

Coláiste Mhuire gan Smál

Mary Immaculate College

Financial Report

For the Year Ended

30 September 2016



Mary Immaculate College
Coláiste Mhuire gan Smál

Contents

	Page
An tÚdarás Rialaithe/Governing Body and Other	2-3
Vice-President Administration & Finance report	4-5
Statement of Governance and Internal Control	6-10
Statement of Governing Authorities Responsibilities	11
Independent Auditors' Report	12-13
Report of the Comptroller & Auditor General	14-15
Statement of Comprehensive Income	16
Statement of Changes in Reserves	17
Statement of Financial Position	18
Statement of Cash Flows	19
Accounting Policies	20-24
Notes to the Financial Statements	25-46

Mary Immaculate College

Coláiste Mhuire gan Smál

An tÚdarás Rialaithe/Governing Body and Other

An tÚdarás Rialaithe/Governing Authority Term of Office September 2013 to August 2018

Bishop Brendan Leahy – Cathaoirleach/Chairman appointed 14.04.13
Prof. Michael A Hayes – Uachtarán/President – ex officio RIP April 2017
Prof. Eugene Wall – President (acting) – ex officio
Dr. Eugene O'Brien - Vice President Academic Affairs (acting) – ex officio
Mr John Coady - Vice President Administration and Finance – ex officio, retired December 2016
Mr. Michael Keane – Vice President Administration and Finance – ex officio, appointed September 2016
Ms. Caitríona Breathnach
Ms. Catherine Kelly
Dr. Áine Lawlor
Mr. Declan Madden
Very Rev. Tony Mullins
Mr. Conn Murray
Mr. Seán McMahon
Mr. James Deegan (Student Union Vice President 2015/16 and President 2016/17) appointed September 2015, reappointed September 2016*
Mr. Lee Dillon (Student Union Vice-President 2016/17 and President 2017/18) appointed September 2016, re-appointed June 2017*
Mr. Billy Hedigan (Student Union Vice President 2017/18) appointed September 2017*
Ms. Alison Dervan (Student Union President 2015/2016) appointed September 2015*
Dr. Nicholas O'Brien
Judge Thomas E O'Donnell
Mr. Fachtna O'Driscoll
Sr. Michele O'Kelly
Mr. Eamon Stack
Ms. Mairéad Horan - resigned June 2016
Ms. Margaret O'Brien - retired June 2016
* Student Union Elected Representatives sit for one year (their term of office)

Iontaobhaithe/Trustees

Bishop Brendan Leahy – Cathaoirleach / Chairman – appointed 14.04.13
Very. Rev. Tony Mullins –appointed June 2013 for 3 years, reappointed from June 2016 for 3 years
Ms. Maedhbh Uí Chiagáin – appointed October 2013 for 3 years, reappointed from November 2016 for 3 years
Bishop Raymond Browne – appointed January 2014 for 3 years, re-appointed April 2017 for 3 years
Archbishop Kieran O'Reilly – appointed February 2016 for 3 years
Dr. Marie Griffin – appointed 3rd November 2016 for 3 years
Dr. Áine Lawlor – appointed 3rd November 2016 for 3 years
Sr. Cait O'Dwyer RSM – appointed 3rd November 2016 for 3 years
Mr. Richard Leonard – appointed 3rd November 2016 for 3 years
Mr. Sean Burke – appointed 3rd November 2016 for 3 years
Ms. Margaret O'Brien – appointed October 2009, re-appointed October 2013 for 3 years, retired June 2016
Sr. Thomasina Finn – appointed September 2004, re-appointed October 2013 for 3 years, retired June 2016

Mary Immaculate College
Coláiste Mhuire gan Smál

An tÚdarás Rialaithe/Governing Body and Other

Auditors

Comptroller and Auditor General
3A Mayor Street Upper
North Wall
Dublin 1
D01PF72
Ireland

Auditors to An tÚdarás Rialaithe

Grant Thornton
Chartered Accountants and Statutory Audit Firm
Mill House
Henry Street
Limerick

Solicitors

Leahy & Partners
Park Manor House
Upper Mallow Street
Limerick

Principal Bankers

Bank of Ireland
125 O'Connell Street
Limerick

Mary Immaculate College
Coláiste Mhuire gan Smál

Vice-President Administration & Finance Report

The Vice-President Administration and Finance on behalf of *An tÚdarás Rialaithe* presents herewith the financial statements of the College for the year ended 30 September 2016.

Principal Activities

Mary Immaculate College is a university-level institution which is engaged primarily in teaching and research. The College has a population of approximately 5,000 students. It offers a range of programmes in Teacher Education and in the Humanities from undergraduate level up to and including doctoral level. The number of research postgraduate students has been increasing steadily over the past decade and the college is now actively recruiting international students.

Overall Results

The College's Operating Surplus for the year was €1.388M. Total Comprehensive Income for the year was €12.255M which comprises the operating surplus, movement on College reserves of €1.677M and the gain on combination of St Patricks College €9.190M as detailed in the Statement of Changes in Reserves on page 17.

State Funding

The Higher Education Authority (HEA) is the statutory planning and policy development body for higher education and research in Ireland and advises the Minister for Education and Skills and the Government on Higher Education policy. In addition, it is the funding body for the Universities, Institutes of Technology, and a number of designated higher education institutions as well as the Colleges of Education. The HEA provides Research Funding, Capital Funding for buildings and equipment and Recurrent Funding through the process of reviewing and approving annual budgets and estimates. The College receives its core funding through the HEA. Total grants received are detailed in Note 3, 4, 5 and 26.

FRS 102

Similar to the rest of the higher education sector, the introduction of the new accounting standard FRS 102 has resulted in a significant change to the structure, terminology and format of the financial statements. This single reporting standard replaces the previous Irish Generally Accepted Accounting Practice (Irish GAAP). The College's financial statements for the year ended 30 September 2016 with comparatives at 30 September 2015 have been prepared in accordance with FRS 102. Restatements are effective from 1 October 2014, being the first date of the comparative period i.e. date of transition to FRS 102.

FE/HE SORP (Statement of Recommended Practice)

In addition to the implementation of FRS 102, the FE/HE SORP Board in the UK issued a revised Statement of Recommended Practice – Accounting for Further and Higher Education, 2015 (SORP) to provide clarification on aspects of FRS 102, and to enable the standard to be applied in a manner that is relevant and provides useful information to users of financial statements in the FE/HE sector. The recommendations in the SORP are not mandatory in the Republic of Ireland, however, the College has chosen to adopt it in line with best practice. The key changes in accounting treatment brought by the introduction of FRS 102 and SORP are outlined below with detailed notes in the Accounting Policies note on pages 20 to 24 of the financial statements:

- Treatment of deferred capital grants
- Employee benefit accrual
- Land revaluation exercise

St. Patrick's College Thurles

The Department of Education and Skills (DES) requested Mary Immaculate College take over the running of St Patrick's College, Thurles. This integration took effect on the 23rd of July 2016 when certain assets of St Patrick's College, Thurles were transferred into the ownership of Mary Immaculate College. See note 23 on page 44. The Deed of Appointment and Business Transfer Agreement reflected the conditions of integration. All

Mary Immaculate College

Coláiste Mhuire gan Smál

Vice-President Administration & Finance Report

educational activities of the renamed Mary Immaculate College Thurles Campus now come under the Governance and other structures of Mary Immaculate College.

Capital Commitments and Enhancement of the College Campus

The College had commenced a significant refurbishment project of the John Henry Newman Campus (formerly "The Mount") at 30th September 2016 and this project was substantially complete by 31st January 2017 with the building fully occupied and used as a Research and Graduate School. The College is also engaged in essential works at the Mary Immaculate College Thurles Campus. The College has obtained Planning Permission to construct a new Library / Learning Resource Centre and this project awaits the sourcing of suitable funding. The College continues to be actively engaged in extending and enhancing its campuses.



Mr. Michael Keane

Vice-President Administration & Finance

Date: 13th December 2017

Mary Immaculate College
Coláiste Mhuire gan Smál

Statement of Governance and Internal Control
for the year ended 30 September 2016

1. Statement from Governing Authority in relation to responsibility and compliance

Mary Immaculate College has adopted a Code which is in compliance with the Higher Education Authority (HEA)/Irish Universities Association (IUA) Code "Governance of Irish Universities" and the College has implemented procedures to meet the requirements of that Code. The College notes that this Code (originally published in 2007) was revised in July 2012 to incorporate provisions contained within the Department of Finance Code of Practice for the Governance of State Bodies, which was published in May 2009.

An tÚdarás Rialaithe has approved the Mary Immaculate College Annual Statement of Governance and Internal Control for the Financial Year Ended 30 September 2016. A summary of this Statement follows.

