442	127,416	130,424	132,485

NOTES TO THE FINANCIAL STATEMENTS

Note 25. Income and expenditure account

	Consolidated		University	
	31 July 2014	31 July 2013	31 July 2014	31 July 2013
	£000	£000	£000	£000
Income and expenditure account excluding pension reserve				
Surplus/(deficit) on continuing operations	24,153	21,931	24,153	21,929
FRS17 charges to income and expenditure account	1,591	2,129	1,591	2,129
Additional pension contributions made	(411)	(396)	(411)	(396)
Actuarial gain/(loss) on pension provision	(40)	(850)	(40)	(850)
Transfer from revaluation reserve	3,012	2,670	3,099	2,756
	28,305	25,484	28,392	25,568
At 1 August	69,186	43,702	64,116	38,548
At 31 July	97,491	69,186	92,508	64,116
Pension reserves (Note 32)				
FRS17 charges to income and expenditure account	(1,591)	(2,129)	(1,591)	(2,129)
Actuarial gain/(loss) on pension scheme	(1,660)	10,579	(1,660)	10,579
Additional contributions made	411	396	411	396
	(2,840)	8,846	(2,840)	8,846
At 1 August	(57,770)	(66,616)	(57,770)	(66,616)
At 31 July	(60,610)	(57,770)	(60,610)	(57,770)
Total income and expenditure reserves:				
Income and expenditure account excluding pension reserve	97,491	69,186	92,508	64,116
Pension reserve	(60,610)	(57,770)	(60,610)	(57,770)
	36,881	11,416	31,898	6,346

NOTES TO THE FINANCIAL STATEMENTS

Note 26. Reconciliation of consolidated operating surplus/(deficit) to net cash flow from operating activities

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Surplus/(deficit) on continuing operations after depreciation of assets at valuation	24,145	21,922
Depreciation in the value of fixed assets	9,787	9,408
(Surplus)/deficit on the disposal of fixed assets	(9)	(103)
Diminution (gain)/loss in value of land & buildings	(108)	-
Deferred capital grants released to income	(1,509)	(1,568)
Interest receivable	(521)	(623)
Interest payable	4,738	5,537
(Increase)/decrease in stock	(17)	4
(Increase)/decrease in operating debtors	(511)	(2,190)
Increase/(decrease) in operating creditors	(1,163)	(23)
Increase/(decrease) in provisions	(762)	(866)
Increase/(decrease) in pensions liability	2,087	1,929
Endowment fund transfers	-	9
Exceptional restructuring expenses	91	1,384
Net cash inflow/(outflow) from operating activities before exceptional items	36,248	34,820
Exceptional expenditure	(91)	(1,384)
Net cash inflow/(outflow) from operating activities after exceptional items	36,157	33,436

Note 27. Returns on investments and servicing of finance

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Interest received	711	278
Interest element of finance lease rental payments	(1,307)	(1,322)
Other interest paid	(1,390)	(1,530)
UPP Capital release scheme interest	(2,364)	(2,372)
Net cash inflow/(outflow) from returns on investments and servicing of finance	(4,350)	(4,946)

Note 28. Capital expenditure and financial investment

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Purchase of tangible fixed assets	(15,317)	(9,300)
Proceeds from disposal of assets	409	325
Deferred capital grants received	1,164	731
Additions to investments	(84)	(34)
Repayment of investment	5	12
New endowments received	187	-
Net cash inflow/(outflow) from capital expenditure and financial investment	(13,636)	(8,266)

NOTES TO THE FINANCIAL STATEMENTS

Note 29. Management of liquid resources

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Deposits to investments	(13,382)	(21,000)
Movement on endowment assets	(179)	(11)
Net cash inflow/(outflow) from management of liquid resources	(13,561)	(21,011)

Note 30. Financing

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
New Other loans	707	-
Bank loan repaid	(1,506)	(1,436)
Capital element of finance lease rental payments	(147)	(113)
Movement in UPP Capital release creditor	(820)	(723)
Other loans repaid	(28)	-
Net cash inflow from financing	(1,794)	(2,272)

