

LETTERKENNY INSTITUTE OF TECHNOLOGY

FINANCIAL STATEMENTS FOR YEAR ENDED 31ST AUGUST 2010

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STATEMENT OF INSTITUTE RESPONSIBILITIES

The Institutes of Technology Acts 1992 to 2006 require the Institute to prepare financial statements in such form as may be approved by the Higher Education Authority and to submit them for audit to the Comptroller and Auditor General. In preparing these financial statements, the Institute is required to :-

- select suitable accounting policies and apply them consistently
- make judgments and estimates that are reasonable and prudent
- prepare the financial statements on the going concern basis unless that basis is inappropriate
- disclose and explain any material departures from applicable accounting standards.

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

Chairman : Henry Mc Geaney

President : Paul Henney

LETTERKENNY INSTITUTE OF TECHNOLOGY

STATEMENT ON INTERNAL CONTROL

For the year ended 31st August, 2010

Responsibility for the System of Internal Control

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

The system can only provide reasonable but not absolute assurance that assets are safeguarded, transactions are authorised and properly recorded, and that material errors or irregularities are either prevented or would be detected on a timely basis.

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

Key Control Procedures

The Institute has taken steps to ensure an appropriate control environment, including:

- Financial procedures and regulations are currently documented, implemented and up to date.
- Regular reviews by the Governing Body, and its Audit Committee, of periodic and annual financial reports, which include financial performance against budgets.
- Clearly defined capital investment control guidelines.

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

Risk Management

The Institute has undertaken the following actions in 2009/2010 to initiate a risk management strategy

- Drafted a risk management policy
- Incorporated risk management as an agenda item for Executive Board meetings

In 2010/2011 the Institute has commenced the development of an Institute wide risk register with a view to formalising a risk management strategy.

Annual Review of Controls

The Institute's Internal Audit committee has been consulted by the Internal Auditors and has approved the audit plan for 2010 and 2011 at this time.

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

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

We confirm that for the year ended 31 December 2010, the Governing Body conducted a review of the effectiveness of the system of Internal Financial Controls. The effectiveness of the system of Internal Financial Controls was approved by the Governing Body at its meeting on November 29, 2011.

The Governing Body is committed to fully implementing the latest Code and is working towards being in a position by 2011/12 to provide a Statement on Internal Control that conforms to the format set out.

Signed: Henry McGonery
Chairman

Date: 14-12-2011

Paul Hanney
President

Date: 19-12-2011



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

Letterkenny Institute of Technology

I have audited the financial statements of the Letterkenny Institute of Technology for the year ended 31 August 2010 under the Institutes of Technology Acts 1992 to 2006. The financial statements, which have been prepared under the accounting policies set out therein, comprise the statement of accounting policies, the income and expenditure account, the balance sheet, the cash flow statement and the related notes. The financial reporting framework that has been applied in their preparation is applicable law and Generally Accepted Accounting Practice in Ireland.

Responsibilities of the Institute

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

Responsibilities of the Comptroller and Auditor General

My responsibility is to audit the financial statements and report on them in accordance with applicable law.

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

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

Scope of audit of the financial statements

An audit involves obtaining evidence about the amounts and disclosures in the financial statements, sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of

- whether the accounting policies are appropriate to the Institute's circumstances, and have been consistently applied and adequately disclosed
- the reasonableness of significant accounting estimates made in the preparation of the financial statements, and
- the overall presentation of the financial statements.

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

Opinion on the financial statements

In my opinion, the financial statements, which have been properly prepared in accordance with Generally Accepted Accounting Practice in Ireland, give a true and fair view of the state of the Institute's affairs at 31 August 2010 and of its income and expenditure for the year then ended.

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

Matters on which I report by exception

I report by exception if

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

Internal Control Review

The Statement on Internal Control discloses that the Governing Body carried out a review of the effectiveness of the Institute's system of internal financial control for the calendar year 2010 in November 2011.

I have nothing to report in regard to other matters.

