

# CAMBRIDGE UNIVERSITY REPORTER

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REPORT OF THE COUNCIL ON THE FINANCIAL POSITION  
AND BUDGET OF THE UNIVERSITY, RECOMMENDING  
ALLOCATIONS FROM THE CHEST FOR 2013–14:

**TABLES AND APPENDICES**



UNIVERSITY OF  
CAMBRIDGE

## TABLES AND APPENDICES

TABLE 1: CHEST 2011–12 ACTUAL OUT-TURN VERSUS BUDGET

	<b>Budget 2011–12 £m</b>	<b>Actual 2011–12 £m</b>	<b>Variance 2011–12 £m</b>
<b>Income</b>			
Grants from the Funding Council	178.2	178.3	0.1
Teacher Development Agency	2.3	2.3	0.0
Academic Fees	101.6	101.3	(0.3)
Research Grants and Contracts	38.0	35.8	(2.2)
Endowment Income and Interest Receivable	17.8	22.5	4.7
Other Operating Income	8.3	7.3	(1.0)
Cambridge Assessment	10.0	18.0	8.0
Other Services Rendered	1.3	1.7	0.4
<b>TOTAL INCOME</b>	<b>357.5</b>	<b>367.2</b>	<b>9.7</b>
<b>Allocation/Expenditure</b>			
Academic Departments	161.9	161.9	0.0
Academic Institutions and Services	27.3	27.3	0.0
Staff and Student Services	1.9	1.9	0.0
Unified Administrative Service (UAS)	32.1	32.1	0.0
College Fee	41.6	41.6	0.0
Estates related expenditure	39.7	39.0	0.7
Other administered funds *	62.2	68.8	(1.6)
<b>TOTAL EXPENDITURE</b>	<b>366.7</b>	<b>367.6</b>	<b>(0.9)</b>
<b>Surplus / (Deficit)</b>	<b>(9.2)</b>	<b>(0.4)</b>	<b>8.8</b>

**Note:**

\*Actual 2011–12 includes Central Adjustments for Exchange loss £1.6m) and write-off of deferred capital grants (£1.9m).

TABLE 2: CHEST 2012–13 LATEST FORECAST

	<b>Original Budget 2012–13 £m</b>	<b>Latest Forecast 2012–13 £m</b>	<b>Changes to Chest 2012–13 £m</b>
<b>Income</b>			
Grants from the Funding Council	168.6	168.2	(0.4)
Teacher Development Agency	0.1	0.1	0.0
Academic Fees	129.2	128.6	(0.6)
Research Grants and Contracts	35.0	35.9	0.9
Endowment Income and Interest Receivable	21.3	21.8	0.5
Other Operating Income	8.5	7.5	(1.0)
Other Services Rendered	2.1	1.6	(0.5)
<b>TOTAL INCOME</b>	<b>364.8</b>	<b>363.7</b>	<b>(1.1)</b>
<b>Allocation/Expenditure</b>			
Academic Departments	168.5	168.5	0.0
Academic Institutions and Services	27.9	27.9	0.0
Staff and Student Services	2.0	2.0	0.0
Unified Administrative Service (UAS)	32.0	32.0	0.0
College Fee	43.6	43.6	0.0
Estates related expenditure	40.5	39.9	0.6
Other administered funds	57.1	57.1	0.0
<b>TOTAL EXPENDITURE</b>	<b>371.6</b>	<b>371.0</b>	<b>0.6</b>
<b>Surplus/(Deficit)</b>	<b>(6.8)</b>	<b>(7.3)</b>	<b>(0.5)</b>

**TABLE 3: CONSOLIDATED OPERATING BUDGET FOR 2013–14**

	<b>Chest £m</b>	<b>Research Grants and Contracts* £m</b>	<b>Trust Funds £m</b>	<b>Other Non-chest £m</b>	<b>Total budget £m</b>
<b>Income</b>					
Grants from the Funding Council	160.8			2.1	162.9
Academic Fees	154.3			15.4	169.7
Research Grants and Contracts	36.8	319.1			355.9
Endowment Income and Interest Receivable	20.7		32.0	2.4	55.1
Other Operating Income	8.9	1.9		74.0	84.8
Other Services Rendered	1.9			48.4	50.3
<b>TOTAL INCOME</b>	<b>383.4</b>	<b>321.0</b>	<b>32.0</b>	<b>142.3</b>	<b>878.7</b>
<b>Allocation/Expenditure</b>					
School of Arts and Humanities	21.6	5.2	4.8	4.1	35.7
School of the Humanities and Social Sciences	34.3	12.0	4.4	10.9	61.6
School of the Physical Sciences	38.5	65.1	6.5	11.7	121.8
School of Technology	28.0	38.0	3.8	44.1	113.9
School of the Biological Sciences	33.3	80.3	4.1	6.7	124.4
School of Clinical Medicine	16.9	118.4	2.6	27.5	165.4
<b>Total Schools</b>	<b>172.6</b>	<b>319.0</b>	<b>26.2</b>	<b>105.0</b>	<b>622.8</b>
Academic Institutions and Services	31.9	1.6	2.5	21.4	57.4
Staff and Student Services	2.0	0.2	0.1	4.2	6.5
UAS	32.6	0.0	0.3	11.6	44.5
Strategic Provisions	1.0				1.0
College Fee	45.8				45.8
Estates related expenditure	41.5				41.5
Other administered funds	56.3				56.3
<b>TOTAL ALLOCATION/EXPENDITURE</b>	<b>383.7</b>	<b>320.8</b>	<b>29.1</b>	<b>142.2</b>	<b>875.8</b>
<b>Surplus/(Deficit)</b>	<b>(0.3)</b>	<b>0.2</b>	<b>2.9</b>	<b>0.1</b>	<b>2.9</b>

**Notes**

\*RG&C income in this Non-Chest column represents Direct costs and the portion of Indirect costs recovered which accrue to Departments.

The portion of Indirect costs recovered which accrues to the Chest is shown in the Chest column (£36.8m).

RG&C expenditure in this Non-Chest column represents Direct costs and expenditure funded by the Departments' Indirect costs income.

