

Report on the Implementation of the Revenue and Expenditure Estimate of Vilnius University for 2019

On 13 February 2019, the Council of Vilnius University approved the revenue and expenditure estimate of Vilnius University (hereinafter the 'University') for 2019 (Resolution No. TPN-2, later amended by Resolutions No. TPN-7 and TPN-12). According to the approved estimate, the University anticipated earning 91.26 million EUR in revenue, incurring 89.53 million EUR in expenses, and acquiring fixed assets for 1.60 million EUR. The table on the implementation of the estimate is provided in Annex 1.

Overview

In 2019, the University's revenue surplus, excluding depreciation of fixed assets, amounted to 8,004 thousand EUR and was 6,272 thousand EUR higher than anticipated. The net result, including the acquisition of fixed assets, amounted to 6,387 thousand EUR and was 6,250 thousand EUR greater than expected. The summary of the Report on the Implementation of the Revenue and Expenditure Estimate of the University for 2019 is provided in Table 1.

Table 1. Overview of the implementation of the University's revenue and expenditure estimate for 2019 (in thousand EUR)

	Planned	Factual	Difference
State budget appropriations used*	71,307	73,351	2,044
Revenue from studies	12,529	13,910	1,381
Other revenue	7,422	7,539	117
Revenue from financial and investment activities	0	441	441
Remuneration and related costs	-68,269	-66,972	1,297
Utility costs	-3,864	-3,655	209
Fixed asset repair costs	-1,229	-1,170	59
Other costs	-8,498	-7,466	1,032
Scholarships	-7,328	-7,409	-81
Financial and investment activity costs	-338	-565	-227
Surplus (deficit)**	1,732	8,004	6,272
Acquisition of fixed assets	-1,595	-1,617	-22
Net result	137	6,387	6,250

*excluding the used funding related to the depreciation of fixed assets

**excluding depreciation costs

In July 2019, the property invested by the state (buildings in the village of Žydiškės) was sold, resulting in the profit of 355 thousand EUR. In 2019, due to the increased workload and slower-than-anticipated project implementation, approximately 470 thousand EUR out of the total amount intended for IT development was not spent. This investment has been carried forward to the revenue and expenditure estimate for 2020.

Revenue

The state budget appropriations received in 2019 totalled 73,742 thousand EUR, whereas the anticipated amount, as specified in the revenue and expenditure estimate, was 71,307 thousand EUR. A detailed breakdown of the received state budget appropriations is provided in Table 2.

Table 2. State budget appropriations received in 2019 (in thousand EUR)

	Planned	Factual	Difference
For studies	34,107	34,734	627
For science and arts	15,777	15,777	0
For scholarships and raising academic staff remuneration	5,727	5,727	0
For economy and administration	8,445	8,445	0
Additional appropriations for raising the minimum monthly salary (MMS)	259	259	0
Additional appropriations for raising the basic amount	461	461	0
Scholarships	6,531	6,531	0
State Investment Programme		255	255
ARQUS project		270	270
For other expenses		1,284	1,284
Incoming/outgoing students		-1	-1
In total	71,307	73,742	2,435

The state budget appropriations used in 2019 amounted to a total of 73,351 thousand EUR:

Table 3. State budget appropriations used in 2019 (in thousand EUR)

State budget appropriations received	73,742
Acquisition of fixed assets	-560
Change in leave reserve	402
Change in other assets or liabilities	-233
State budget appropriations used*	73,351

*excluding the used funding related to the depreciation of fixed assets

The revenue from studies generated in 2019 amounted to 13,910 thousand EUR, which was 1,381 thousand EUR higher than anticipated. The distribution of revenue among the University's units and the implementation of their plans is illustrated in Figure 1.