Note 31. Analysis of movement in net debt

	At 31 July 2014	Cash flows	At 31 July 2013
	£000	£000	£000
Liquid assets			
Cash in hand and at bank	4,881	2,816	2,065
Endowment assets	369	179	190
Short-term deposits	59,632	13,382	46,250
Debt due within one year			
Mortgages and unsecured loans	(1,575)	(68)	(1,507)
Obligations under finance leases	(181)	(34)	(147)
Other Loans	(177)	(177)	-
UPP Capital release scheme	(919)	(98)	(821)
	(2,852)	(377)	(2,475)
Debt due after one year			
Mortgages and unsecured loans	(32,854)	1,574	(34,428)
Obligations under finance leases	(20,158)	181	(20,339)
UPP Capital release scheme	(39,691)	918	(40,609)
Other Loans	(502)	(502)	-
	(93,205)	2,171	(95,376)
Total	(31,175)	18,171	(49,346)

NOTES TO THE FINANCIAL STATEMENTS

Note 32. Pension and similar obligations

The three principal pension schemes for the University's staff are the Teachers' Pension Scheme (TPS), the Universities Superannuation Scheme (USS) and the Local Government Pension Scheme (LGPS) which are externally funded and contracted out of the State Earnings-Related Pension Scheme.

The LGPS is regulated by statute, with separate regulations for (a) England & Wales and (b) Scotland. The benefits of the LGPS are determined nationally by regulation and meet the definition of a defined benefit scheme. The LGPS is a funded scheme, with some 100 separate funds administered locally by administering authorities. Each fund has many employing authorities. The City of Bradford Metropolitan District Council is the administering authority for the West Yorkshire Pension Fund (WYPF), i.e. the LGPS local fund. The metropolitan councils in West Yorkshire, and other bodies, for example the University, are employing bodies within the WYPF. The WYPF is a funded defined benefit scheme.

The University reports pension costs in accordance with Financial Reporting Standard 17 (FRS17): Retirement Benefits requiring detailed disclosures for defined benefit schemes. The TPS and USS are multi-employer schemes for which it is not possible to identify assets and liabilities to institutional members and are therefore accounted for as if they were defined contribution schemes.

The total pension cost for the University, and its subsidiary companies, was:

	Year Ended 31 July 2014	Year Ended 31 July 2013
	£000	£000
Costs of TPS	(5,168)	(4,966)
Costs of USS	(353)	(238)
Costs of WYPF (See below)	(6,286)	(5,757)
Other pension costs and accruals	(88)	-
Total pension cost (Note 6)	(11,895)	(10,961)
The costs of WYPF are made up as follows:		
Current service cost	(6,276)	(5,757)
Past service costs	(10)	-
	(6,286)	(5,757)

As at 31 July 2014, there were 2,373 [2013: 2,213] staff members contributing to pension schemes, 1,091 [2013: 1,034] in the Teachers' Pension Scheme, 44 [2013: 34] in the Universities Superannuation Scheme and 1,238 [2013: 1,136] in the West Yorkshire Pension Fund.

Teachers' Pension Scheme (TPS)

The Teachers' Pension Scheme (TPS) is a statutory, contributory, defined benefit scheme. The regulations under which the TPS operates are the Teachers' Pensions Regulations 1997, as amended. These apply to teachers in schools and other educational establishments in England & Wales maintained by local authorities, to teachers in many independent and voluntary-aided schools, and to teachers and lecturers in establishments of further and higher education. Membership is automatic for full-time teachers and lecturers and from 1 January 2007 automatic for teachers and lecturers in part-time employment following appointment or a change of contract. Teachers and lecturers are able to opt out of the TPS.

Although teachers and lecturers are employed by various bodies, their retirement and other pension benefits, including annual increases payable under the Pensions (Increase) Acts are, as provided for in the Superannuation Act 1972, paid out of monies provided by Parliament. The teachers' contributions and employers' contributions are credited to the Exchequer under arrangements governed by the above Act.