2. Code of Governance

The Code of Governance and following Codes of Conduct have been put in place and implemented by the College:

- Code of Conduct for Members of the MIC Board of Trustees
- Code of Conduct for Members of An tÚdarás Rialaithe
- Code of Conduct for MIC Staff

3. Financially significant developments

There were no financially significant developments other than those disclosed in the financial statements during the year under review.

4. Pay

MIC is in compliance with the Government Policy on Pay.

5. Financial reporting

All appropriate procedures for the production of the College's annual financial statements are being carried out.

6. Internal audit

The College has outsourced its Internal Audit function and the College's Internal Auditors report to the MIC Audit & Risk Committee who, in turn, report to An tÚdarás Rialaithe. There is a robust system of internal audit in place with Internal Auditors carrying out an annual programme of risk-based audits.

7. Procurement

MIC has procurement procedures in place and these have been communicated to staff of the College. Most of the College's significant procurement is undertaken under the Office of Government Procurement. During the year ended 30 September 2016 a small number of instances arose where the College procured goods and services without fully complying with national and EU procurement guidelines (i.e. four suppliers with a cumulative total of €226,000). While the College endeavours to tender for all necessary work there have been occasions, due to resource issues as well as urgent requirements, when this has not always been achieved. The College is working towards full compliance and will avail of the services of the Office of Government Procurement wherever possible.

8. Asset disposals

Procedures for asset disposal are being carried out by the College.

Mary Immaculate College
Coláiste Mhuire gan Smál

9. Guidelines for the Appraisal and Management of Capital Proposals

MIC complies with the Guidelines for the Appraisal and Management of Capital Projects.

10. Travel policy

Travel policy requirements are being implemented.

11. Guidelines on Achieving Value for Money in Public Expenditure

MIC is following the guidelines on Achieving Value for Money in Public Expenditure.

12. Tax laws

MIC is complying with tax laws and has processes in place to identify tax liabilities and ensure that these liabilities are paid as they fall due.

13. Child protection policy

MIC has a policy and procedures in place for child protection. The College commenced review of this policy in 2013 (and adopted a new Safeguarding Policy (and procedures) in 2014 inclusive of policy relating to child protection, vulnerable adults, and Garda Vetting).

14. Fees and expenses in accordance with guidelines from the Department of Finance

No fees are paid to College Trustees and members of An tÚdarás Rialaithe. MIC confirms that expenses paid to College Trustees and members of An tÚdarás Rialaithe are in accordance with the guidelines from the Department of Finance.

15. Code of governance for trading subsidiaries

MIC does not have any subsidiary companies.

16. Non-compliance

MIC management has processes in place to enable compliance with all statutory obligations applicable to the College.

17. Good Faith Reporting – Protected Disclosures Act 2014

An tÚdarás Rialaithe has adopted a Protected Disclosures Policy.

18. Governing authority responsibility for system of internal control

A review of the effectiveness of the system of internal control for the Financial Year ending 30 September 2016 has been carried out and approved by the Audit & Risk Committee and, subsequently, by An tÚdarás Rialaithe.

This review relied upon the work of Internal Audit, the review of that work by Audit and Risk Committee, assurances from senior officers of the College with responsibility for areas under their control, risk management processes and feedback from the reporting auditors and the Comptroller and Auditor General.

No weaknesses in internal control have been found that have resulted in material losses, contingencies or uncertainties which require disclosure in the financial statements or the auditor's report on the financial control.

Mary Immaculate College
Coláiste Mhuire gan Smál

19. Reasonable assurance against material error

The system of internal control is designed to manage rather than eliminate the risk of failure to achieve aims and objectives or to conduct College affairs in an orderly and legitimate manner. To that extent, such a system can only provide reasonable, but not absolute, assurance against material error or loss.

20. Key procedures put in place designed to provide effective internal control - appropriate Control Environment

Mary Immaculate College (MIC) is governed and regulated in accordance with an Instrument of Government, by approval of the Trustees of the College whose role, in turn, is mandated by a Scheme of Incorporation approved by the Commissioner for Charitable Donations and Bequests for Ireland under the Charities Act, 1973. Under the Scheme of Incorporation, and with the exception of certain powers that they have reserved to themselves, the Trustees have delegated responsibility for the governance of the College to a governing authority, An tÚdarás Rialaithe. An tÚdarás Rialaithe has overall responsibility for the College's system of internal control. The system of internal control covers all material controls including financial, operational and compliance controls, and risk management systems that support the achievement of the College's aims and objectives, while safeguarding the public and other funds and assets for which the College is responsible.

The system of internal control is designed to manage rather than eliminate the risk of failure to achieve aims and objectives or to conduct College affairs in an orderly and legitimate manner. To that extent, such a system can only provide reasonable, but not absolute, assurance against material error or loss. Under the Instrument of Government, there are four permanently constituted standing committees of the Governing Authority, chaired by independent chairpersons:

- Audit & Risk Committee (ARC)
- Equality Committee (EC)
- Finance & Resource Committee (FRC)
- Quality Committee (QC)

Executive Team

The Executive Team (ET) comprises An tUachtarán and the senior officers of the College. The members of the ET are appointed by An tUachtarán who is responsible for formally advising An tÚdarás Rialaithe of the composition of the ET and of any changes to it which may occur from time to time. The ET, through An tUachtarán, is accountable to An tÚdarás Rialaithe and its sub-committees. An tUachtarán, together with the ET, is responsible for the operational management of the College and may appoint such management advisory group or groups and committees as they deem appropriate from time to time, to advise them in this role. The ET has created the following standing sub-committees, which are chaired by various officers of the College:

- Access Committee
- Bord na Gaeilge
- Energy & Environmental Committee
- Faculty of Arts Management Committee
- Faculty of Education Management Committee
- Finance Sub-Committee
- Health Promoting College Committee
- Health & Safety Committee
- ICT Services Committee
- Strategic Planning Group
- Research Committee
- MIREC (Mary Immaculate College Research Ethics Committee)
- Student Wellbeing Committee

Mary Immaculate College
Coláiste Mhuire gan Smál

21. Key procedures put in place designed to provide effective internal control – business risk management process

The College has in place a comprehensive set of processes for the identification, evaluation and management of significant risks.

An tÚdarás Rialaithe maintains overall executive responsibility for risk management, with monitoring and reporting conducted by the Audit & Risk Committee. Responsibility at the detailed operational level is held by the Executive Team.

The risk management framework established in the College includes:

- A Risk Management Policy, approved by An tÚdarás Rialaithe, which governs the risk framework and operationalisation of the risk management process;
- The Institutional Risk Register (IRR) and Local Risk Registers (LRRs), where risks are categorised as Strategic, Operational, Financial, Reputational. Risks are rated in accordance with likelihood of occurrence and business impact and categorised as high, medium or low impact;
- Regular review of the Institutional Risk Register, which is a standing agenda item and is reviewed at each meeting of the Executive Team (and quarterly by the Strategic Planning Group – SPG - comprised of the Directors, Heads of Function and Executive Team), Audit and Risk Committee and An tÚdarás Rialaithe;
- Regular review of Local Risk Registers where members of the Strategic Planning Group prepare detailed Risk Registers for each of their areas to ensure that key operational risks are identified and managed by the relevant operational manager. These are reported to the SPG;
- Risk assessment training and awareness - promoted through the management structures.

22. Key procedures put in place designed to provide effective internal control – information systems & financial implications of major business risks

The key elements of the system of internal control include:

- Clearly defined management responsibilities and delegated authorities;
- Policies, procedures and regulations;
- Strategic planning processes;
- Planning, resource allocation and budgetary control systems which are monitored through regular management reporting including the issuing of monthly reports to budget-holders and review by senior management throughout the year;
- Information systems to ensure timely management reporting including:
 - Computerised Student Information System;
 - Computerised Payroll System;
 - Computerised Financial Accounting System
- A risk management system which identifies and reports key risks and the management actions taken to address these risks;
- Risk registers are maintained at institutional and local (functional) levels and reviewed on a 3-week basis by the Executive, and quarterly by the Strategic Planning Group, Audit & Risk Committee and the Governing Authority;
- Each register is iterative and subject to substantiation of rating amendments at each quarter.
- A comprehensive listing of internal controls has been developed for the Finance function and is subject to sample testing under annual review of internal control. Controls contained in the Risk Registers that are standing mitigating functions are also subject to testing.