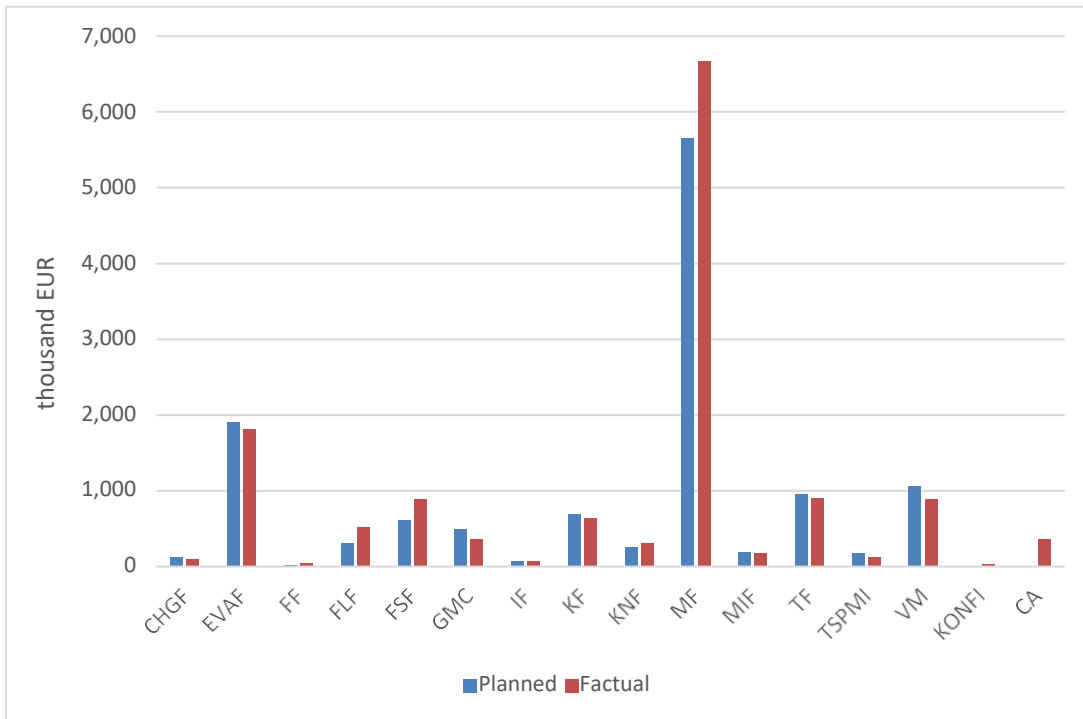


Figure 1. Distribution of revenue from studies in 2019.

The revenue of other types generated in 2019 amounted to 7,539 thousand EUR, which was 117 thousand EUR higher than expected.

A detailed breakdown of the other revenue is presented in Figure 2.