The contribution rate paid into the TPS is assessed in two parts. First, a standard contribution rate (SCR) is determined. This is the contribution, expressed as a percentage of the salaries of teachers and lecturers in service or entering service during the period over which the contribution rate applies, which if it were paid over the entire active service of these teachers and lecturers would broadly defray the cost of benefits payable in respect of that service. Secondly, a supplementary contribution is payable if, as a result of the actuarial investigation, it is found that accumulated liabilities of the account for benefits to past and present teachers, are not fully covered by standard contributions to be paid in future and by the notional fund built up from past contributions. The total contribution rate payable is the sum of the SCR and the supplementary contribution rate.

NOTES TO THE FINANCIAL STATEMENTS

Note 32. Pension and similar obligations continued

With effect from 1 April 2012 employee contributions changed to a tiered structure where contributions vary between 6.4% on salaries up to £14,999pa and 12.4% on salaries over £100,000pa. The employers contribution is unchanged at 14.1%.

On 9th March 2012, following the Independent Public Services Pensions Commission report (the 'Hutton Report'), a proposed final agreement has been published which will change the scheme to pay pensions based on career average rather than final salaries, together with other modifications to the scheme, to take effect in 2015.

There was a balance of £758,000 owing by the University as at 31 July 2014 (2013: £700,000 owed by the University).

The Teachers' Pensions Regulations require an annual account, the Teachers' Pension Account, to be kept of receipts and expenditure (including the cost of pensions' increases). From 1 April 2001, the Account has been credited with a real rate of return (in excess of price increases and currently set at 3.5%), which is equivalent to assuming that the balance in the Account is invested in notional investments that produce that real rate of return.

The Government Actuary (GA), using normal actuarial principles, conducts a formal actuarial review of the TPS, not less than every four years. The aim of the review is to specify the level of future contributions. The last valuation of the TPS was at 31 March 2012 and can be found on the Teacher Pensions website at: www.teacherspensions.co.uk. The GA's report published in June 2014 revealed a deficit of £15.0 billion as the total liabilities of the Scheme (pensions currently in payment and the estimated cost of future benefits) amounted to £191.5 billion and the value of the assets (estimated future contributions together with the proceeds from the notional investments held at the valuation date) was £176.6 billions. The assumed real rate of return is 3.0% in excess of prices (using the CPI measure), which are expected to increase by 2% as are pensions, while real earnings growth is assumed to be 2.75%. The scheme is being modified in 2015 to operate on a career average basis and employer contributions are being increased to 16.4% which includes 5.6% to meet the shortfall in the fund over the next fifteen years.

Universities Superannuation Scheme (USS)

The Universities Superannuation Scheme (USS) is a defined benefit scheme which is contracted out of the States Second Pension (S2P). The assets of the scheme are held in a separate fund administered by the trustee, Universities Superannuation Scheme Limited. Under the scheme trust deed and rules, the employer contribution rate is determined by the trustee acting on actuarial advice.

Because of the mutual nature of the scheme, the institution is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis and therefore, as required by FRS 17 "Retirement benefits", accounts for the scheme as if it were a defined contribution scheme. As a result, the amount charged to the income and expenditure account represents the contributions payable to the scheme in respect of the accounting year.

During the year, the University's contribution rate was 16.0% and the employees' contribution rate 7.5% for members who joined before 1 October 2011 or 6.5% for members who joined after that date. There was a balance of £nil owing by the University as at 31 July 2014 (2013: £nil).

West Yorkshire Pension Fund (WYPF)

The actuaries to the WYPF completed a valuation of the Fund as at 31 March 2013 in accordance with the Regulations governing the LGPS. The results of the valuation were set out in the Rates and Adjustments Certificate dated 13 January 2014. Based on that valuation, the required employer contribution rate for the University was set at 11.8% (previously 11.5%) of pensionable remuneration per annum, from 1 April 2014 to 31 March 2017. In addition an additional sum of £415,000 in 2014/2015, increasing annually to £655,000 in 2016/2017, is to be paid and additional contributions will be required in respect of the costs arising from non-ill health early retirements prior to age 60 occurring in the period of the Rates and Adjustments Certificate. The 2013 valuation was carried out using the projected unit actuarial method.