**John Buckley
Comptroller and Auditor General**

28 December 2011

Report of the Comptroller and Auditor General

/Ends

Statement of Accounting Policies for year ended 31st August, 2010

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

1. BASIS OF PREPARATION

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

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

2. RECOGNITION OF INCOME

State Grants:

Recurrent grants from the Higher Education Authority and other bodies are recognised in the period in which they are receivable.

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

Devolved Grants:

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

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

Research Grants and Contracts:

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

All research income and expenditure is shown under the headings 'Research Grants and Contracts'. Full provision is made for foreseeable losses.

Fee Income

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

Interest Income:

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

3. STOCKS

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

4. FIXED ASSETS and DEPRECIATION

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

(a) COST OR VALUATION

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

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

(b) EQUIPMENT

From 1 September 2009, equipment costing less than €3,000 per individual item is written off to the income and expenditure account in the year of acquisition. Where individual items of equipment purchased are below the capitalisation limit, €3,000, and the total purchase invoice is in excess of the limit, these items are individually capitalised in the normal way.

(c) DEPRECIATION

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

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

	Years
Buildings	50
Fixtures and Fittings including Prefabs	10
Computer equipment	3
Plant and Machinery	10
Equipment	5
Motor Vehicles	5

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

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

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

5. FOREIGN CURRENCIES

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

6. PENSIONS

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

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

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

7. DEFERRED CAPITAL GRANTS

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

8. CAPITAL DEVELOPMENT RESERVE

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

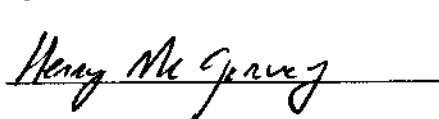
Income And Expenditure Account For The Year Ended 31 August 2010

INCOME	NOTE	2010 €'000s	2009 €'000s
State Grant	1	18,715	19,548
Tuition Fees	2	5,704	5,571
Student Registration Fees	3	3,882	2,092
Amortisation of Deferred Capital Grants	17	2,620	2,824
Research Grants and Contracts	4	1,358	1,335
Other Income Generating Activities	21	266	201
Other Income	6	2,077	2,498
Student Support Funding Income recognised	5	292	268
Interest Income		119	49
		35,033	34,386
EXPENDITURE			
Academic Departments	7	18,585	20,280
Academic Services	8	758	796
Facilities Costs	9	1,769	1,985
Central Administration and Services	10	4,076	4,165
General Educational Expenses	11	1,466	985
Student Registration Charge	3	817	868
Research Grants and Contracts	4	1,358	1,335
Other Income Generating Activities	21	331	296
Student Support Funding Income applied	5	289	301
Depreciation	14	2,620	2,824
		32,069	33,835
OPERATING SURPLUS		2,964	551
TRANSFER TO CAPITAL DEVELOPMENT RESERVE	20	(526)	(306)
ACCUMULATED SURPLUS AT 1st SEPTEMBER		5,143	4,898
ACCUMULATED SURPLUS AT 31st August		7,581	5,143

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

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

Signed on behalf of the Governing Body :



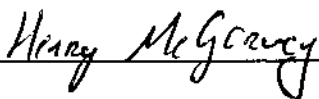


Balance Sheet As At 31 August 2010

	NOTE	2010 €'000s	2009 €'000s
FIXED ASSETS	14	63,107	64,634
		<u>63,107</u>	<u>64,634</u>
CURRENT ASSETS			
Debtors and Prepayments	15	5,013	4,016
Cash at bank and in hand		7,067	5,344
		<u>12,080</u>	<u>9,360</u>
CURRENT LIABILITIES			
Creditors and Accrued Expenses - Amounts falling due within one year	16	2,433	2,677
NET CURRENT ASSETS		<u>9,647</u>	<u>6,683</u>
NET ASSETS		<u>72,754</u>	<u>71,317</u>
Represented by :			
Deferred Capital Grants	17	63,107	64,634
Income and Expenditure Account		7,581	5,143
Capital Development Reserve	20	2,066	1,540
		<u>72,754</u>	<u>71,317</u>

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

Signed on behalf of the Governing Body :