23. Key procedures put in place designed to provide effective internal control – monitoring the effectiveness of the internal control system

Monitoring of the system of internal control is informed by the following processes:

- Ongoing review by the Executive Team, including monitoring of required policy

- development and amendment in accordance with the approved College Protocol for Policy Development;
- Creation, monitoring and review of an Annual Operating Plan;
 - Quarterly review by the Strategic Planning Group on the implementation of the College Annual Operating Plan (inclusive of the MIC/HEA Performance Compact);
 - Quarterly reports of the President to the College Trustees and An tÚdarás Rialaithe, inclusive of implementation of the College Annual Operating Plan and the MIC/HEA Performance Compact;
 - Quarterly reports by An tÚdarás Rialaithe to the College Trustees;
 - Quarterly reports of the Audit & Risk Committee, the Finance & Resource Committee, the Equality Committee, and the Quality Committee to An tÚdarás Rialaithe;
 - Quarterly reports of An Chomhairle Acadúil to An tÚdarás Rialaithe;
 - Creation, monitoring and review of a Risk Register;
 - Quarterly reports from the Audit & Risk Committee to An tÚdarás Rialaithe on the status of the College Risk Register, the status of ongoing internal audits and the implementation of the approved internal audit schedule, and College compliance with statutory measure;
 - Management letters and reports from the College's external auditors and the Comptroller and Auditor General which are reviewed by the Audit and Risk Committee and reported to An tÚdarás Rialaithe;
 - Quarterly monitoring of the Quality Improvement Schedule by the Quality Committee and adoption of Quality Assurance reports by An tÚdarás Rialaithe;
 - Quarterly reports from the Finance and Resource Committee to An tÚdarás Rialaithe relating to finance and capital matters which are placed before meetings of the Governing Authority;
 - Reporting to An tÚdarás Rialaithe and the Trustees on the results and recommendations arising from periodic reviews, including the recommendations arising from the MIC Review of Governance which took place in 2013.

24. Review of the effectiveness of the system of internal control

The Audit and Risk Committee carried out a formal review of the effectiveness of the system of internal control for the year ended 30 September 2016. The review was based on existing controls which management have put in place; reports of various sub-committees on whether or not systems are operating effectively; and based on the recommendations and findings of Internal and External Audits, which indicated nothing to the contrary and the A&RC was satisfied with the system in place for the financial year ended 30 September 2016.


Bishop Brendan Leahy
Cathaoirleach


Mr. Michael Keane
Member of An tÚdarás Rialaithe

Date: 13th December 2017

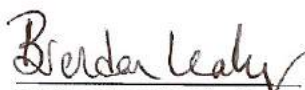
Mary Immaculate College
Coláiste Mhuire gan Smál

Statement of Responsibilities of the College Trustees and An tÚdarás Rialaithe for the Financial Statements

The Higher Education Authority requires the College Trustees and An tÚdarás Rialaithe to prepare financial statements which give a true and fair view of the results for the year and of the state of affairs of the College. In preparing those financial statements the College Trustees and An tÚdarás Rialaithe are required to:

- select suitable accounting policies and apply them consistently.
- make judgments and estimates that are reasonable and prudent.
- prepare the financial statements on a going concern basis unless that basis is inappropriate.
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements.

The College Trustees and An tÚdarás Rialaithe are responsible for keeping adequate accounting records which disclose with reasonable accuracy at any time the financial position of the College. The College Trustees and An tÚdarás Rialaithe are also responsible for safeguarding the assets of the College and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


Bishop Brendan Leahy
Cathaoirleach


Mr. Michael Keane
Member of An tÚdarás Rialaithe

Date: 13th December 2017

**MARY IMMACULATE COLLEGE AUDITOR'S REPORT
TO THE MEMBERS OF AN tUDARÁS RIALAITHE**

We have audited the financial statements of Mary Immaculate College for the year ended 30 September 2016 which comprise the Statement of Comprehensive Income, Statement of changes in Reserves, Statement of Financial Position, Statement of Cash Flows, Accounting Policies and the related notes. The financial reporting framework that has been applied in their preparation is accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants in Ireland including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland".

Respective responsibilities of College and auditor

As explained more fully in the Responsibilities Statement, the College is responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

This report is made solely to the members of tUdarás Rialaithe as a body, in accordance our appointment. Our audit work has been undertaken so that we might state to the members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the College and the members as a body, for our audit work, for this report, or for the opinions we have formed.

Scope of the 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 College's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the College; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the financial report 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.

**MARY IMMACULATE COLLEGE AUDITOR'S REPORT
TO THE MEMBERS OF AN tUDARÁS RIALAITHE**

Opinion on financial statements

In our opinion the financial statements:

- give a true and fair view of the College's affairs as at 30 September 2016 and of its surplus for the year then ended; and:
- have been properly prepared in accordance with applicable law and Generally Accepted Accounting Practice in Ireland including the accounting standards issued by the Financial Reporting Council and promulgated by the Institute of Chartered Accountants' in Ireland.

Matters on which we are required to report

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion proper books of account have been kept by the College.
- The financial statements are in agreement with the accounting records.
- In our opinion the information given in the Financial Report is consistent with the financial statements.



DENISE O'CONNELL FCA
For and on behalf of
Grant Thornton
Chartered Accountants
Statutory Audit firm
13th December, 2017



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

Mary Immaculate College, Coláiste Mhuire gan Smál

I have audited the financial statements of Mary Immaculate College, Coláiste Mhuire gan Smál for the year ended 30 September 2016 under the Comptroller and Auditor General (Amendment) Act 1993. The financial statements comprise the statement of comprehensive income, the statement of changes in reserves, the statement of financial position, the statement of cash flows 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 Governing Body

The Governing Body is responsible for the preparation of the financial statements, for ensuring that they give a true and fair view 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 College'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 seek to rely on evidence from an audit of the financial statements by auditors engaged by the College.

I also seek to obtain evidence about the regularity of financial transactions in the course of audit. In addition, I assess the consistency of the other information presented with the financial statements. If I become aware of any apparent material misstatements or inconsistencies, I consider the implications for my report.

Opinion on the financial statements

In my opinion, the financial statements

- give a true and fair view of the assets, liabilities and financial position of the College as at 30 September 2016 and of its income and expenditure for the year then ended; and
- have been properly prepared in accordance with generally accepted accounting practice in Ireland.

In my opinion, the accounting records of the College were sufficient to permit the financial statements to be readily and properly audited. The financial statements are in agreement with the accounting records.

Emphasis of matter – deferred pension funding

Without qualifying my opinion on the financial statements, I draw attention to Note 19 Retirement Benefits and to the recognition as at 30 September 2016 of an asset of €150 million in respect of deferred pension funding.

The recognition of an asset of €1.5 million in respect of the Single Public Service Pension Scheme reflects statutory provisions relating to the funding of that scheme.

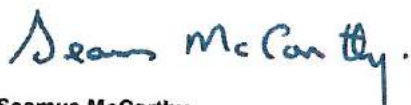
The recognition of an asset of €148.5 million in respect of the Colleges of Education Pension Scheme anticipates that funding will be provided by the State to meet pension liabilities as they fall due. Inherent in this accounting treatment is an assumption that any income generated by the College will in the first instance be applied towards current expenses and that State funding will meet any shortfall in resources required to meet future pension liabilities.

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 if I find

- any material instance where money has not been applied for the purposes intended or where the transactions did not conform to the authorities governing them, or
- the statement on governance and internal control does not reflect the College's compliance with the governance arrangements set out in the Code of Governance of Irish Universities, or
- there are other material matters relating to the manner in which public business has been conducted.

I have nothing to report in regard to those matters on which reporting is by exception.



Seamus McCarthy
Comptroller and Auditor General

19 December 2017

Mary Immaculate College
Coláiste Mhuire gan Smál

Statement of Comprehensive Income
Year ended 30 September 2016

	Note	Year ended 30 September 2016 €'000	Restated Year ended 30 September 2015 €'000
Income			
State grants	3	9,672	8,761
Academic fees	4	18,415	16,044
Release of Deferred Income	14	456	52
Other income	6	2,454	1,604
Interest income	7	132	317
Research and Self-Funding Programmes	5 & 14	2,588	2,566
Deferred funding for pensions	19	5,741	6,394
Total income		39,458	35,738
Gain on Combination of St Patrick's College	23	9,190	-
Amortisation of state capital grants	14	1,508	1,351
		50,156	37,089
Expenditure			
Staff costs	8	18,049	16,956
Other operating expenses	9	8,075	6,656
Research and Self-Funding Programmes	5 & 14	2,588	2,566
Depreciation	11	1,789	1,812
Pension cost	19	7,400	8,049
Total expenditure		37,901	36,039
Surplus for the year		12,255	1,050
Actuarial gain/ (loss) in respect of pension schemes	19	(2,261)	(35,606)
Movement on pension receivable	19	2,261	35,606
Total comprehensive income for the year		12,255	1,050
Represented by:			
Unrestricted Reserve		3,065	1,050
Restricted St Patrick's Reserve	23	9,190	-
Total comprehensive income for the year		12,255	1,050

All items of income and expenditure relate to continuing activities.