During the year, the University's contribution rate was 11.5% to 31 March 2014 and 11.8% thereafter. The employees' contribution rate ranged from 5.5% to 12.5%. The expected contribution for 2014/2015 is £4.430m. There was a balance of £518,000 owing by the University as at 31 July 2014 (2013: £470,000).

NOTES TO THE FINANCIAL STATEMENTS

Note 32. Pension and similar obligations continued

Reconciliation of funded status to balance sheet

	Value as at 31 July 2014 £m	Value as at 31 July 2013 £m
Fair value of assets	157.752	158.623
Present value of liabilities	(218.362)	(216.393)
Net pension asset / (liability) (Note 25)	(60.610)	(57.770)

Analysis of income and expenditure charge

	Year ending 31 July 2014 £m	Year ending 31 July 2013 £m
Current service cost	(6.276)	(5.757)
less contributions already charged	3.788	3.432
Past service cost charged in staff costs	(0.010)	-
Accrual to maintain current service costs per FRS17	(2.498)	(2.325)
Interest cost	(9.809)	(8.277)
Expected return on assets	10.716	8.473
Interest Credit/(Expense) recognised	0.907	0.196
Credit/(charge) to I&E excluding exceptional costs (Note 25)	(1.591)	(2.129)
Total credit/(charge) including exceptional costs	(1.591)	(2.129)

Analysis of amount recognised in Statement of Total Recognised Gains and Losses

	Year ending 31 July 2014 £m	Year ending 31 July 2013 £m
Total actuarial gains/(losses)	(1.660)	10.579
Total gain/(loss) in STRGL (Note 25)	(1.660)	10.579

Changes to the present value of liabilities during the accounting year

	Year ending 31 July 2014 £m	Year ending 31 July 2013 £m
Current service cost	6.276	5.757
Interest cost	9.809	8.277
Contributions by participants	2.197	2.000
Actuarial (gains) / losses on liabilities	(11.042)	4.868
Net benefits paid out	(5.281)	(5.056)
Past service cost	0.010	-
Net increase/(decrease) in liabilities	1.969	15.846
Opening present value of liabilities	216.393	200.547
Closing present value of liabilities	218.362	216.393

NOTES TO THE FINANCIAL STATEMENTS

Note 32. Pension and similar obligations continued

Changes to the fair value of assets during the accounting year

	Year ending 31 July 2014 £m	Year ending 31 July 2013 £m
Expected return on assets	10.716	8.473
Actuarial gains / (losses) on assets	(12.702)	15.447
Actual return on assets	(1.986)	23.920
Contributions by the employer	4.199	3.828
Contributions by participants	2.197	2.000
Net benefits paid out	(5.281)	(5.056)
Net increase/(decrease) in assets	(0.871)	24.692
Opening fair value of assets	158.623	133.931
Closing fair value of assets	157.752	158.623

Assumptions

The latest actuarial valuation of the University's liabilities took place as at 31 March 2013. The principal assumptions used by the independent qualified actuaries in updating the latest valuation of the Fund for FRS17 purposes were:

Principal financial assumptions

Percentage rates per annum:

	31 July 2014	31 July 2013
Discount rate	4.10%	4.50%
RPI inflation	3.20%	3.60%
CPI inflation	2.20%	2.70%
Rate of increase to pensions in payment	2.20%	2.70%
Rate of increase to deferred pensions	2.20%	2.70%
Rate of general increase in salaries (Based on an average over expected working lives)	3.67%	4.05%

The assumed life expectations on retirement at age 65 are as follows:

Retiring today:

Males	22.5	22.1
Females	25.4	24.3

Retiring in 20 years:

Males	24.7	23.9
Females	27.7	26.2

Expected return on assets

	Long-term expected rate of return at 31 July 2014 (%pa)	Asset split at 31 July 2014 (%)	Long-term expected rate of return at 31 July 2013 (%pa)	Asset split at 31 July 2013 (%)	Long-term expected rate of return at 31 July 2012 (%pa)	Asset split at 31 July 2012 (%)
Equities	7.50	75.1	7.80	73.1	7.50	69.9
Property	6.80	3.3	7.30	3.0	7.00	3.6
Government bonds	3.20	10.3	3.30	11.4	2.50	13.3
Corporate bonds	3.70	5.2	4.00	5.7	3.20	5.7
Cash	1.10	3.9	0.90	3.8	1.40	2.8
Other	7.50	2.2	7.80	3.0	7.50	4.7
Total	6.60	100.0	6.80	100.0	6.40	100.0

Leeds Beckett University employs a building block approach in determining the rate of return on fund assets. Historical markets are studied and assets with higher volatility are assumed to generate higher returns consistent with widely accepted capital market principles. The assumed rate of return on each asset class is set out within this note. The overall expected rate of return on assets is then derived by aggregating the expected return for each asset class over the actual asset allocation for the Fund at 31 July 2014.

NOTES TO THE FINANCIAL STATEMENTS

Note 32. Pension and similar obligations continued

History of experience gains and losses

	As at 31 July 2014 £m	As at 31 July 2013 £m	As at 31 July 2012 £m	As at 31 July 2011 £m	As at 31 July 2010 £m
Fair value of assets	157.752	158.623	133.931	129.264	117.089
Present value of liabilities funded	218.362	216.393	200.547	162.781	167.253
Present value of liabilities unfunded surplus / (deficit)	(60.610)	(57.770)	(66.616)	(33.517)	(51.744)
Experience gains / (losses) on assets	(12.702)	15.447	(7.044)	0.587	8.036
- as a percentage of assets	-8.1%	9.7%	-5.3%	0.5%	6.9%
Experience gains / (losses) on liabilities	2.203	(0.071)	(0.991)	18.777	1.494
- as a percentage of liabilities	1.0%	0.0%	-0.5%	11.5%	0.9%

Note 33. Related Party Disclosures

The University has taken advantage of the disclosure exemption under FRS8, which applies to transactions and balances between group entities that have been eliminated on consolidation.

Due to the nature of the University's operations and the composition of the Board of Governors (many of whom are involved with other local public and private sector organisations), there are transactions with organisations in which a member of the Board of Governors or senior staff may have an interest. All such transactions are conducted at arm's length and in accordance with the University's Financial Regulations. All transactions totalling more than £1,000 are listed below:

Organisation	Name and position held	Income		Expenditure		Balance owed to/ (owing by) University £'000
		£'000	in respect of	£'000	in respect of	
Association of University Administrators	Ms S Holmes - Board member			2	Subscriptions, Training	-
Bettys & Taylors Group Ltd	Mr A Brown - Managing Director	2	Tuition Fees			-
Capita Plc	Mr R Walker - Director	17	Events, Course fees	6	Subscriptions, Training	-
Farnell Group	Mr S Webb - Company Secretary	5	Course fees	32	Communications equipment	-
Kier Maintenance	Mr Phil White - Director Kirsty Bashforth - Non-exec Director	6	Sponsorship	116	Construction services	7
Leeds Carnegie Rugby Club	Dr P Smith - Board member Mr G Davies - Board member	26	Course fees, Events	1,073	Facilities, Hospitality, Advertising	8
Leeds City College	Mr S Willis - Governor	73	Educational services	3	Consultancy, Course fees, Events	3