Cash Flow Statement for the year ended 31 August 2010

	2010	2009
	€'000	€'000
Reconciliation of operating deficit to net cash inflow from operating activities		
Operating Surplus	2,964	551
Interest Income	(119)	(49)
Depreciation	2,620	2,824
Amortisation in line with asset depreciation	(2,620)	(2,824)
Decrease/(Increase) in Debtors	(997)	330
Increase/(Decrease) in Creditors	(244)	1,104
Net Cash Inflow/(Outflow) from Operating Activities	<u>1,604</u>	<u>1,936</u>

Cash Flow Statement

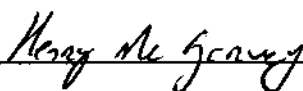
Net Cash Inflow/(Outflow) from Operating Activities	<u>1,604</u>	<u>1,936</u>
Interest Received	119	85
Capital Expenditure		
Payments to acquire Fixed Assets	(1,094)	(4,899)
Proceeds from the Disposal of Fixed Assets	-	-
<i>Net Cash Outflow for capital expenditure</i>	<u>(1,094)</u>	<u>(4,899)</u>
Financing		
State Capital Grants Spent on Fixed Assets	722	1,838
State Recurrent Grants Spent on Fixed Assets	279	809
Other funds spent on Fixed Assets	93	2,252
<i>Net Cash Inflow from Financing</i>	<u>1,094</u>	<u>4,899</u>
Increase/(Decrease) in Cash	<u>1,723</u>	<u>2,021</u>


Reconciliation of net cash flow to movement in net funds

Increase/(decrease) in cash	1,723	2,021
Opening net funds	<u>5,344</u>	<u>3,323</u>
Net Funds at 31 August	<u>7,067</u>	<u>5,344</u>

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

Signed on behalf of the Governing Body:





Notes To The Financial Statements

1. STATE GRANTS

	Allocated for Recurrent Expenditure €'000's	Allocated for Capital Expenditure €'000's	Total 2010 €'000's	Total 2009 €'000's
State Grant for Recurrent Expenditure - Higher Education Authority	17,030	278	17,308	19,222
State Grant for Recurrent Expenditure - Health Service Executive	1,145	1	1,146	1,304
State Grant for Minor Capital Works - Department of Education and Skills	533	573	1,106	665
State Grant for Capital Expenditure - Department of Education and Skills	7	149	156	872
State Grant for Capital Expenditure - Higher Education Authority	-	-	-	131
State Grant for Capital Expenditure - Enterprise Ireland	-	41	41	2,157
Total - 2010	18,715	1,042	19,757	24,351
Total - 2009	19,548	4,803	-	24,351

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

2. TUITION FEES

	2010 Student No. (WTE)	2010 €000's	2009 Student No. (WTE)	2009 €000's
Fees Paid by State	2,653	4,794	2,437	4,582
Non-EU Fees	2	12	3	21
Fees paid by students or on behalf of students	126	812	160	677
Life Long Learning and Other Fees	30	86	60	291
	2,811	5,704	2,660	5,571

The Department of Education and Skills paid tuition fees in the year of €701,970 for full time degree courses and €2,696,958 for higher certificate and ordinary degree courses, the total costs of which are part funded by the ESF. The Health Service Executive paid €1,395,508 in respect of the tuition fee element for full time nursing degree students.

Student numbers are stated as wholtime equivalents, based on enrolled credits.

3. Student Registration Fees

(a) Annual Registration Fees are payable by students, the full time rate being set at €1,500 for the 2009/10 academic year. By direction of the Department of Education and Skills, €995 of each full time fee is retained by the Institute and applied to meet recurrent expenditure. This amounted to €2,575,000 in the year of account. The balance of €1,307,000 was used to provide facilities and services for students.