The financial statements on pages 16-46 were approved by the Governing Body on the 13th December 2017 and were signed on its behalf on that date by:


Bishop Brendan Leahy
Cathaoirleach


Mr. Michael Keane
Vice-President Administration & Finance

Mary Immaculate College
Coláiste Mhuire gan Smál

Statement of Changes in Reserves
For the year ended 30 September 2016

	Unrestricted Revenue €'000	Unrestricted Development €'000	Unrestricted Library €'000	Unrestricted Accommodation €'000	Unrestricted Academic/ Research €'000	Unrestricted Sub-Total €'000	Unrestricted Revaluation €'000	Restricted St Patrick's €'000	Reserves Total €'000
Balance at 1 October 2014	9,387	4,257	1,342	1,950	1,801	18,737	-	-	18,737
Revaluation	-	-	-	-	-	-	11,807	-	11,807
Restated Balance at 1 October 2014	9,387	4,257	1,342	1,950	1,801	18,737	-	-	30,544
Surplus/ (deficit) from the income and expenditure statement	99	712	30	157	52	1,050	-	-	1,050
Transfer between reserves	212	(212)	-	-	-	-	-	-	-
	311	500	30	157	52	1,050	-	-	1,050
Balance at 30 September 2015	9,698	4,757	1,372	2,107	1,853	19,787	11,807	-	31,594
Surplus/ (deficit) from the income and expenditure statement	1,388	788	106	327	456	3,065	-	-	3,065
Transfer between reserves	4,497	(4,497)	-	-	-	-	-	-	-
St Patrick's Education Fund	-	-	-	-	-	-	-	9,190	9,190
Total comprehensive income for the year	5,885	(3,709)	106	327	456	3,065	-	9,190	12,255
Balance at 30 September 2016	15,583*	1,048	1,478	2,434	2,309	22,852	11,807	9,190	43,849

Balance at 1 October 2014
Revaluation

Restated Balance at 1 October 2014

Surplus/ (deficit) from the income and expenditure statement
Transfer between reserves

Balance at 30 September 2015

Surplus/ (deficit) from the income and expenditure statement
Transfer between reserves
St Patrick's Education Fund
Total comprehensive income for the year

Balance at 30 September 2016

*Included in this amount is €12.052M for the future depreciation of capital projects funded from the Development, Library and Accommodation Reserves.

The financial statements on pages 16-46 were approved by the Governing Body on the 13th December 2017 and were signed on its behalf on that date by:


Brendan Leahy
Bishop Brendan Leahy
Cathaoirleach

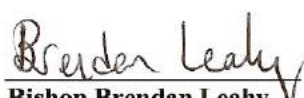

Mr. Michael Keane
Vice-President Administration & Finance

Mary Immaculate College
Coláiste Mhuire gan Smál

Statement of Financial Position
Year ended 30 September 2016

	Note	30/09/2016 €'000	Restated 30/09/2015 €'000
Non-current assets			
Tangible Fixed Assets	11	82,981	76,405
Investments	12	1,426	5,500
		84,407	81,905
Current assets			
Trade and Other Receivables	13	2,204	550
Cash and cash equivalents	16	15,000	3,957
Current Investments	16	5,673	7,788
		22,877	12,295
Less: Creditors: amounts falling due within one year	14	(9,630)	(6,928)
Net current assets		13,247	5,367
Total assets less current liabilities			
Creditors: amounts falling due after more than one year	15	(53,805)	(55,678)
Pension liability provision	19	(150,000)	(142,000)
Pension receivable	19	150,000	142,000
Total net assets		43,849	31,594
Restricted reserves			
Income and expenditure reserve	23	9,190	-
Unrestricted reserves			
Income and expenditure reserve		22,852	19,787
Revaluation Reserve		11,807	11,807
Total		43,849	31,594

The financial statements on pages 16-46 were approved by the Governing Body on the 13th December 2017 and were signed on its behalf on that date by:


Bishop Brendan Leahy
Cathaoirleach

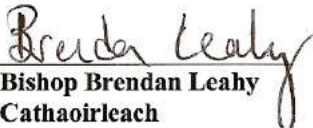

Mr. Michael Keane
Vice-President Administration & Finance

Mary Immaculate College
Coláiste Mhuire gan Smál

Statement of Cash Flows
For the year ended 30 September 2016

		Year ended 30 September 2016 €'000	Restated Year ended 30 September 2015 €'000
Cash flow from operating activities			
Surplus for year		12,255	1,050
Adjustment for non-cash items			
Depreciation	11	1,789	1,812
Investment income	7	(132)	(317)
Combination of St Patrick's College Land & Buildings	11	(3,751)	
Operating cashflow before movement in working capital		<u>10,161</u>	<u>2,545</u>
Decrease/ (increase) in debtors		(1,654)	249
Increase/ (decrease) in creditors		829	(2,937)
Adjustment for investing or financing activities			
Investment income	7	132	317
Net cash (outflow)/inflow from operating activities		<u><u>9,468</u></u>	<u><u>174</u></u>
Cash flows from investing activities			
Purchase of investments	12	(426)	-
Purchase of tangible fixed assets	11	(4,614)	(556)
		<u><u>(5,040)</u></u>	<u><u>(556)</u></u>
Cash flows from financing activities			
Decrease in Term Deposits		6,615	2,115
		<u><u>6,615</u></u>	<u><u>2,115</u></u>
Increase in cash and cash equivalents in the year		11,043	1,733
Cash and cash equivalents at beginning of year		3,957	2,224
Cash and cash equivalents at end of year		<u><u>15,000</u></u>	<u><u>3,957</u></u>

The financial statements on pages 16-46 were approved by the Governing Body on the 13th December 2017 and were signed on its behalf on that date by:


Bishop Brendan Leahy
Cathaoirleach


Mr. Michael Keane
Vice-President Administration & Finance

Mary Immaculate College

Coláiste Mhuire gan Smál

Notes to the Financial Statements

For the year ended 30 September 2016

1. Significant Accounting Policies

Basis of preparation

The financial statements have been prepared in accordance with Financial Reporting Standard 102 – FRS 102 and the Statement of Recommended Practice (“SORP”) – Accounting for Further and Higher Education (2015), issued by the FE/HE SORP Board in the UK, which has been voluntarily adopted by the College. The College is a public benefit entity and therefore has applied the relevant public benefit requirement of the applicable accounting standards.

Transition to FRS 102 and the 2015 FE/HE SORP

The College is preparing its financial statements in accordance with FRS 102 and the 2015 FE/HE SORP for the first time and consequently has applied the first time adoption requirements. The date of transition to FRS 102 is 1 October 2014. An explanation of how the transition to these new accounting standards has affected the reported financial position and financial performance of the results of the College is provided in note 21.

Application of first time adoption grants certain exemptions from the full requirements of FRS 102 and the 2015 FE/HE SORP in the transition period. The following exemptions have been taken into these financial statements: Fair value or revaluation as deemed cost – as at 1 October 2014, fair value has been used as the deemed cost for land and buildings.

Accounting convention

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain land and buildings which are reported at their fair value.

Recognition of income

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 and other government 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.

Income from research grants, contracts and other services rendered is included to the extent of the completion of the contract or service concerned. This is generally equivalent to the sum of the relevant expenditure incurred.

Income from concession agreements is treated as deferred income and credited to the statement of comprehensive income and expenditure account in accordance with the right to consideration earned per the contractual terms.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements
For the year ended 30 September 2016

1. Significant accounting policies (continued)

Tangible fixed assets

1. Land and buildings

The College has revalued its land on a fair value basis as at 1 October 2014 and the revised values are now used as the deemed cost of land. Land is not depreciated.

Tangible fixed assets are stated at cost or valuation, net of depreciation. Depreciation is provided on all tangible fixed assets, at rates calculated to write off the cost or valuation, of each asset on a straight-line basis over its expected useful life, as follows:

Freehold buildings	50 years
Buildings under construction	No Depreciation
Land	No Depreciation

Where buildings are acquired with the aid of specific government grants they are capitalised and depreciated as above. The related grants are credited to Deferred Capital Grants in the Statement of Financial Position and are released to the Statement of Comprehensive Income over the expected useful economic life of the related asset on a basis consistent with the depreciation policy.

2. Fit-out and equipment

Equipment costing less than €5,000 per individual item is written off to the Statement of Comprehensive Income in the year of acquisition.