TABLE 4: OPERATING BUDGET SUMMARY

Income	BUDGET 2013-14			PROJECTION 2014-15			PROJECTION 2015-16			PROJECTION 2016-17		
	Chest £m	Non- Chest £m	Total £m	Chest £m	Non- Chest £m	Total £m	Chest £m	Non- Chest £m	Total £m	Chest £m	Non- Chest £m	Total £m
Grants from the Funding Council	160.8	2.1	162.9	150.1	1.6	151.7	149.9	0.4	150.3	149.5	1.2	150.7
Academic fees	154.3	15.4	169.7	175.0	16.8	191.8	186.0	17.8	203.8	192.4	18.4	210.8
Research grants and contracts	36.8	319.1	355.9	35.3	322.4	357.7	34.6	327.1	361.7	34.3	322.9	367.2
Endowment income and interest receivable	20.7	34.4	55.1	20.6	35.3	55.9	21.0	34.8	55.8	21.1	36.4	57.5
Other operating income	8.9	75.9	84.8	9.5	78.7	88.2	9.7	81.0	90.7	9.9	82.3	92.2
Other services rendered	1.9	48.4	50.3	1.9	50.7	52.6	1.9	51.9	53.8	2.0	53.5	55.5
<b>TOTAL INCOME</b>	<b>383.4</b>	<b>495.3</b>	<b>878.7</b>	<b>392.4</b>	<b>505.5</b>	<b>897.9</b>	<b>403.1</b>	<b>513.0</b>	<b>916.1</b>	<b>397.2</b>	<b>524.7</b>	<b>933.9</b>
<b>Allocation/Expenditure</b>												
Schools	172.6	450.2	622.8	174.7	456.7	631.4	176.5	464.4	640.9	178.2	473.0	651.2
Academic institutions and services	31.9	25.5	57.4	33.0	25.5	58.5	33.3	24.7	58.0	33.7	26.3	60.0
Staff and student services	2.0	4.5	6.5	2.1	4.5	6.6	2.1	4.6	6.7	2.1	4.7	6.8
UAS	32.6	11.9	44.5	32.9	10.5	43.4	33.2	10.5	43.7	33.5	10.5	44.0
Strategic provisions	1.0	0.0	1.0	1.0	0.0	1.0	1.0	0.0	1.0	1.0	0.0	1.0
Other administered funds	143.6	0.0	143.6	147.1	0.0	147.1	152.8	0.0	152.8	160.4	0.0	160.4
<b>TOTAL EXPENDITURE</b>	<b>383.7</b>	<b>492.1</b>	<b>875.8</b>	<b>390.8</b>	<b>497.2</b>	<b>888.0</b>	<b>398.9</b>	<b>504.2</b>	<b>903.1</b>	<b>408.9</b>	<b>514.5</b>	<b>923.4</b>
Surplus/(Deficit)	<b>(0.3)</b>	<b>3.2</b>	<b>2.9</b>	<b>1.6</b>	<b>8.3</b>	<b>9.9</b>	<b>4.2</b>	<b>8.8</b>	<b>13.0</b>	<b>0.3</b>	<b>10.2</b>	<b>10.5</b>

**TABLE 5: PROJECTED INCOME AND EXPENDITURE ACCOUNT 2013–14**

	Year ending 31 July 2014			<i>Income and Expenditure account</i>	
	Budget Table 3 £m	Adjustments £m	Income and Expenditure account £m	<i>2012–13 Latest forecast £m</i>	<i>2011–12 actual £m</i>
<b>Income</b>					
Grants from the Funding Council	162.9	15.8	178.7	186.8	197.3
Academic Fees	169.7	38.3	208.0	180.6	149.2
Research Grants and Contracts	355.9	(20.2)	335.7	318.9	293.4
Endowment Income and Interest Receivable	55.1	14.3	69.4	62.8	54.4
Other Operating Income and services rendered	135.1	(18.4)	116.7	126.2	121.9
Cambridge Assessment & CUP transfers	0.0	14.6	14.6	14.3	24.6
<b>TOTAL INCOME</b>	<b>878.7</b>	<b>44.4</b>	<b>923.1</b>	<b>889.6</b>	<b>840.8</b>
<b>Expenditure</b>					
<i>Staff costs</i>					
Research	157.6	(1.6)	156.0	145.1	131.4
Other	312.3	5.3	317.6	304.2	294.5
<i>Other operating expenses</i>					
Research	142.5	(21.2)	121.3	116.9	109.0
College Fee Transfer	45.8	0.0	45.8	43.6	41.6
Other	203.7	8.4	212.1	200.0	175.4
<i>Depreciation</i>					
Research	9.1	1.7	10.8	10.2	9.7
Other	4.8	43.1	47.9	45.2	43.9
Finance costs	0.0	13.3	13.3	10.5	0.0
<b>Total expenditure on continuing operations</b>	<b>875.8</b>	<b>49.0</b>	<b>924.8</b>	<b>875.7</b>	<b>805.5</b>
<b>Surplus/(Deficit) on operations before transfers</b>	<b>2.9</b>	<b>(4.6)</b>	<b>(1.7)</b>	<b>13.9</b>	<b>35.3</b>
Transfer from endowments	0.0	11.1	11.1	11.4	7.2
<b>Surplus/(Deficit) retained in reserves</b>	<b>2.9</b>	<b>6.5</b>	<b>9.4</b>	<b>25.3</b>	<b>42.5</b>

**APPENDIX 1: STAFF FTE BY ORGANIZATION AND STAFF GROUPING: 2004–2013**

	<b>Academic</b>									
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Schools & Academic institutions	1,524	1,479	1,484	1,553	1,594	1,557	1,533	1,520	1,536	1,530
UAS & Vice-Chancellor's Office										
Academic Services	4	3	2	3	3	2	3	3	3	3
Museums & Galleries				2	2					
Staff & Student Services	1	1	1	1						
Development Office & Investment Office										
<b>Total</b>	<b>1,529</b>	<b>1,483</b>	<b>1,487</b>	<b>1,559</b>	<b>1,599</b>	<b>1,559</b>	<b>1,535</b>	<b>1,523</b>	<b>1,539</b>	<b>1,533</b>