	2010 €'000s	2009 €'000s
(b) Application of Registration Charges		
Gross Registration Charges	3,882	2,092
Less Expenses incurred in relation to the provision of Student Services	817	868
Net Income	3,065	1,224
Less Transfers in relation to:		
Capital Development Reserve for Student Facilities etc.	490	306
Total Transfer	490	306
Retained for Recurrent Expenditure	2,575	918

4. RESEARCH GRANTS AND CONTRACTS

	2010 €'000s	2009 €'000s
Income		
Research Grants and Contracts	1,366	1,414
Less: Research Grants and Contract Income allocated to capital	(8)	(79)
Net Income	<u>1,358</u>	<u>1,335</u>
Expenditure		
Staff Costs	1,068	949
Non-Pay Costs		
Consumables and Other Expenses	66	60
Consultancy Costs	22	122
Travel and Subsistence	81	99
Equipment (Non Capitalised) purchases and maintenance	5	1
Other Expenses	116	104
	<u>1,358</u>	<u>1,335</u>
Net Outcome	<u>0</u>	<u>0</u>

Included in the Research Grant and Contract Income is an amount of €51,043 in respect of overhead recovery. The balance represents direct costs recovered for research work undertaken as outlined under Expenditure headings above.

5. STUDENT SUPPORT FUNDING

	Disabilities €'000s	Student Assistance €'000s	2010 €'000s	2009 €'000s
Balance at 1 September 2009	19	(2)	17	50
Receipts				
Higher Education Authority	239	80	319	284
Less: Receipts Allocated to Capital	(27)	-	(27)	(16)
Net Receipts	<u>212</u>	<u>80</u>	<u>292</u>	<u>268</u>
Amounts Applied	208	81	289	301
Balance at 31 August 2010	<u>23</u>	<u>(3)</u>	<u>20</u>	<u>17</u>

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

6. OTHER INCOME

	2010	2009
	€'000s	€'000s
Superannuation Deductions Retained	1,394	1,510
Rental of Facilities	129	68
Central Research Overhead	162	115
Sundry Income	392	805
	2,077	2,498

7. ACADEMIC DEPARTMENTS

	2010	2009
	Total	Total
	€000's	€000's
Staff: Teaching	14,474	15,509
Technical	2,275	2,487
Administrative and Support	756	816
Non-Pay Costs:		
Materials and Other Consumables	299	628
Other Expenses	781	840
TOTAL	18,585	20,280

8. ACADEMIC SERVICES

	2010	2009
	Total	Total
	€000's	€000's
Staff: Library & Computer Services	583	613
Non-Pay Costs:		
Printed Material, books and periodicals	165	171
Other Expenses	10	12
TOTAL	758	796

9. FACILITIES COSTS

	2010	2009
	€000's	€000's
Staff:		
Caretakers, Cleaning, Maintenance	717	766
Non-Pay Costs:		
Light, Heat and Power	343	443
Other Expenses	709	776
TOTAL	<u>1,769</u>	<u>1,985</u>

10. CENTRAL ADMINISTRATION AND SERVICES

	2010	2009
	€000's	€000's
Staff :		
Administration	3,027	3,158
Non-Pay Costs:		
Printing, Stationery, Postage & other Office Expenses	33	51
Recruitment, Training etc.	266	224
Audit Fee	30	32
Other Expenses	720	700
TOTAL	<u>4,076</u>	<u>4,165</u>

11. GENERAL EDUCATIONAL EXPENSES

	2010	2009
	€000's	€000's
Staff:		
Student Support	581	585
HEA IT Investment Fund	85	124
Non-Pay Costs:		
HEA IT Investment Fund	-	1
Other Expenses	800	275
TOTAL	<u>1,466</u>	<u>985</u>

12. ANALYSIS OF EXPENDITURE

	Staff Costs €000's	Depreciation €000's	Other operating expenses €000's	2010 €000's	2009 €000's
Research Grants and Contracts	1,068	203	290	1,561	1,554
Academic Departments	17,505	394	1,080	18,979	20,705
Academic Services	583	4	175	762	799
Facilities Costs	717	1,515	1,052	3,284	3,617
General Administration and Services	3,027	473	1,049	4,549	4,676
General Education Expenses	666	15	800	1,481	1,001
Other Income Generating Activities	230	6	101	337	303
Student Support Funding	131	10	158	299	312
Student Registration Charges	152		1,155	1,307	1,174
2010 Total	24,079	2,620	5,860	32,559	34,141
2009 Total	25,495	2,824	5,822	-	34,141