All other equipment is capitalised at cost. Capitalised equipment is depreciated over its useful economic life as follows:

Computer equipment	4 years
Furniture and fittings	10 years
Catering and Gardening Equipment	10 years
Motor Vehicles	5 years

Where equipment is acquired with the aid of specific government grants it is capitalised and depreciated in accordance with the above policy, with the related grant being credited to Deferred Capital Grants in the Statement of Financial Position and released to the Statement of Comprehensive Income over the expected useful economic life of the related equipment.

The cost of routine corrective maintenance is charged to the statement of comprehensive income in the period that it is incurred.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - Continued
For the year ended 30 September 2016

1. Significant accounting policies (continued)

Heritage Assets

The College has acquired approx. 235 pieces of art comprising mostly paintings or sculptures over many years. Some of these assets are on display around the campus with the remainder in storage. These art pieces were all donated to the College and are not capitalised in the Financial Statements.

Investments

Quoted investments are stated at market value based on prices ruling at the statement of financial position date. Investments which are held in managed funds and unit linked funds are stated at bid prices at the statement of financial position date. The market values of investments denominated in foreign currency are converted to euro using the rates of exchange ruling at the year-end date.

Taxation

As the College hold tax-exempt status, it is not liable for Corporation Tax or Income Tax on any of its charitable activities.

Provisions

Provisions are recognised when the College 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.

Financial instruments

Cash includes cash in hand, deposits repayable on demand and overdrafts.

Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash with insignificant risk of change in value. An investment qualifies as a cash equivalent when it has maturity of 3 months or less from the date of acquisition.

Retirement benefits

Pension Schemes for Academic, Administrative and Non-Academic staff in Colleges of Education for National Teachers 1988 (Colleges of Education Pension Scheme, 1988)

The College operates a defined benefit superannuation scheme which is unfunded. The disclosures required and principles contained in FRS 102 have been adopted in these financial statements and are based on a full actuarial valuation by a qualified independent actuary.

Pensions are funded annually on a pay as you go basis.

Pension costs charged to expenditure represent the current service cost plus interest on pension scheme liabilities less employee contributions.

Net deferred funding for pensions is recognized as income to the extent that it is recoverable, and offset by grants received in the year to discharge pension payments.

Actuarial gains or losses arising on scheme liabilities are reflected in the Statement of Total Recognized Gains and Losses and a corresponding adjustment is recognized in the amount recoverable from the HEA.

Pension Liabilities represent the present value of future pension payments earned by staff to date. Deferred pension funding represents the corresponding asset to be recovered in future periods.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - Continued
For the year ended 30 September 2016

1. Significant accounting policies (continued)

The Single Public Service Pension Scheme (Single Scheme)

The College also accepts pension contributions under the new Single Public Service Pension ("Single Scheme"). The Single Scheme is the defined benefit pension scheme for pensionable public servants appointed on or after 1 January 2013 in accordance with the Public Service Pension (Single Scheme and Other Provisions) Act 2012. The scheme provides for a pension and retirement lump sum based on career-average pensionable remuneration, and spouse's and children's pensions. The minimum pension age is 66 years (rising in line with State pension age changes). It includes an actuarially-reduced early retirement facility from age 55. Pensions in payment increase in line with the consumer price index.

Reserves

Reserves are classified as restricted or unrestricted. Restricted reserves include balances through which the donor or funder has designated a specific purpose and therefore the College is restricted in the use of these funds.

Revenue Reserve

The purpose of the Revenue Reserve is to reflect the surplus/deficit of the college for the year and the accumulated funds.

Development Reserve

The purpose of the Development Reserve is to provide funding for the future Capital and Strategic development of the College. Surplus funds arising from non-core activities as well as provision for funding of specific projected activities are credited to the Development Reserve.

Library Reserve

The purpose of the Library Development Reserve is to provide funding towards the future construction of a new library building. Surplus funds arising from Non-Core Courses have been transferred to the Library Development Reserve.

Accommodation Reserve

The purpose of the Accommodation reserve is to provide funding for the refurbishment of existing College student residences and for the purchase of additional student residential accommodation.

The surpluses generated from the rental of College student residences are transferred to the Accommodation Development Reserve.

Academic/Research Reserve

The purpose of the Academic / Research Reserve is to provide funding towards the future development of new and other courses. Surplus funds arising from Self-Funding programmes, Non-Core Courses and other programmes without contractual obligations have been transferred to the Academic / Research Reserve.

Revaluation Reserve

The College elected to use the first time adoption option on transition to FRS 102 and has revalued its land on a fair value basis as at 1 October 2014. The revised values are now used as the deemed cost of land. This resulted in the recognition of tangible assets and a corresponding revaluation reserve.

St Patrick's Reserve

In line with the St. Patrick's College Thurles legal transfer deed a restricted reserve consisting primarily of property and investment assets was transferred to the College from St Patricks' College, Thurles at 22 July 2016 and has been separately disclosed in the College Financial Statements. This reserve is designated "The St. Patrick's College Thurles Education Fund" in line with the terms of the transfer deed.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - Continued
For the year ended 30 September 2016

Going concern

The College's activities, together with the factors likely to affect its future development, performance and position are set out in the Vice-President Administration & Finance report.

The Governing Authority is satisfied that the College has adequate resources to meet its obligations as they fall due for the foreseeable future. Thus they continue to adopt the going concern basis of accounting in preparing the annual financial statements.

Mary Immaculate College Foundation

Mary Immaculate College Foundation Limited is a company limited by guarantee not having a share capital which was incorporated under the Companies Acts on 7 February 2005. The main object for which the Foundation was established was in furtherance of the education and research carried out by the College in its pursuit of education, teaching and research, by engaging in fund raising activities. The Foundation accounts are not consolidated with the College accounts on the basis that it's a separate company governed by an independent board.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - Continued
For the year ended 30 September 2016

2. Critical accounting judgements and key sources of estimation uncertainty

In the application of the College's accounting policies, which are described in note 1, the members of An tÚdarás Rialaithe are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The principal estimates, judgements and assumptions used in the financial statements for the year ended 30 September 2016 are as follows:

1. Property, Plant and Equipment

Depreciation is calculated based on estimates and assumptions on the useful economic life and expected residual value of the asset.

2. Impairments

Judgement is used to determine whether there has been any indication of impairment to the College's assets.

3. Recoverability of Bad Debts

The provision for bad debt is calculated based on management's expectation on the recoverability of debt. In calculating the provision for bad debt the following factors are considered: age of the debt and current market conditions.

4. Employee Benefits

The accrual for holidays earned but not taken is based on estimates of total holiday leave less leave taken.

5. Pension Provisions

The pension provision is calculated based on actuarial assumptions provided by an actuary annually. The actuarial assumptions include discount rates, salary increases, pension increases and inflation rates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - Continued
For the year ended 30 September 2016

3. State grants		2016	2015
		€'000	€'000
State grants allocated for recurrent purposes	Note 26	<u>9,672</u>	<u>8,761</u>
4. Academic fees		2016	2015
		€'000	€'000
Student Grants	Note 26	11,535	10,280
Student Fees		6,880	5,764
Total Academic fee income		<u>18,415</u>	<u>16,044</u>
5. Research & Self-funded Programmes		2016	2015
		€'000	€'000
<u>Research & Other Grants</u>			
State & Semi-State	Note 26	504	204
European Union		233	334
Other		23	9
Total Research & Other Grants		<u>760</u>	<u>547</u>
<u>Self-funded Programmes</u>			
Post Graduate Fee's		1,032	1,193
Other		796	826
Total Self-funded Programmes		<u>1,828</u>	<u>2,019</u>
Total Research & Self-funded Programmes		<u>2,588</u>	<u>2,566</u>

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - Continued
For the year ended 30 September 2016

6. Other income

	2016	2015
	€'000	€'000
Residences	676	578
Car Park Income	18	18
Management Fee	319	-
Printing/Photocopying	62	77
Rental Income	76	58
Concession Fees	253	247
20% Top Slice	400	340
5% Library Contribution	59	41
5% Blended Learning Contribution	59	41
St Patrick's Operating Loss receivable from DES	314	-
Student Services	157	143
Other rental and operating income	61	61
	<u>2,454</u>	<u>1,604</u>

7. Interest income

	2016	2015
	€'000	€'000
Interest income	<u>132</u>	<u>317</u>

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

8. Staff costs

The average number of persons (including senior post-holders) employed by the College during the year, expressed in full-time equivalent is:

	2016	2015
	No. of	No. of
	employees	employees
Academic	132	125
Professional Services	133	126
	<u>265</u>	<u>251</u>
	2016	2015
	€'000	€'000
Salaries and wages per department		
Residence, Rental and Other Income	200	282
Academic	11,512	10,712
Technical	212	226
Administration/Secretarial/Research	858	708
Research	572	580
Library	720	695
Information Technology	401	384
Placement Office	151	148
Administration	1,831	1,698
Premises	572	579
Student Facilities	1,020	944
	<u>18,049</u>	<u>16,956</u>
Pension related costs		
	2016	2015
	€'000	€'000
Employer pension costs	7,400	8,049
Incremental pension costs underwritten by the State/Interest on Pension Scheme Liabilities	(3,400)	(5,600)
Employee Contributions	800	751
Current service cost	<u>4,800</u>	<u>3,200</u>

Key management compensation

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the College. The College's "key management personnel" are members of the senior management team who form the Executive Team. The total remuneration for key management personnel for the year 2016 amounted to €806,039 (2015: €806,130).