	<b>Academic-related (administrative)</b>									
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Schools & Academic institutions	166	175	172	206	208	249	265	288	313	350
UAS & Vice-Chancellor's Office	250	274	296	297	293	323	323	310	283	313
Academic Services	38	25	16	10	9	13	18	16	10	11
Museums & Galleries	13	13	13	17	17	20	20	20	22	22
Staff & Student Services	20	19	20	23	27	18	23	26	25	22
Development Office & Investment Office	24	32	35	31	33	37	41	39	43	38
<b>Total</b>	<b>511</b>	<b>538</b>	<b>553</b>	<b>584</b>	<b>587</b>	<b>660</b>	<b>690</b>	<b>700</b>	<b>696</b>	<b>756</b>

	<b>Academic-related (computing)</b>									
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Schools & Academic institutions	210	213	219	222	224	222	226	231	225	231
UAS & Vice-Chancellor's Office	36	44	47	48	49	55	59	61	60	73
Academic Services	87	93	98	98	97	95	93	89	90	84
Museums & Galleries	1	2	2	2	2	3	3	3	3	3
Staff & Student Services	3	3	3	4	4	3	4	4	4	4
Development Office & Investment Office				2	2	2	1	2	3	3
<b>Total</b>	<b>336</b>	<b>354</b>	<b>369</b>	<b>376</b>	<b>378</b>	<b>380</b>	<b>386</b>	<b>391</b>	<b>385</b>	<b>397</b>

	<b>Academic-related (other groups)</b>									
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Schools & Academic institutions	112	115	111	95	98	104	101	104	109	113
UAS & Vice-Chancellor's Office	13	13	13	14	13	15	14	13	15	15
Academic Services	65	67	67	71	72	75	69	71	74	75
Museums & Galleries	15	17	18	19	19	18	16	16	17	13
Staff & Student Services	13	16	14	20	18	18	15	14	15	17
Development Office & Investment Office										
<b>Total</b>	<b>218</b>	<b>227</b>	<b>223</b>	<b>219</b>	<b>220</b>	<b>230</b>	<b>215</b>	<b>217</b>	<b>230</b>	<b>234</b>

	<b>Research</b>									
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Schools & Academic institutions	2,223	2,170	2,257	2,484	2,532	2,576	2,679	2,712	2,797	3,048
UAS & Vice-Chancellor's Office		1	1	1	1	7	6	7	5	4
Academic Services	24	23	31	30	32	34	34	32	32	31
Museums & Galleries	13	13	14	16	9	13	13	12	11	14
Staff & Student Services										
Development Office & Investment Office										
<b>Total</b>	<b>2,259</b>	<b>2,206</b>	<b>2,302</b>	<b>2,531</b>	<b>2,574</b>	<b>2,630</b>	<b>2,733</b>	<b>2,763</b>	<b>2,845</b>	<b>3,097</b>

	Assistant									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Schools & Academic institutions	1,915	1,833	1,773	1,806	1,832	1,875	1,908	1,920	1,902	2,007
UAS & Vice-Chancellor's Office	392	401	398	430	445	554	526	494	405	417
Academic Services	279	274	271	262	263	272	268	251	242	245
Museums & Galleries	62	76	78	83	82	85	89	87	82	94
Staff & Student Services	46	49	51	125	121	37	48	51	43	45
Development Office & Investment Office	15	18	15	18	19	20	31	34	32	31
<b>Total</b>	<b>2,709</b>	<b>2,651</b>	<b>2,586</b>	<b>2,724</b>	<b>2,762</b>	<b>2,843</b>	<b>2,871</b>	<b>2,836</b>	<b>2,706</b>	<b>2,838</b>

	All staff									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Schools & Academic institutions	6,150	5,985	6,016	6,366	6,488	6,583	6,713	6,775	6,882	7,279
UAS & Vice-Chancellor's Office	691	733	755	789	801	954	928	885	769	822
Academic Services	497	485	485	474	476	491	484	462	451	448
Museums & Galleries	104	121	125	139	131	139	141	138	135	146
Staff & Student Services	83	88	89	173	170	76	91	95	87	88
Development Office & Investment Office	39	50	50	50	54	59	74	76	78	71
<b>Total</b>	<b>7,563</b>	<b>7,460</b>	<b>7,520</b>	<b>7,993</b>	<b>8,120</b>	<b>8,302</b>	<b>8,431</b>	<b>8,430</b>	<b>8,401</b>	<b>8,855</b>

**Notes:**

All data as at 31 January. Because of rounding, totals may not always equal the sum of the parts.

**Organization Group**

<i>Schools &amp; Academic institutions</i>	All Schools; ICE; CPSL; CRASSH; UAS staff in Schools; Centre for Entrepreneurial Learning (from 2007)
<i>Academic Services</i>	Libraries; UCS; CARET; Language Centre; Centre for Entrepreneurial Learning (until 2007); Cambridge-MIT (until 2009); Telecommunications Office from 2009
<i>UAS</i>	Excludes staff in Faculties, Departments, and School offices. Includes Vice-Chancellor's Office. Includes DRC from 2007; University Centre and University Farm from 2009
<i>Museums &amp; Galleries</i>	Fitzwilliam; Kettles Yard; Hamilton Kerr
<i>Development Office &amp; Investment Office</i>	Development Office & Investment Office
<i>Staff &amp; Student Services</i>	Careers; Accommodation; PE; Telecommunications (until 2009); ADC; Graduate Union; Dental Service; DRC (until 2007); University Centre (until 2009); Counselling Service

**Academic-related (other groups) includes:** Librarians; Keepers; Technical Officers; Ceremonial posts; Language Teaching Officers; Counsellors; Therapists