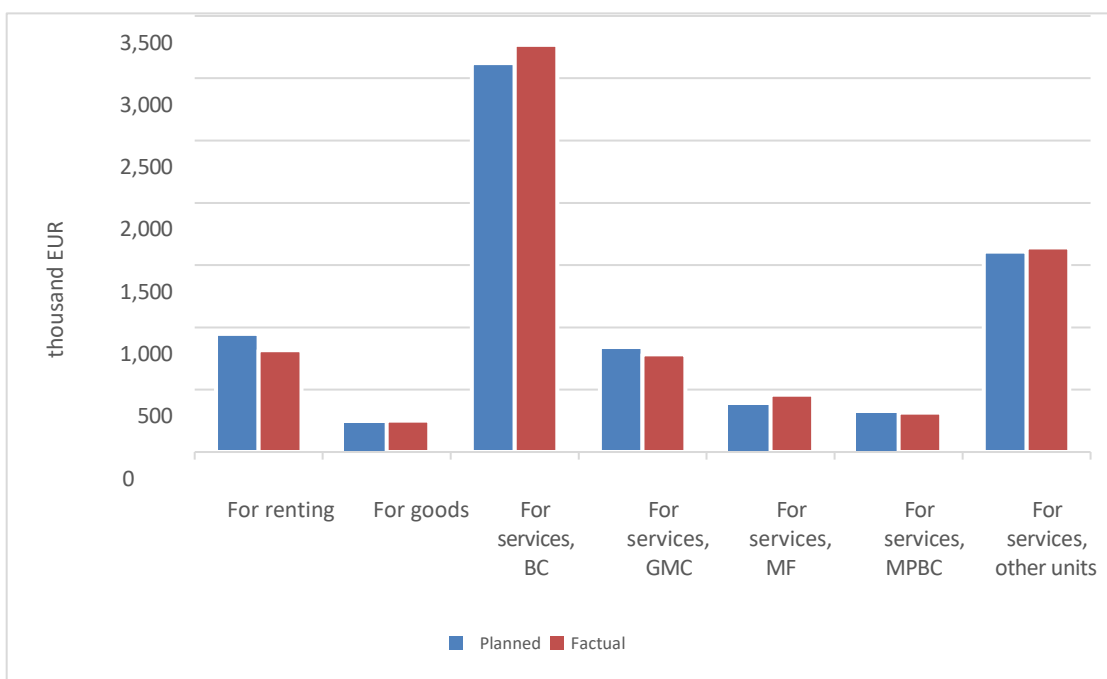


Figure 2. Other revenue in 2019.

Compared to 2018, the used funding (excluding the used funding related to the depreciation of fixed assets) and the other revenue from all sources of funds increased by 8,395 thousand EUR, i.e. by 7.6 per cent:

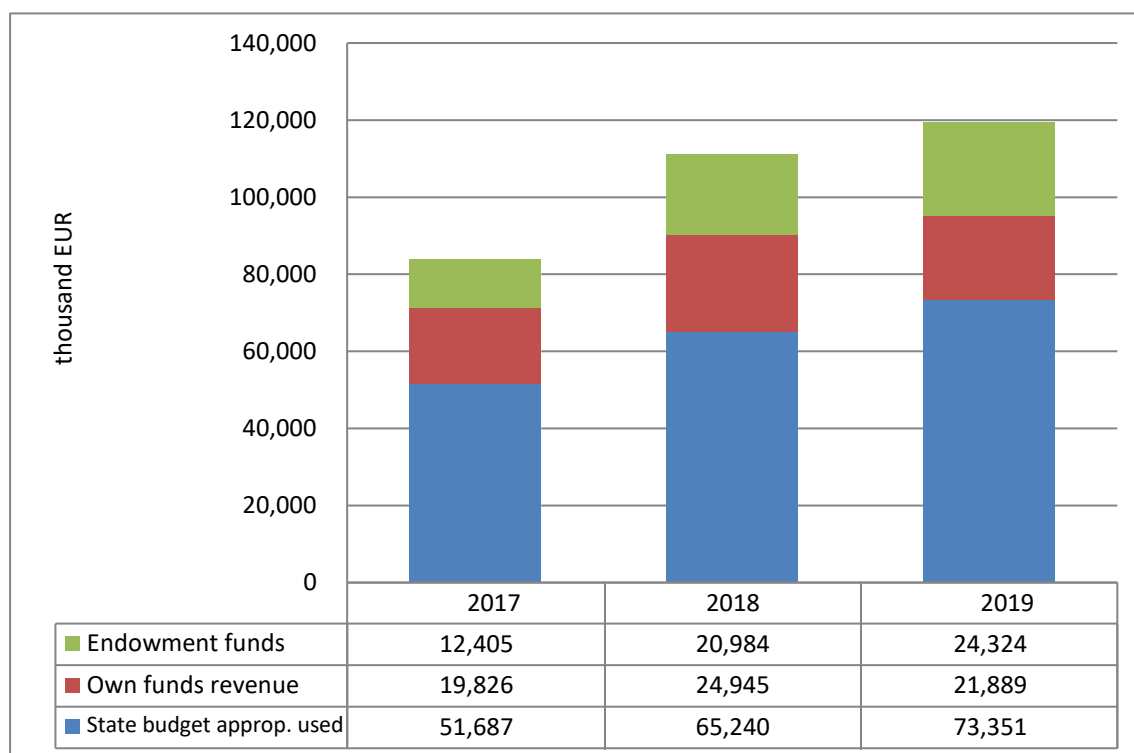


Figure 3. Funding and other revenue from all sources of funds used in 2017–2019.