Mary Immaculate College

Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

8. Staff costs (continued)

Higher paid staff

The College has adopted a starting value of €60,000 to identify higher paid staff. Staff remuneration, in salary bands of €10,000, using €60,000 as the starting value, is as follows:

Salary Bands	Year Ended 30 September 2016	Year Ended 30 September 2015
60,000 – 70,000	19	20
70,001 – 80,000	76	69
80,001 – 90,000	23	23
90,001 – 100,000	-	-
100,001 – 110,000	9	9
110,001 – 120,000	-	-
120,001 – 130,000	-	-
130,001 – 140,000	<u>1</u>	<u>1</u>
Grand Total	<u>128</u>	<u>122</u>

Mary Immaculate College

Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

9. Other operating expenses

	2016	2015
	€'000	€'000
Residence, Rental and Other Income	170	188
Teaching Practice	15	8
ECCE	173	182
Research	628	591
Academic	545	442
Library	376	333
Information Technology	857	561
Placement Office	1	1
Professional Fees	275	118
Administration	433	335
Premises	2,765	2,288
Student Facilities	753	763
College Accreditation and Examination	202	165
Public Relations	434	313
General Education and Misc	117	145
Investments	18	-
Travel & Subsistence	313	223
	<hr/>	<hr/>
	8,075	6,656
	<hr/>	<hr/>
	2016	2015
	€'000	€'000
Other operating expenses include:		
Auditors' remuneration:		
- External audit of College	21	19
- State audit of College	18	15
	<hr/>	<hr/>

10. Taxation

The College is a registered charity and it therefore has taxation exempt status.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

11. Tangible fixed assets	Land and Buildings construction	Buildings under construction	Motor Vehicle	Computer equipment	Catering Equipment	Furniture & Fittings	Total
College	€'000	€'000	€'000	€'000	€'000	€'000	€'000
Cost							
Restated cost at 1 October 2015	76,904	209	18	3,083	200	1,086	81,500
Additions in year	3,751*	4,497	-	117	-	-	8,365
Disposals in year	-	-	-	(105)	-	-	(105)
At 30 September 2016	80,655	4,706	18	3,095	200	1,086	89,760
Depreciation							
At 1 October 2015	1,513	-	18	2,743	155	666	5,095
Charge for year	1,513	-	-	168	13	95	1,789
Eliminated on disposals	-	-	-	(105)	-	-	(105)
At 30 September 2016	3,026	-	18	2,806	168	761	6,779
Net book value							
At 30 September 2016	77,629	4,706	-	289	32	325	82,981
At 1 October 2015	75,391	209	-	340	45	420	76,405

* Please see Note 23 - Assets taken on were Land and Buildings valued at €3,751,000.

* Included in this figure is an investment property valued at €250,000.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

11. Tangible fixed assets – in respect of prior year												
College		Land and Buildings construction	Buildings under construction	Motor Vehicle	Computer equipment	Catering Equipment	Furniture & Fittings	Total				
	€'000	€'000	€'000	€'000	€'000	€'000	€'000	€'000				€'000
Cost												
At 1 October 2014	88,765	-	-	18	6,195	344	2,142	97,464				
Revaluation	(11,865)	-	-	-	-	-	-	(11,865)				
Restated at 1 October 2014	76,900	-	-	18	6,195	344	2,142	85,599				
Additions in year	4		209	-	343	-	-	556				
Transfers from assets in course of construction	-		-	-	-	-	-	-				
Disposals in year	-		-	-	(3,455)	(144)	(1,056)	(4,655)				
At 30 September 2015	76,904	209	209	18	3,083	200	1,086	81,500				
Depreciation												
At 1 October 2014	23,669	-	-	18	6,018	289	1,626	31,620				
Revaluation	(23,669)	-	-	-	-	-	-	(23,669)				
Restated at 1 October 2014	-	-	-	18	6,018	289	1,626	7,951				
Charge for year	1,513	-	-	-	189	13	97	1,812				
Eliminated on disposals	-	-	-	-	(3,464)	(147)	(1,057)	(4,668)				
At 30 September 2015	1,513	-	-	18	2,743	155	666	5,095				
Net book value												
At 30 September 2015	75,391	209	209	-	340	45	420	76,405				
At 1 October 2014	76,900	-	-	-	177	55	516	77,648				

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

11. Tangible fixed assets (continued)

The College has revalued its land on a fair value basis as at 1 October 2014, taking advantage of the transitional provisions of FRS 102. The College appointed Hanly Donnellan as an independent external valuer. The valuation was performed in accordance with the RICS Valuation – Professional Standards April 2015. The revised land valuation has increased tangible fixed assets and the revaluation reserve by €11.8m at the date of transition 01 October 2014. At 30 September 2016, land and buildings included €1.2m (at 30 September 2015: €601k) in respect of land which is not depreciated.

Buildings under construction at 30 September 2016 of €4.7m (at 30 September 2015: €209k).

An annual impairment review of building assets is undertaken with Estates and Facilities to identify assets showing signs of impairment.

Heritage Assets

The College has acquired approx. 235 pieces of art comprising mostly paintings or sculptures over many years. Some of these assets are on display around the campus with the remainder in storage. These art pieces were all donated to the College and are not capitalised in the Financial Statements. These assets are appropriately maintained and cared for.

12. Investments

	2016	2015
	€'000	€'000
Term Deposits	1,000	5,500
Investments	426	-
	<u>1,426</u>	<u>5,500</u>

See Note 23 - Investments taken on were valued at €426k at 30 September 2016.

13. Debtors

	2016	2015
	€'000	€'000
Trade receivables	233	114
Academic fees receivable	20	65
Prepayments	178	171
State grant receivable	1,364	31
Other debtors	409	169
	<u>2,204</u>	<u>550</u>

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

14. Creditors: amounts falling due within one year	2016	Restated
	€'000	2015
		€'000
Trade payables	58	40
Committed Funds	85	119
Academic fees received in advance	2,665	2,428
Accruals	2,585	1,103
Deferred income – government capital grants	1,508	1,351
Bank Concession Fee	205	205
Amounts owed to related party	71	47
Other tax and social security	539	487
Other amounts received in advance	590	380
Other Deferred Income	1,324	768
	<u>9,630</u>	<u>6,928</u>
(a) HEA Strategic Initiatives		
Opening Balance	285	370
Amount Received	388	411
Release from SOCI	75	1
Less Expenditure		
Pay	(375)	(302)
Non-Pay	(127)	(195)
Closing Balance	<u>246</u>	<u>285</u>
(b) Research & Self-Funding Programmes		
Opening Balance	498	372
Amount Received	2,417	1,553
Release from SOCI	(281)	(54)
Less Expenditure		
Pay*	(355)	(308)
Non-Pay*	(1,201)	(1,065)
Closing Balance	<u>1,078</u>	<u>498</u>
(c) Non-Core Courses		
Opening Balance	(15)	74
Amount Received	1,297	1,103
Release from SOCI	(250)	1
Less Expenditure		
Pay*	(590)	(543)
Non-Pay*	(442)	(650)
Closing Balance	<u>-</u>	<u>(15)</u>
Other Deferred Income	1,324	768
Total Expenditure * (b) to (c) above	(2,588)	(2,566)
Total Release to/from SOCI (a) to (c) above	(456)	(52)

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

15. Creditors: amounts falling after one year

	2016	Restated
	€'000	2015
		€'000
Deferred income – government capital grants	53,805	55,470
Bank Concession Fee	-	205
Bonn Uí Broimeail	-	3
	<u>53,805</u>	<u>55,678</u>

16. Current Investments

	2016	2015
	€'000	€'000
Cash at bank (including restricted cash)	15,000	3,957
Term Deposits (12 months or less)	5,673	7,788
	<u>20,673</u>	<u>11,745</u>

17. Related Parties

Mary Immaculate College approved a subvention of € 25,000 (2015: €35,000) to The Lime Tree Theatre Limerick Limited. Mary Immaculate College paid operating expenses in the amount of €966 (2015: €1,435) and received income of €966 (2015: €23,545) on behalf of the company during the year. There were no balances outstanding between these parties at year end (2015: €nil). Mary Immaculate College has provided a letter of support to the Lime Tree Theatre Limerick Limited confirming that it will provide the necessary funds to ensure sufficient working capital for the company up to 31st December 2018.