**APPENDIX 2: UNIVERSITY STUDENT STATISTICS (FULL-TIME FEE-PAYING STUDENTS ONLY)**

<b>Undergraduates</b>	<b>2003-04</b>	<b>2004-05</b>	<b>2005-06</b>	<b>2006-07</b>	<b>2007-08</b>	<b>2008-09</b>	<b>2009-10</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>
Home and EC										
Full-fee	10,752	10,729	10,471	10,420	10,315	10,415	10,538	10,518	10,506	10,343
Half-fee students	137	165	165	159	137	136	110	83	110	84
	10,889	10,894	10,636	10,579	10,452	10,551	10,648	10,601	10,616	10,427
Islands										
Full-fee	39	38	45	49	51	44	35	30	33	39
Half-fee students	–	–	–	–	–	1	–	1	–	–
	39	38	45	49	51	45	35	31	33	39
Overseas										
Full-fee	983	988	1,028	1,112	1,179	1,258	1,247	1,214	1,199	1,249
Half-fee students	1	2	–	2	1	1	8	3	–	1
	984	990	1,028	1,114	1,180	1,259	1,255	1,217	1,199	1,250
<b>Total Undergraduates</b>	<b>11,912</b>	<b>11,922</b>	<b>11,709</b>	<b>11,742</b>	<b>11,683</b>	<b>11,855</b>	<b>11,938</b>	<b>11,849</b>	<b>11,848</b>	<b>11,716</b>
<b>Full-time Postgraduates</b>										
Home and EC										
P.G.C.E.	708	672	621	503	477	438	431	429	412	406
M.B.A./M.Fin.	33	35	25	26	42	54	47	48	45	42
Other Postgraduates	2,638	2,790	3,223	3,302	3,038	2,883	2,971	3,223	3,295	3,327
	3,379	3,497	3,869	3,831	3,557	3,375	3,449	3,700	3,752	3,775
Islands										
P.G.C.E.	2	2	3	4	3	2	1	4	3	5
M.B.A./M.Fin.	–	–	–	–	–	–	–	–	–	–
Other Postgraduates	–	–	–	–	–	–	–	5	7	7
	2	2	3	4	3	2	1	9	10	12
Overseas										
P.G.C.E.	–	4	4	4	7	4	4	1	2	3
M.B.A./M.Fin.	76	69	80	78	102	119	142	153	148	155
Other Postgraduates	1,938	1,927	2,267	2,292	2,166	2,042	2,204	2,335	2,313	2,488
	2,014	2,000	2,351	2,374	2,275	2,165	2,350	2,489	2,463	2,646
<b>Total Postgraduates</b>	<b>5,395</b>	<b>5,499</b>	<b>6,223</b>	<b>6,209</b>	<b>5,835</b>	<b>5,542</b>	<b>5,800</b>	<b>6,198</b>	<b>6,225</b>	<b>6,433</b>
Total Home/EC Student Numbers	14,268	14,391	14,505	14,410	14,009	13,926	14,097	14,301	14,368	14,202
Total Islands Student Numbers	41	40	48	53	54	47	36	40	43	51
Total Overseas Student Numbers	2,998	2,990	3,379	3,488	3,455	3,424	3,605	3,706	3,662	3,896
<b>Total Student Numbers</b>	<b>17,307</b>	<b>17,421</b>	<b>17,932</b>	<b>17,951</b>	<b>17,518</b>	<b>17,397</b>	<b>17,738</b>	<b>18,047</b>	<b>18,073</b>	<b>18,149</b>



**Notes:****Data as at 1 December of each academic year**

1. This simple overview tabulation cannot be directly compared with any of the detailed tables in the annual Student Statistics publication, as there are differences of treatment for certain categories of student, particularly ERASMUS and other exchange students at undergraduate level.

2. Students with a part-time mode of study are excluded from this appendix.

3. Postgraduate students who have completed the minimum requirements of their course, i.e. who are writing up or under examination, are also excluded from this appendix. In 2005–06 and 2006–07 postgraduate students were recorded as full-time for the first 10 terms and as writing up from the 11th term onwards. In 2004–05 and 2007–08 students are classified as full-time for 9 terms and as writing up from the 10th term onwards. The effect of these changes in definitions is that the number of full-time postgraduate students is higher for 2005–06 and 2006–07 in comparison with 2004–05 and 2007–08.

4. Prior to 2010–11 direct entrants to the Certificate in Advanced Study in Mathematics (C.A.S.M.), an undergraduate-level qualification, were included in the undergraduate numbers. In 2010–11 C.A.S.M. was replaced with two new qualifications: the M.Math. qualification for students continuing from the B.A. course on an integrated master's programme and the Master in Advanced Study (M.A.St.) qualification for direct entrants. From 2010–11 students studying for the M.Math. are included in the undergraduate numbers, but students studying for the M.A.St. are included in the postgraduate numbers. The effect of these changes is a decrease in undergraduate numbers and an increase in postgraduate numbers in 2010–11.

5. In 2009–10 students reading the Diploma in Theology and Religious Studies (five students) were included in the undergraduate numbers, but in all other years the students on this course were included in the postgraduate numbers.

6. From 2003–04 and up to 2010–11 other postgraduate students with Islands residency were included in Home and EC other postgraduate numbers.

7. Incoming and outgoing ERASMUS exchange students and incoming MIT and NUS students are excluded from this appendix for all years as they do not pay fees.

8. Since 2010–11 postgraduate students who are working away and not paying fees are excluded from this appendix.



**APPENDIX 4: EXPENDITURE**

<b>Expenditure (£m)</b>	<b>2006–07</b>	<b>2007–08</b>	<b>2008–09</b>	<b>2009–10</b>	<b>2010–11</b>	<b>2011–12</b>
Schools & Other Academic Institutions	406.3 <i>68%</i>	442.0 <i>67%</i>	484.2 <i>67%</i>	498.3 <i>68%</i>	515.8 <i>67%</i>	535.9 <i>67%</i>
Other Institutions	146.5 <i>24%</i>	161.6 <i>25%</i>	187.1 <i>26%</i>	181.2 <i>25%</i>	188.8 <i>24%</i>	201.9 <i>25%</i>
Other Activities	45.4 <i>8%</i>	53.0 <i>8%</i>	55.7 <i>8%</i>	56.9 <i>8%</i>	70.9 <i>9%</i>	67.6 <i>8%</i>
Total Expenditure	598.2	656.6	727.0	736.3	775.5	805.4

**APPENDIX 5: HEFCE FUNDING FOR 2013–14**

This paper is an analysis of HEFCE provisional funding for 2013–14 following the HEFCE Board meeting on 8 March, announced in the letter of 18 March 2013 to the Vice-Chancellor and in the tables summarising the allocations to all HE institutions.