Costs

In 2019, the amount planned for remuneration and related costs was 68,269 thousand EUR, while the actually incurred costs stood at 66,972 thousand EUR.

Premiums paid out at academic units amounted to 3,976 thousand EUR (of which 3,290 thousand EUR was paid to the academic staff, and 686 thousand EUR to the non-academic staff), while the planned amount of premiums for academic units was 4,089 thousand EUR (of which 3,768 thousand EUR was allocated to the academic staff, and 321 thousand EUR to the non-academic staff).

The distribution of remuneration and related costs among core academic units, core non-academic units, and the Central Administration is presented in Figure 4.

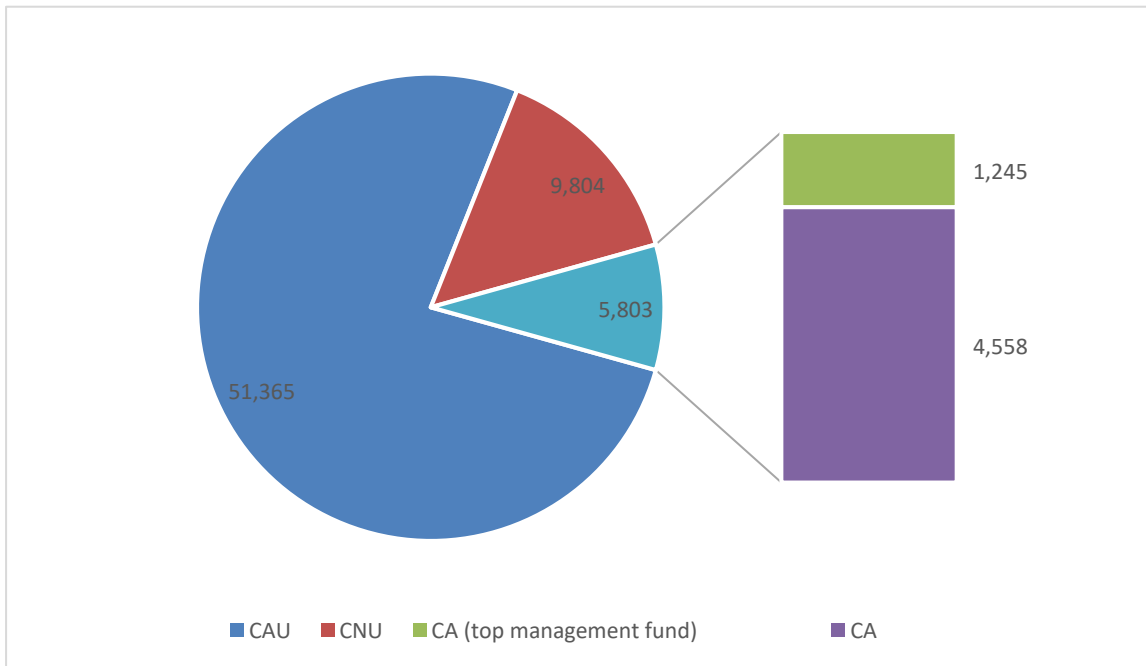


Figure 4. Distribution of actual remuneration and related costs in 2019 (in thousand EUR).

In 2019, the utility costs incurred were 209 thousand EUR lower than anticipated.