Analysis of Other Operating Expenditure

Transfer to Capital Development Reserve for Student Facilities etc.	490	306
Materials and Other Consumables	405	728
Light, Heat & Power	393	477
Repairs and Maintenance Costs	405	487
Printed material, books and periodicals	179	190
Travel & Subsistence	393	468
Printing, Stationary, Postage and other Office Expenses	206	281
Rent, Rates and Insurance costs	200	190
Recruitment, training etc.	268	244
Audit fee	30	32
Consultancy Costs	151	274
Equipment (non capitalised) purchases	113	21
Other Expenses	2,627	2,124
Total	5,860	5,822

13. TAXATION

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

14. FIXED ASSETS

	Total €000s	Buildings €000s	Buildings in course of construction €000s	Fixtures and Fittings €000s	Computer Equipment €000s	Equipment €000s	Motor Vehicles €000s
<i>Cost or Valuation</i>							
At 1 September 2009	93,589	73,943	-	42	10,737	8,827	40
Additions	1,093	555	114	16	277	131	-
Transfer of Assets in Course of Construction	-	-	-	-	-	-	-
	<u>94,682</u>	<u>74,498</u>	<u>114</u>	<u>58</u>	<u>11,014</u>	<u>8,958</u>	<u>40</u>
<i>Depreciation</i>							
At 1 September 2009	28,955	11,614	-	4	9,906	7,412	19
Charge for year	2,620	1,430	-	6	649	527	8
Disposal	-	-	-	-	-	-	-
	<u>31,575</u>	<u>13,044</u>	<u>-</u>	<u>10</u>	<u>10,555</u>	<u>7,939</u>	<u>27</u>
Net Book Value							
At 31 August 2010	<u>63,107</u>	<u>61,454</u>	<u>114</u>	<u>48</u>	<u>459</u>	<u>1,019</u>	<u>13</u>
Net Book Value							
At 31 August 2009	<u>64,634</u>	<u>62,329</u>	<u>-</u>	<u>38</u>	<u>831</u>	<u>1,415</u>	<u>21</u>

Cost or Valuation:

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

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

15. DEBTORS AND PREPAYMENTS

	2010 €'000s	2009 €'000s
Tuition and Other Fees	870	425
State Recurrent Grant - Higher Education Authority	1,562	1,007
State Recurrent Grant - Health Service Executive	558	-
State & Other Capital Grant	376	2,050
State Grant - Devolved Grant	869	-
Prepayments and Accrued Income	253	213
Other Debtors	393	257
Maintenance Grants	132	64
Total	<u>5,013</u>	<u>4,016</u>

19. Student Maintenance Grants	2010 €'000s	2009 €'000s
Receipts from Department of Education and Skills (Colleges Section)	3,438	2,835
Receipts from Department of Education and Skills (Student Support Unit)	1,497	1,074
Payments to students	(3,499)	(2,842)
Payments to students (top ups)	(1,503)	(1,086)
Net Cash Inflow / (Outflow)	(67)	(19)
Opening Balance	(64)	(45)
Closing Balance	(131)	(64)

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

20. Capital Development Reserve	2010 €'000s	2009 €'000s
Balance as at 1st September 2009	1,540	1,198
Student Registration Charges	490	306
Interest	36	36
Closing Balance as at 31st August 2010	2,066	1,540

21. OTHER INCOME GENERATING ACTIVITIES

Income	2010 €'000s	2009 €000's
New Business Development Centre	90	47
An Danlann Student Centre	191	155
Total Income	281	202
Less: Income Allocated to Capital	(15)	(1)
Net Income	266	201
Expenditure		
Staff Costs	230	206
Non-Pay Costs		
Consumables and Other Expenses	101	90
	331	296
Net Outcome	(65)	(95)

22. Contingencies

There were no contingencies existing at the 31st August 2010

23. Disclosure of Transactions - Governing Body Members

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

24. Employees

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

25. Approval of Financial Statements

The financial statements were approved by the Governing Body on the 12th of July, 2011.