Some minor adjustments to 2012–13 grant were announced at the same time.

**Summary**

1. Government funding and priorities for HEFCE, and for higher education, for the second year of the new financial arrangements following the introduction of the higher fee were announced in the Secretary of State's letter of 14 January 2013 to HEFCE (<http://www.hefce.ac.uk/news/newsarchive/2013/name,76313,en.html>). The HEFCE Board meeting on 31 January announced allocations in broad terms (<http://www.hefce.ac.uk/pubs/year/2013/cl042013/name,76487,en.html>).

2. Cambridge's reduction in recurrent grant is 4.4% compared with the Sector average decrease of 18.72%. The summary table with sector comparisons is at Annex A.

3. Although mainstream QR is fixed at the same cash level, total research funding has increased by 2% but funding for teaching has reduced, as expected.

4. 2013–14 is the second year of two sets of funding rates in the funding method for teaching, one for "old regime" students – those admitted before 2012 – and a second for new regime students admitted in 2012 or later. The balance is shifting to new regime funding.

5. Old regime rates are rolled forward at broadly the same level as before, while HEFCE increasingly focus funding for students under the new fee regime "on areas where costs incurred by universities and colleges cannot be met entirely by tuition fees or where it is in the public interest that vulnerable provision receives additional support."

6. The grant announcement has two reservations:

- (1) Allocations are provisional. Grant is based on forecast student numbers and will be revised in March 2014 using revised forecasts in the 2013 HESES return and then finalised after the July 2014 HESA return so that allocations finally reflect actual numbers of old-regime and new-regime students in the year. Funding is provisional until the BIS grant settlement is final for the whole of the 2013–14 academic year and rates of funding may change.
- (2) The new Student Number Control limits the 2013 intake of students with qualifications less than ABB and certain equivalents.

7. A similar sequence applies to funding for 2012–13. Provisional grant for 2012–13 has been adjusted to reflect the revised student number forecasts in HESES 2012 and is liable to further change after the 2013 HESA return.

8. HEFCE will continue to audit the data that informs the allocation of funds; they reserve the right to review funding allocations for the most recent seven year period.

**HEFCE funding for the sector**

9. The overall grant settlement by financial year is summarised in HEFCE circular letter 04/2013 as follows:

<b>HEFCE grant for financial years 2012–13 to 2014–15 (£millions)</b>	<b>Final funding FY 2012–13</b>	<b>Announced funding FY 2013–14</b>	<b>Indicative funding FY 2014–15</b>
Recurrent teaching	3,815	2,881	1,960
Recurrent research	1,587	1,573	1,573
HEIF	119	113	113
<b>Total recurrent</b>	<b>5,520</b>	<b>4,567</b>	<b>3,646</b>
Teaching capital	90	59	134
Research capital	195	221	286
<b>Total capital</b>	<b>286</b>	<b>280</b>	<b>420</b>
<b>Total HEFCE resources</b>	<b>5,806</b>	<b>4,847</b>	<b>4,066</b>
Additional ring-fenced allocations to support students	87	137	150
<b>Total funding</b>	<b>5,893</b>	<b>4,984</b>	<b>4,216</b>

It should be noted that this relates to Financial Year 1 April to 31 March and not the funding year of 1 August to 31 July. The last quarter of the (next) funding year 2014–15 extends into FY 2015–16, the first year to be covered by the next Comprehensive Spending Review.

10. The Secretary of State's priorities for teaching were set out in a letter dated 28 June 2011 to HEFCE following the publication of the White Paper (<http://www.hefce.ac.uk/about/intro/abouthighereducationinengland/hereform2012-13/>).

11. Priorities the 14 January 2013 letter to HEFCE are given under the headings of:

- teaching funding, quality and enhancing the student experience
- science and research
- higher education and growth
- social mobility
- efficiency
- sustainability
- equality and diversity.

Reference should be made to the letter for the details under each heading but HEFCE in their grant letter ask that Institutions should note the guidance from BIS that they 'expect the sector to continue to operate restraint in relation to staff pay'.

12. The grant announcement includes two reservations:

- (1) Allocations are provisional. Grant is based on forecast student numbers and will be revised in March 2013 using revised forecasts in the 2012 HESES return and then finalised after the July 2013 HESA return. Funding is provisional until the BIS grant settlement is final for the whole of the 2012–13 academic year and rates of funding may change.
- (2) The new Student Number Control limits the 2013 intake of students with qualifications less than ABB and certain equivalents. Cambridge has a sufficient margin in the main control number but there remains the separate control for medical intakes. Funding may be withdrawn if institutions exceed their entry limit.

13. HEFCE will continue to audit the data that informs the allocation of funds and reserve the right to review funding allocations for the most recent seven year period. Because of the introduction of the new Student Number Control and because funding is now provided *per capita* there are new data requirements in the student returns and there is intense concentration on data quality to ensure that funding is only provided by HEFCE for fundable students.

**Outcome for Cambridge**

14. HEFCE's summary in Annex A shows that Cambridge receives a decrease of 4.42% in recurrent funding for 2013–14, compared with a sector average decrease of 18.72%, the difference being explained by the Sector T:R pre-reduction ratio of 3:1, compared to Cambridge's of 1:2. These are very close – to a few decimal points – to last year's reductions for Cambridge and the sector

15. Annex B is a more detailed view comparing provisional and adjusted 2012–13 and provisional 2013–14 grant.

16. A full explanation of the funding methods is given in the grant letter and supporting documents.

**HEFCE Funding for Teaching**

17. Two models of funding have replaced the single model; there is no contract range because the new student number control has replaced it. The rates of funding are subject to a scaling factor (positive at 1.01 for 2013–14) which may be adjusted in further iterations of the funding calculations.