Mary Immaculate College Foundation Limited is a separate company on whose behalf Mary Immaculate College sometimes incurs miscellaneous expenses or receives miscellaneous income. At the 2016 year end an amount of €nil (2015: nil) was owed to Mary Immaculate College Foundation.

Wired FM radio station is a partnership of the students and staff of Mary Immaculate College and Limerick Institute of Technology licensed under the Broadcasting Authority of Ireland. It is funded largely by Capitation and other grants. At 30th September 2016 an amount of €70,761 (2015: € 46,745) was due to Wired FM.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

18. Contingent Liabilities

The College is involved in a number of legal actions arising in the ordinary course of business. No material adverse impact on the financial position of the College is expected to arise from the ultimate resolution of these actions.

19. Retirement Benefits

	2016	2015
	€'000	€'000
Pensions		
Recurrent Pensions	2,260	2,228
Lump Sum Payments	<u>199</u>	<u>178</u>
	<u>2,459</u>	<u>2,406</u>

(a) Financial Reporting Standard 102 Retirement Benefits Disclosures

The College operates two defined benefit superannuation schemes, the Colleges of Education Pension Scheme, 1988 and the Single Scheme, which applies to the staff of Mary Immaculate College (MIC). Benefits are financed on a "pay-as-you-go" basis and there are no assets held in respect of the accrued pension liabilities of MIC staff.

The results set out below are based on an actuarial valuation of the liabilities in respect of MIC staff as at 30 September 2016. This valuation was carried out by a qualified independent actuary for the purposes of FRS 102. The main financial assumptions used in the valuations were:

	2016	2015	2014
Rate of increase in salaries	2.5%	2.5%	4.0%
Rate of increase in pension payments	2.5%	2.5%	4.0%
Discount rate	1.85%	2.35%	5.5%
Inflation assumption	1.75%	1.75%	2.0%

All assumptions sourced from the Dept. of Public Expenditure and Reform.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

(b) Net Deferred Funding for Pensions in Year	2016 €'000	2015 €'000
Funding recoverable in respect of current year		
Pension Costs	7,400	8,049
State Grant applied to pay pensioners	(2,459)	(2,406)
Employee Contributions	<u>800</u>	<u>751</u>
	<u>5,741</u>	<u>6,394</u>

(c) Analysis of total pension costs charged to Expenditure	2016 €'000	2015 €'000
Current Service Cost	4,800	3,200
Interest on Pension Scheme Liabilities	3,400	5,600
Employee Contribution	<u>(800)</u>	<u>(751)</u>
Total	<u>7,400</u>	<u>8,049</u>

(d) Deferred Funding asset for Pensions

The College recognizes as an asset, an amount corresponding to the unfunded deferred liability for pensions on the basis of the set of assumptions described above and a number of past events. These events include the statutory basis for the establishment of the superannuation scheme, and the policy and practice in relation to funding public service pensions including the annual estimates process.

With regard to the Colleges of Education Scheme, 1988, whilst there is no formal agreement regarding these specific amounts with the Department of Education and Skills, the College has no evidence that this funding policy will not continue to progressively meet this amount in accordance with current practice. The Single Scheme liability is approximately 1% of the closing defined benefit obligation and funding is guaranteed by State.

The deferred funding asset for pensions as at 30 September 2016 amounted to €150 million (2015: €142 million).

(e) Movement in Net Pension Liability during the Financial Year

	2016 €'000	2015 €'000
Movement in (deficit) during the year		
Scheme Liability at 1 October	(142,000)	(100,000)
Movement in Year:		
Current Service Cost	(4,800)	(3,200)
Contributions Paid	2,461	2,406
Other Finance (Cost)	(3,400)	(5,600)
Actuarial Loss	<u>(2,261)</u>	<u>(35,606)</u>
Scheme Liability at 30 September	<u>(150,000)</u>	<u>(142,000)</u>

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

(f) History of Experience Gains and Losses	2016 €'000	2015 €'000
Experience gains/(losses) on schemes' liabilities	(2,261)	(35,606)
Percentage of schemes' liabilities	(1.5%)	(25%)
Total recognized in statement of total recognized Gains and losses	(2,261)	(35,606)
Percentage of the present value of the schemes' Liabilities	(1.5%)	(25%)
Average future life expectancy according to the mortality tables used to determine the pension liabilities		
	2016	2015
Male aged 65	21	22
Female aged 65	24	25

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

20. Post Balance Sheet Events

There were no significant events since the balance sheet date which could have implications for these financial statements

21. Transition to FRS 102 and the 2015 FE/HE SORP

As explained in the accounting policies, these are the College's first financial statements prepared in accordance with FRS 102 and the updated FE/HE SORP. The accounting policies have been applied in preparing the financial statements for the year ended 2016 and the comparative information for the year ended 2015 and in the preparation of an opening FRS 102 Statement of Financial Position at 1 October 2014. In preparing its FRS 102, SORP based Statement of Financial Position, the College has adjusted amounts reported previously in financial statements which had been prepared in accordance with the old basis of accounting (Generally Accepted Accounting Practice in Ireland and 2007 SORP). An explanation of how the transition to FRS 102 and the FE/HE SORP has affected the College's financial position and financial performance is set out in the following tables.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

21. Transition to FRS 102 and the 2015 FE/HE SORP (continued)

Statement of Financial Position and reconciliation of reserves

	Note	01/10/2014 €'000	Effect of transition €'000	FRS 102 01/10/2014 €'000	30/09/2015 €'000	Effect of transition €'000	FRS 102 30/09/2015 €'000
Non-Current							
Tangible Fixed Assets	a	65,840	11,807	77,647	64,540	11,865	76,405
Investments	d	-	-	-	-	5,500	5,500
		<u>65,840</u>	<u>11,807</u>	<u>77,647</u>	<u>64,540</u>	<u>17,365</u>	<u>81,905</u>
Current Assets							
Trade and Other Receivables		768	-	768	550	-	550
Cash and cash equivalents		2,224	-	2,224	3,957	-	3,957
Current Investments	d	<u>15,403</u>	-	<u>15,403</u>	<u>13,288</u>	<u>(5,500)</u>	<u>7,788</u>
		<u>18,395</u>	-	<u>18,395</u>	<u>17,795</u>	<u>(5,500)</u>	<u>12,295</u>
Less: Creditors – amounts falling due within one year	b & c	<u>(6,733)</u>	<u>(1,690)</u>	<u>(8,423)</u>	<u>(5,395)</u>	<u>(1,533)</u>	<u>(6,928)</u>
Net current (liabilities)/assets		<u>77,502</u>	<u>10,117</u>	<u>87,619</u>	<u>76,940</u>	<u>10,332</u>	<u>87,272</u>
Total assets less current liabilities							
Creditors – amounts falling due after more than one year	b & c	(413)	(56,662)	(57,075)	(208)	(55,470)	(55,678)
Pension liability provision		100,000	-	100,000	142,000	-	142,000
Pension receivable		<u>(100,000)</u>	-	<u>(100,000)</u>	<u>(142,000)</u>	-	<u>(142,000)</u>
Total Net Assets		<u>77,089</u>	<u>(46,545)</u>	<u>30,544</u>	<u>76,732</u>	<u>(45,138)</u>	<u>31,594</u>
Capital/Revaluation Reserve	a & c	65,840	(54,033)	11,807	64,539	(52,732)	11,807
Restricted reserves							
Income and expenditure reserve – restricted reserve		-	-	-	-	-	-
Unrestricted reserves							
Income and expenditure reserve – unrestricted reserve	b & c	<u>11,249</u>	<u>7,488</u>	<u>18,737</u>	<u>12,193</u>	<u>7,594</u>	<u>19,787</u>
Total		<u>77,089</u>	<u>(46,545)</u>	<u>30,544</u>	<u>76,732</u>	<u>(45,138)</u>	<u>31,594</u>

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

21. Transition to FRS 102 and the 2015 FE/HE SORP (continued)

Details of movement in the College's reserves are outlined below:

	At 1 October 2014 €'000	At 30 September 2015 €'000
Reserves reported under previous Irish GAAP	77,089	76,732
Adjustments to reserves on transition to FRS 102 and the 2015 FE/HE SORP		
a. Recognition of revaluation of Tangible Fixed Assets	11,807	11,865
b. Recognition of holiday pay accrual	(181)	(181)
c. Recognition of Deferred Income – government capital grants	(58,171)	(56,822)
	<hr/>	<hr/>
Reserves reported under FRS 102 and the 2015 FE/HE SORP	30,544	31,594
	<hr/> <hr/>	<hr/> <hr/>

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

21. Transition to FRS 102 and the 2015 FE/HE SORP (continued)

Reconciliation of total comprehensive income for the year ended 30 September 2015

	Note	30/09/2015 €'000	Effect of transition €'000	FRS 102 30/09/2015 €'000
Income				
Academic fees		16,044	-	16,044
State grants		8,761	-	8,761
Release of Deferred Income		52	-	52
Other income		1,604	-	1,604
Interest income		317	-	317
Research and Self-Funding Programmes		2,566	-	2,566
Deferred funding for pensions		6,394	-	6,394
Total income		35,738	-	35,738
Amortisation of state capital grants	a & c	1,514	(163)	1,351
		<u>37,252</u>	<u>(163)</u>	<u>37,089</u>
Expenditure				
Staff costs		16,956	-	16,956
Other operating expenses		6,656	-	6,656
Research and Self-Funding Programmes		2,566	-	2,566
Depreciation	a	1,870	(58)	1,812
Pension service cost		3,200	-	3,200
Employee Contributions		(751)	-	(751)
Pension interest cost		5,600	-	5,600
Total expenditure		36,097	(58)	36,039
Surplus for the year		1,155	(105)	1,050
Actuarial gain/ (loss) in respect of pension schemes		35,606	-	35,606
Movement on pension receivable		(35,606)	-	(35,606)
Total comprehensive income for the year		1,155	(105)	1,050
Transfer to/from Unrestricted Reserves for the year		(951)	-	(951)
Unrestricted comprehensive income for the year	a & c	<u>204</u>	<u>(105)</u>	<u>99</u>

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

21. Transition to FRS 102 and the 2015 FE/HE SORP (continued)

Reconciliation of surplus for the year ended 30 September 2015	€'000
Surplus for the financial year under previous Irish GAAP	204
a. Recognition of revaluation of Tangible Fixed Assets	-
b. Recognition of holiday pay accrual	-
c. Recognition of Deferred Income – government capital grants	(105)
	<hr style="width: 100%; border: 0.5px solid black;"/> 99 <hr style="width: 100%; border: 0.5px solid black;"/>

Note a: The College elected to use the first time adoption option on transition to FRS 102 and has revalued its land and buildings on a fair value basis as at 1 October 2014. The revised values are now used as the deemed cost of land and buildings. This resulted in the recognition of tangible assets and a corresponding revaluation reserve of €11.8 m at the date of transition.

Note b: FRS 102 requires the College to accrue for all short-term compensated absences as holiday entitlement earned but not taken at the balance sheet date. The accrual results in an additional €181k of accruals at 30 September 2014.

Note c: FE/HE SORP 2015 requires the College to recognise deferred income – government capital grants under creditors in the Statement of Financial Position. This has resulted in prior year's adjustments and impact of €105k on the Statement of Comprehensive Income for the year 2015 between Development Reserve Funding recognised and adjustment to the Amortisation of state capital grants and revaluation reserve.

Note d: Per FRS102 reclassification is required if cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash and that are subject to an insignificant risk of changes in value. Therefore, an investment normally qualifies as a cash equivalent only when it has a short maturity of, say, three months or less from the date of acquisition.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

22. Governing Body Fees and Expenses

No fees were paid to Governing Body members in 2016 and 2015. Expenses totalling €880 were paid to 2 members in 2016 (€2,188 to 3 members in 2015).

23. Combination of St Patrick's College

The Department of Education and Skills (DES) requested Mary Immaculate College to take over the running of St Patrick's College, Thurles. This integration took effect on the 23rd of July 2016 when certain assets of St Patrick's College, Thurles, as detailed below, were transferred into the ownership of Mary Immaculate College. The Deed of Appointment and Business Transfer Agreement reflected the conditions of integration.

This combination was accounted for in accordance with FRS102 Section 19 Business Combinations and Section 34 Public Benefit Entity Combinations. The excess of the fair value of the assets over the fair value of the liabilities, €9.190M, has been recognised as a gain in the Statement of Comprehensive Income and is held in a restricted reserve for the furtherance of education in St. Patrick's College.

The agreement provides for the establishment of an Institute for Pastoral Studies, following which an allocation of 92 places, together with a bursary of €2,000 per place per annum, shall be made available annually on the pastoral studies course run by it to the Archdiocese of Cashel and Emly for 5 years from the date such course is first offered. This is disclosed as a contingent liability due to the uncertainty regarding the timing and amount of the obligation.

All educational activities of the renamed Mary Immaculate College Thurles Campus now come under the Governance and other structures of Mary Immaculate College.

	€'000
Land	1,350
College Buildings	2,492
Assets written off at Acquisition	<u>(91)</u>
Land & College Buildings Acquired	3,751
Investments	461
Cash on Deposit	7,781
Bank	1,218
Creditors	<u>(4,021)</u>
	9,190

24. Capital Commitments

	2016 €'000	2015 €'000
Contracted for but not provided for	<u>1,784</u>	<u>-</u>

The College had commenced a significant refurbishment project of the John Henry Newman Campus (formally "The Mount") which was not complete at the 30th September 2016.

25. Comparative Information

Comparative information has been reclassified where necessary to conform to current financial year presentation.

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

Note 26. Circular 13/2014 – Management of and Accountability for Grants from Exchequer Funds

Grantor	Grant Deferred/(Due) 01/10/2015 €'000	Cash Received 2015/16 €'000	Taken to Income 2015/16 €'000	Grant Deferred/(Due) 30/09/2016 €'000
Government funding Department/Office				
Recurrent Grants				
Higher Education Authority (Recurrent)	(31)	7,995	(9,328)	(1,364)
Dept of Education and Skills (SEN)	-	39	(68)	(29)
Higher Education Authority (ESF Access/Disability)	-	260	(166)	94
Higher Education Authority (LINC)	218	-	(110)	108
Total Exchequer Recurrent Grants	187	8,294	(9,672)	(1,191)
	Note 3			
Academic Fees				
Higher Education Authority	-	7,612	(7,612)	-
Student Universal Support Ireland	-	3,923	(3,923)	-
Total Exchequer Academic Fees Grants	-	11,535	(11,535)	-
	Note 4			
Research & Other				
Arts Council	37	65	(58)	44
Dublin City University	(6)	53	(48)	(1)
An Chomhairle um Oideachas Gaeltachta Agus Gaelscola	9	-	-	9
Dept of Education and Skills	(21)	68	(47)	-
Health Research Board	-	25	(7)	18
Health Service Executive	21	53	(42)	32
Institute Technology Sligo	5	-	(6)	(1)
Irish Aid	(2)	24	-	22

Mary Immaculate College
Coláiste Mhuire gan Smál

Notes to the Financial Statements - continued
For the year ended 30 September 2016

Note 26. Circular 13/2014 – Management of and Accountability for Grants from Exchequer Funds (continued)

Grantor	Government funding Department/Office	Grant Deferred/(Due) 01/10/2015 €'000	Cash Received 2015/16 €'000	Taken to Income 2015/16 €'000	Grant Deferred/(Due) 30/09/2016 €'000
Irish Research Council	Dept of Education and Skills	15	266	(134)	147
Limerick and Clare Education Training Board	Dept of Education and Skills	1	8	(4)	5
Limerick City and County Council	Dept of Housing, Planning, Community & Local Govt	-	15	(14)	1
Limerick Education Centre	Dept of Education and Skills	45	-	(30)	15
Mallow Development Fund (Cork City and County Council)	Dept of Housing, Planning, Community & Local Govt	-	10	-	10
Mid-West Regional Drugs & Alcohol Forum	Dept of Health	-	18	(1)	17
National Council for Special Education	Dept of Education and Skills	17	21	(4)	34
National Forum for Enhancement of Teaching and Learning	Dept of Education and Skills	6	174	(108)	72
National Induction Programme for Teachers	Dept of Education and Skills	14	-	(1)	13
Tallaght West Childhood Development Initiative	Dept of Children and Youth Affairs	(1)	4	-	3
Total Exchequer Research & Other Grants		140	804	(504)	440
Total Exchequer Grants		327	20,633	(21,711)	(751)

27. Approval of financial statements

The financial statements were approved by the Governing Authority on the 13th December 2017.