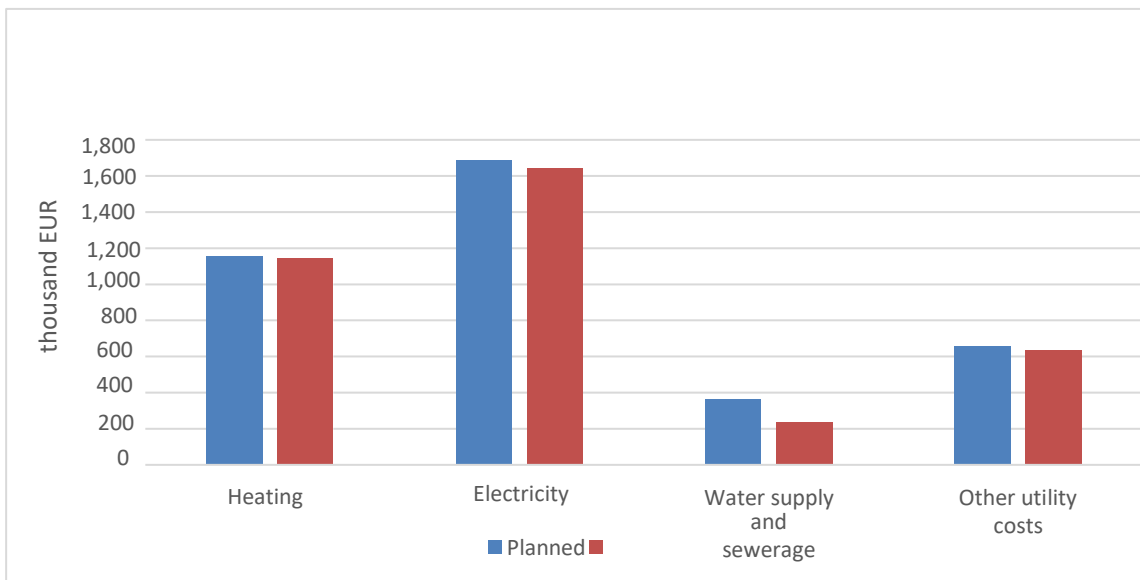


Figure 5. Detailed breakdown of utility costs in 2019.

A detailed breakdown of other factual costs incurred in 2019 is presented in Figure 6.