*Mainstream Teaching Funding*

18. “Old Regime” UG students admitted before 2012 are funded at rates derived from the 2011–12 teaching funding model – essentially the allocation of mainstream teaching funding divided by funded student numbers in each Price Group. Cambridge’s higher position in the contract range means that the rates of funding are some 5% above the average.

19. Funding for New Regime UG students is also based on the 2011–12 funding rates less a reduction equivalent to the 2011–12 funding rate for Price Group C. The effect is that the funding rate for Price Group D is zero, and the rates in Price Groups A and B are reduced.

20. Price Group C has been divided into C1 and C2 with a limited rate of funding for UG students in group C1<sup>1</sup>, and zero in C2.

21. Postgraduate taught students starting in and after 2012 are funded at the new regime undergraduate rates in Price Groups A, B, C1 and C2 plus £1,100 in recognition of the limited scope for institutions to increase tuition fees. The funding rate in Price Group D remains at zero.

22. Further revision of the funding and Price Group structure and weightings may follow when the number of Old Regime students in the system is considerably reduced.

*Student Number Control*

23. The ‘contract range’ (which enabled variation in Home/EU student numbers within limits without a reduction or addition to funding) was discontinued for 2012–13 as irrelevant when the control had been released over the admission of students with AAB+, or certain equivalent qualifications. The control is now on the admission of Home/EU students who do not have those qualifications (although the separate control over the total medical entry remains). For 2013–14 the ‘uncontrolled’ level is reduced to ABB+, with an expanded list of equivalents. Cambridge admits few students below AAB and fewer still below ABB, although it does admit a number of highly qualified students whose qualifications are either mixed or not on the equivalent list. Because the Student Number Control (SNC) is based on a measure of recent admissions.

24. HEFCE has accepted that a very low SNC for the most highly selective institutions gives limited flexibility to admit non-equivalent or sub-ABB ‘access’ admissions and is setting control numbers with a margin. There remains a risk that recruiting below the SNC will lead to SNC reductions in future as the apparently unwanted number is redistributed, and there is a penalty (because of the cost of student support) for exceeding it, but concerns about sector disincentives to recruit up to the maximum SNC for fear of exceeding it has led to an additional margin enabling SNCs to be exceeded without penalty.

25. HEFCE have now announced the SNC as 205, with the top of the flexibility range set at 283, and the floor as 180. The estimated SNC intake is 186 (based on 2012–13 intake data, assuming the same pattern for 2013); CAO estimate the intake will be in the range 210–220 (based on a January analysis of offers at that time). HEFCE enable appeals if the SNC is set too low but there were no grounds for doing so.

*Targeted Allocations*

26. The last weightings were eliminated from the Standard Resource calculation in 2008–09 and converted to fixed and variable (volume related) Targeted Allocations. The fixed institution specific funding has been reviewed and announced for the three years 2013–14, 2014–15 and 2015–16 with a slight increase over its previous level.

27. Funding for very high cost STEM subjects is distributed on the basis of updated student FTEs from the 2010–11 HESA student record in the academic cost centres physics, chemistry, chemical engineering and mineral, metallurgy and materials engineering.

28. Former special funding for minority subjects was included in mainstream teaching grant from 2005–06, and is subject to the condition that one year’s notice must be given if there is an intention to close any subject for which this funding was provided. If so, funding may be reclaimed by HEFCE. The scope of the requirement to give notice was subsequently extended to strategically important and vulnerable subjects (SIVS) generally.

29. Funding for institutional learning and teaching strategies and some transitional funding for ELQ has been discontinued. The new funding for accelerated full time undergraduate provision is in respect of Graduate Medical Course students in year 1 who are now reported in Price Group B, not A (already recognised as long course).

**HEFCE Funding for Research***Mainstream Funding*

30. Mainstream QR has been fixed at cash level funding. The formula is unchanged. Charity Support, Business Research, and Research Degree Programme Funding have not yet been disaggregated by department.

31. Until the outcome of the REF is available, QR will continue to be calculated using measures of volume of research activity in each Unit of Assessment (UOA) weighted by quality derived from the 2008 RAE. HEFCE allocates pots to each UOA in proportion to volume above 2\* (2\*, 1\* and unclassified volume is unfunded). Those pots are then divided by weighted volume. Volume is the FTE category A staff submitted in the RAE (including College employed staff) attributed by the percentages in the quality profile. 4\* and 3\* volumes are weighted 3:1.

32. In ‘Research integrity concordat: Consultation on proposed implementation from 2013–14’ (HEFCE 2012/32), HEFCE consulted institutions on whether they should require compliance with the research integrity concordat by all institutions eligible to receive grant for research. HEFCE will notify institutions of the outcome of that consultation in due course.

<sup>1</sup> Archaeology, design and creative arts, information technology and systems sciences, software engineering, media studies

*Charity Support Funding*

33. Charity Support Funding is calculated in proportion to the average of eligible home and overseas charity income reported in 2010–11 and 2011–12. The derived rate at which 2013–14 funding is allocated is 24% of the reported average, a further decline in the multiplier (which had been 28.2% in 2009–10). The 7% increase (the same rate as last year) is therefore a result of increased volume. 6% of the University's allocation is passed direct to departments.

*Business Research Funding*

34. The Business Research element of funding is calculated on the average of RGC income from both UK and overseas industry in 2009–10 and 2010–11 as reported in the HESA Finance Return. The sector allocation of funding has decreased slightly against a slight increase for Cambridge. The 2013–14 rate of funding has not yet been calculated but was 19% in 2012–13.

*Other Research Funding*

35. Research Degree Programme (RDP) supervision funding is calculated on cost weighted Home/EU RDP student load and takes account of the quality score in each UOA. Students are only funded for their first three years on research programmes (or 1–6 part-time), so where students progress over four years (MRes/MPhil + PhD – if the MRes/MPhil is designated as 'R') are only funded for three years and the fourth year is funded at fees-only.