NOTES TO THE FINANCIAL STATEMENTS

Organisation	Name and position held	Income		Expenditure		Balance owed to/ (owing by) University £'000
		£'000	in respect of	£'000	in respect of	
Leeds Community Healthcare NHS Trust	Mr I Ellis - Non-exec Director Professor S Glen - Non-Executive Director	71	Educational services	13	Staff secondment	(3)
Leeds Metropolitan Students Union	Mr J Malpass-Clark - Trustee Ms S Rose - Trustee	16	Facilities services	948	Grants	(5)
Leeds York and North Yorkshire Chamber of Commerce	Mr S Willis - Director	0	Sponsorship	18	Subscriptions	-
Morelife	Professor A Slade - Director	54	Facilities services	31	Research contract	6
North Eastern Universities Purchasing Consortium	Ms S Holmes - Trustee			10	Subscriptions, training	-
The Northern Consortium UK	Mr A Disbury - Trustee			51	Student recruitment	-
Opera North	Ms A Bishop - Trustee	1	Course fees			1
Richmond House School	Mr L Everett - Director	2	Course fees			-
Society of College, National & University Libraries	Ms J Norry - Committee Member			4	Subscriptions, Training	-
UK Council Deans Health	Mr I Ellis - Chair			5	Subscriptions, Travel	-
Unipol	Mr A Disbury - Trustee Ms J Share - Trustee	0	Events	202	Accommodation services	(58)
Unison Leeds Beckett branch	Ms M Begum - Chair	2	Miscellaneous			-
Universities Chaplaincy in Leeds Trust	Professor S Glen - Trustee	0	Events	20	Subscriptions	-
University of Bolton	Professor P Marsh - Unpaid Emeritus Professor	8	Course fees	0	Commissions	-
Yorkshire County Cricket Club	Mr S Willis - Director Mr G Davies - Director	212	Facilities, Facilities services	3	Publicity, Facilities	58
Yorkshire Universities	Professor S Price - Director			31	Subscriptions, recruitment	-
YHMAN Limited	Dr B El-Haddadeh - Director	16	Miscellaneous	18	Communications equipment	-

NOTES TO THE FINANCIAL STATEMENTS

Note 33. Related Party Disclosures continued

Members of the Board of Governors are required to declare any outside interests. When an item arises in which a member has a pecuniary, business, family, or other personal interest, it must be declared and the member concerned may not take part in the consideration of the matter nor vote on it.

Note 34. Access funds

During the year the Department for Business & Skills made Access to Learning Funds available in order to provide financial help to students whose access to higher and further education might be inhibited by financial considerations. During the year the University made a total of 1,104 awards (2013: 1,028) to students, helping with general hardship, accommodation, travel, childcare, disability and part time fees. The movements on the University's Access to Learning Funds can be summarised as follows:

	31 July 2014 £	31 July 2013 £
Amount held in creditors due within one year at 1 August	-	4,689
Funding body grants	429,340	430,272
Interest earned	2,255	2,931
Additional Contributions	-	21,135
	431,595	454,338
Disbursed to students	(429,470)	(457,347)
Audit fees	(1,725)	(1,680)
	(431,195)	(459,027)
Amount held in creditors due within one year at 31 July	400	-

Note 35. NCTL Training bursaries

Training bursaries have been provided in the year in order that eligible post-graduate trainee teachers can receive their entitlement to a tax-free bursary whilst they train.

	31 July 2014 £	31 July 2013 £
Amount held in creditors due within one year at 1 August	35,200	14,700
Funding body grants		
Training bursaries	436,500	457,000
	436,500	457,000
Expenditure		
Training bursaries	(469,850)	(436,500)
	(469,850)	(436,500)
Amount held in Creditors due within one year at 31 July	1,850	35,200

Note 36. Capital commitments

	Consolidated and University	
	31 July 2014 £000	31 July 2013 £000
Commitments contracted and authorised at 31 July	18,465	9,785

NOTES TO THE FINANCIAL STATEMENTS

Note 37. Financial commitments

	Consolidated and University	
	31 July 2014 £000	31 July 2013 £000
At 31 July the University had annual commitments under non-cancellable operating leases as follows:		
Land and buildings		
Expiring within one year	23	63
Expiring between two and five years	6,719	6,775
Expiring after 5 years	3,829	3,760
	10,571	10,598
Other		
Expiring within one year	19	35
Expiring between two and five years	399	235
	418	270
At 31 July the University was due to receive annual rent under a non-cancellable operating lease as follows:		
Land and buildings		
Expiring within one year	22	-
Expiring between two and five years	176	200
Expiring after 5 years	129	129
	327	329