36. Funding for RDP supervision is also subject to a separate condition of grant. All institutions are required to comply with chapter B11 of the QAA UK Quality Code for Higher Education on PGR programmes. Cambridge complies.

*Other Funding*

37. The three lines of funding for National Research Libraries, the Museums and HEIF 5 have the same cash values as in 2012–13.

**Capital Funding**

38. HEFCE Circular 2011/08 set out capital allocations for learning and teaching for 2012–13 and the total for research for 2011–12 to 2014–15 although funding in and after 2012–13 was indicative. TCIF for 2012–13 was confirmed in circular letter 05/2012. Funding allocations to institutions for 2013–14 onwards are not confirmed.

	<b>2011–12*</b>	<b>2012–13</b>	<b>2013–14</b>	<b>2014–15</b>	<b>Total</b>
Research Capital	17,134,572	11,991,131	7,119,206	9,236,091	45,481,000
Teaching Capital	252,690	412,280			664,690

\* The table shows HEFCE allocations by financial year to 1 April to 31 March.

**Training Agency Funding for Teacher Training**

39. Mainstream funding for initial teacher training (ITT – for the PGCE) was discontinued for 2012–13 following the introduction of the £9,000 fee, but £94,665 transitional funding was awarded in 2012–13 for high priority courses to support the shortfall between the total income received per ITT place in 2011–12 and the maximum fee that could be raised per ITT place in AY2012–13. It is not anticipated that this will continue for 2013–14.

PRAO  
March 2013

**ANNEX A: Recurrent grant comparison for 2012–13 and 2013–14**

**Institution: University of Cambridge**  
**Code: H-0114**  
**UKPRN: 10007788**

<b>Funding stream</b>	<b>Adjusted 2012–13 comparison figure £s</b>	<b>Initial 2013–14 allocations £s</b>	<b>Difference £s</b>	<b>Percentage difference</b>	<b>Sector percentage difference</b>
<b>Teaching grant</b>					
Funding for old-regime students (mainstream)	37,157,179	25,747,841	-11,409,338	-30.71%	-41.62%
Funding for old-regime students (co-funded)	34,136	0	-34,136	-100.00%	-68.39%
High cost funding for new-regime students	1,946,519	4,472,351	2,525,832	129.76%	100.89%
Student opportunity	355,827	442,711	86,884	24.42%	-10.54%
Other targeted allocations	4,520,618	4,008,739	-511,879	-11.32%	-11.20%
Other recurrent teaching grants	1,312,793	1,226,224	-86,569	-6.59%	-22.20%
<b>Total teaching grant</b>	<b>45,327,072</b>	<b>35,897,866</b>	<b>-9,429,206</b>	<b>-20.80%</b>	<b>-28.56%</b>
<b>Research grant</b>					
Mainstream QR	77,512,644	77,512,644	0	0.00%	0.00%
QR charity support fund	20,834,819	22,283,444	1,448,625	6.95%	0.12%
QR business research element	4,550,254	4,560,805	10,551	0.23%	-0.11%
RDP supervision funds	15,512,450	16,023,264	510,814	3.29%	-0.17%
QR funding for National Research Libraries	2,129,914	2,129,914	0	0.00%	0.00%
<b>Total research grant</b>	<b>120,540,081</b>	<b>122,510,071</b>	<b>1,969,990</b>	<b>1.63%</b>	<b>-0.02%</b>
Higher Education Innovation Funding	2,850,000	2,850,000	0	0.00%	0.00%
<b>TOTAL RECURRENT GRANT</b>	<b>168,717,153</b>	<b>161,257,937</b>	<b>-7,459,216</b>	<b>-4.42%</b>	<b>-18.72%</b>

**ANNEX B: HEFCE Recurrent Funding for Cambridge:**  
**2013–14 (initial March 2013)** compared with 2012–13 initial and adjusted  
(as at March 2012 and March 2013 respectively)

## HEFCE T

	2012–13 Initial grant as at July 2012 £ <i>Note 1</i>	2012–13 Adjusted grant as at March 2013 £ <i>Note 2</i>	2013–14 Initial grant as at March 2013 £ <i>Note 3</i>	Change: adjusted 12–13 to initial 13–14 %
<b>TEACHING FUNDING</b>				
<b>Teaching Funding – Core Funds</b>				
Baseline 'T' Grant (mainstream teaching grant in previous year)				
Funding for old regime students	36,668,136	37,157,179	25,747,841	<i>Note 4</i>
High cost funding for new regime students	2,671,538	1,720,557	4,472,351	<i>Note 5</i>
<b>Adjusted Mainstream Teaching Grant</b>	<b>39,339,674</b>	<b>38,877,736</b>	<b>30,220,192</b>	
Interim postgraduate taught allocation	237,446	225,962		<i>Note 6</i>
<b>MAINSTREAM TEACHING GRANT</b>	<b>39,577,120</b>	<b>39,103,698</b>	<b>30,220,192</b>	<b>-23%</b>
<b>Targeted allocations</b>				
<b>Student opportunity allocation</b>				
Widening participation from disadvantaged backgrounds – full time	239,970	239,970	232,479	
Widening participation from disadvantaged backgrounds – part time	3,094	3,094	1,910	
Widening access and improving provision for students with disabilities	55,654	55,654	67,909	
Improving retention: full time	51,344	51,344	132,124	
Improving retention: part time	5,765	5,765	8,289	
<b>Total student opportunity</b>	<b>355,827</b>	<b>355,827</b>	<b>442,711</b>	<b>24%</b>
<b>Teaching enhancement and student success</b>				
Institutional learning and teaching strategies	165,361	165,361	0	<i>Note 7</i>
<b>Total teaching enhancement and student success</b>	<b>165,361</b>	<b>165,361</b>	<b>0</b>	<b>-100%</b>
<b>Other targeted allocations</b>				
Targeted Allocation for part-time undergraduates	6,310	6,310	3,620	<i>Note 8</i>
Accelerated full-time undergraduate provision			33,951	<i>Note 9</i>
Intensive postgraduate provision	68,902	68,902	74,682	<i>Note 10</i>
Institution-specific high cost distinctive provision	2,730,054	2,730,054	2,757,355	<i>Note 11</i>
Maintaining capacity in SIVS following ELQ policy	307,891	307,891	0	<i>Note 12</i>
Very high cost STEM subjects	1,014,400	1,014,400	932,131	<i>Note 13</i>
ERASMUS fee compensation	227,700	227,700	207,000	<i>Note 14</i>
<b>Sub-total</b>	<b>4,355,257</b>	<b>4,355,257</b>	<b>4,008,739</b>	<b>-8%</b>
<b>Total targeted allocations</b>	<b>4,876,445</b>	<b>4,876,445</b>	<b>4,451,450</b>	<b>-9%</b>
<b>Other recurrent teaching grants</b>				
Clinical consultants' pay	553,086	553,086	558,617	
Senior academic GPs' pay	15,034	15,034	15,184	
NHS pension schemes compensation	74,472	74,472	75,217	
Transitional Funding for ELQs	670,201	670,201	577,206	<i>Note 15</i>
<b>Other recurrent teaching grants</b>	<b>1,312,793</b>	<b>1,312,793</b>	<b>1,226,224</b>	<b>-7%</b>
Non-mainstream (co-funded) student numbers	33,794	34,136	0	<i>Note 16</i>
<b>Sub-total Targeted Allocations and other adjustments</b>	<b>6,223,032</b>	<b>6,223,374</b>	<b>5,677,674</b>	<b>-9%</b>
<b>TOTAL TEACHING FUNDING</b>	<b>45,800,152</b>	<b>45,327,072</b>	<b>35,897,866</b>	<b>-21%</b>



**Notes:**

- 1 2012–13 provisional grants announced in March 2012.
- 2 2012–13 adjusted grants as announced in March 2013; funding will be finalised after analysis of the 2013 HESA return.
- 3 2013–14 initial grants are liable to adjustment in March 2014 and 2015 after student data returns.
- 4 Old regime (admitted before 2012) students are funded at rates derived from 2011–12 grant calculations.
- 5 New regime students are funded for higher cost subjects only.
- 6 Discontinued for 2013–14 and rolled up in new regime funding.
- 7 Discontinued for 2013–14.
- 8 The reduction includes an element of ELQ funding.
- 9 New: the funding is distributed “pro rata to subject weighted full-time undergraduate students in price groups B to D who are on long years of study” (in this context, the first year of the Graduate Medical Course).
- 10 As note 8 but for PGT.
- 11 The former small and specialist institutions premium; confirmed after a HEFCE review.
- 12 Transitional funding now discontinued.
- 13 Distributed on the basis of student FTEs in the academic cost centres physics, chemistry, chemical engineering and mineral, metallurgy and materials engineering.
- 14 ERASMUS fee compensation is awarded for outgoing students who under the terms of the ERASMUS scheme cannot be charged a fee.
- 15 This is the last year of transitional funding.
- 16 For certain B.Th. and B.A. Theology students, in partnership with the Cambridge Theological Federation. Co-funding is now discontinued.

<b>HEFCE R</b>	<b>2012–13</b> Initial grant as at July 2012 £	<b>2012–13</b> Adjusted grant as at March 2013 £	<b>2013–14</b> Initial grant as at March 2013 £	<b>Change:</b> <b>adjusted 12–13</b> <b>to initial 13–14</b>
<b>RESEARCH FUNDING</b>				
Mainstream QR	77,512,644	77,512,644	77,512,644	
<b>Mainstream QR</b>	<b>77,512,644</b>	<b>77,512,644</b>	<b>77,512,644</b>	<b>0%</b>
Charity support funding	20,834,819	20,834,819	22,283,444	7%
Business research funding	4,550,254	4,550,254	4,560,805	0%
<b>Sub-total</b>	<b>25,385,073</b>	<b>25,385,073</b>	<b>26,844,249</b>	<b>6%</b>
Research Degree Programme (RDP) Supervision Funds	15,512,450	15,512,450	16,023,264	
<b>Mainstream funding</b>	<b>118,410,167</b>	<b>118,410,167</b>	<b>120,380,157</b>	<b>2%</b>
QR funding for National Research Libraries	2,129,914	2,129,914	2,129,914	
<b>TOTAL RESEARCH FUNDING</b>	<b>120,540,081</b>	<b>120,540,081</b>	<b>122,510,071</b>	<b>2%</b>
<b>TOTAL FUNDING FOR TEACHING AND RESEARCH</b>				
	<b>166,340,233</b>	<b>165,867,153</b>	<b>158,407,937</b>	<b>-4%</b>
HEIF	2,850,000	2,850,000	2,850,000	
<b>TOTAL HEFCE FUNDING TO THE UNIVERSITY</b>	<b>169,190,233</b>	<b>168,717,153</b>	<b>161,257,937</b>	<b>-4%</b>
<b>SPECIAL FUNDING</b>				
Museums, galleries, and collections fund	1,956,000	1,956,000	1,956,000	
<b>TOTAL SPECIAL FUNDING</b>	<b>1,956,000</b>	<b>1,956,000</b>	<b>1,956,000</b>	

**Training Agency Recurrent Funding for Cambridge 2012–13 and 2013–14**

<b>TA (Training Agency)</b>	<b>2012–13</b> Initial grant as at July 2012 £	<b>2012–13</b> Adjusted grant as at March 2013 £	<b>2013–14</b> Initial grant as at March 2013 £
ITT Transitional Grant Funding	<i>Note 11</i> 94,665	94,665	
<b>Total TDA Funding</b>	<b>94,665</b>	<b>94,665</b>	<b>0</b>

**Note:**

Former TDA mainstream funding is mostly replaced by fee income. The 2012–13 funding takes into account the maximum income a provider would have received in AY2011–12 for a high priority course in AY2011–12 and compares it with the maximum fee income that can be raised for the same course. The unit of funding supports the shortfall between the total income received per ITT place in AY2011–12 and the maximum fee that can be raised per ITT place in AY2012–13. It is understood that this funding will not continue in 2013–14.