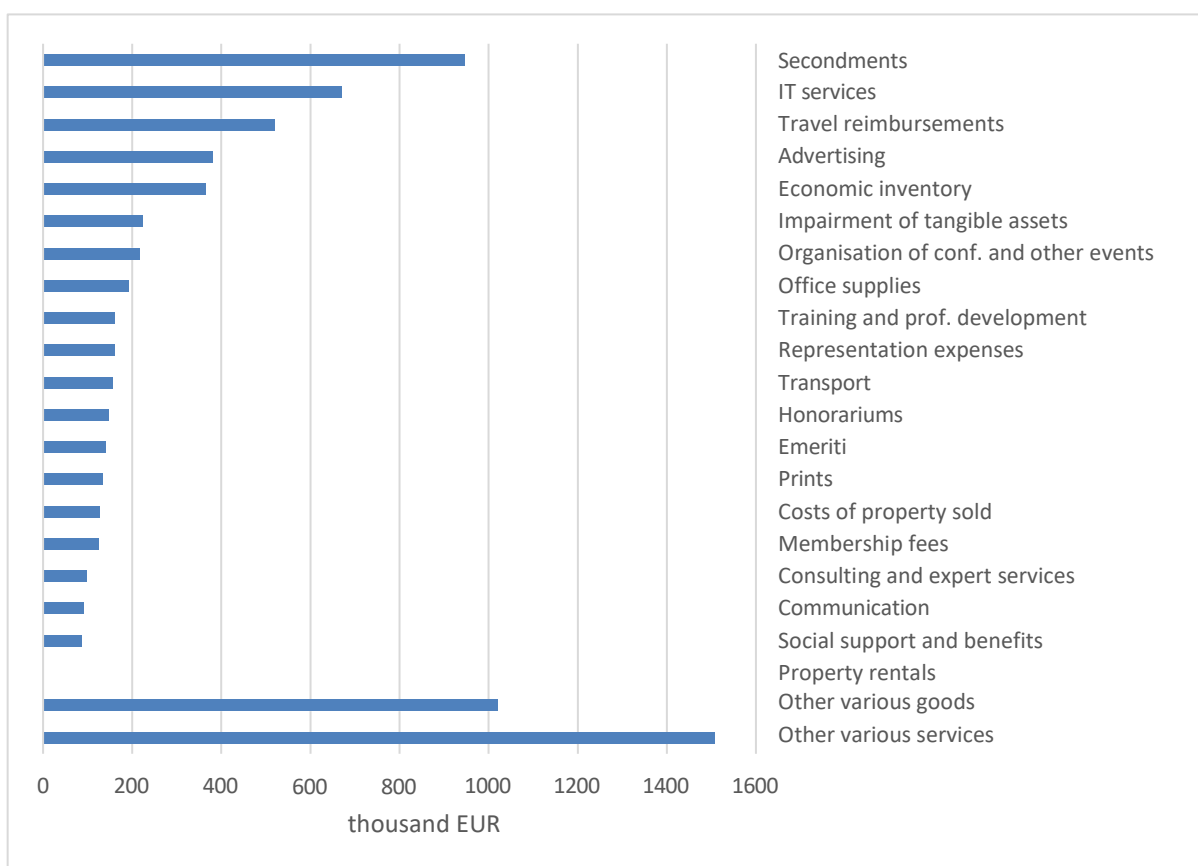


Figure 6. Detailed breakdown of other costs incurred in 2019.

Financial and investment activity costs included the following: the impairment on receivables of 125 thousand EUR, transferred funding amounting to 313 thousand EUR, interest costs amounting to 79 thousand EUR, and other financial and investment activity costs reaching 48 thousand EUR.

In 2019, 1,000 thousand EUR was allocated to the strategic fund, while the actual amount used was 630 thousand EUR. Out of 200 thousand EUR allocated to the strategic fund for the equipment renewal, 184 thousand EUR was actually spent.

When drawing up the revenue and expenditure estimate of the University, it was assumed that the level of overheads of endowment funds would be around 900 thousand EUR. The factual involvement in project activities was higher and, thus, overhead expenses amounted to 1,447 thousand EUR. Although these expenses are not directly reflected in the Report on the Implementation of the Revenue and Expenditure Estimate of the University for 2019, they led to a decline in own funds expenditures, as their major part was paid out using endowment funds.

Result breakdown by units

A breakdown of the net result by unit groups is presented below:

Table 4. Net result in 2019 by unit groups (in thousand EUR)

	Planned	Factual	Difference
Core academic units	-6	1,775	1,781
Central Administration and other core non-academic units	143	4,612	4,469
In total	-137	6,387	6,250

Table 5. Reallocation of the actual results of 2019 among unit groups (in thousand EUR)

	CAU	CA and CNU
Result of external transactions	13,725	-7,338
Reallocation of revenue	-12,060	12,060
Infrastructure charge	-1,119	1,119
Reimbursement of indirect project expenses	401	-401
Reimbursement of general university studies	406	-406
Other internal revenue/costs	422	-422
Net result considering internal reallocations	1,775	4,612

Table 6. Results of core academic units in 2019 (in thousand EUR)

	Planned	Factual	Difference
Faculty of Chemistry and Geosciences	-125	113	238
Faculty of Economics and Business Administration	-382	-401	-19
Faculty of Physics	418	330	-88
Faculty of Philology	-29	-157	-128
Faculty of Philosophy	-104	106	210
Life Sciences Center	782	454	-328
Faculty of History	189	207	18
Faculty of Communication	-37	-125	-88
Kaunas Faculty	-447	-175	272
Faculty of Medicine	-53	1,151	1,204
Faculty of Mathematics and Informatics	-23	261	284
Faculty of Law	-139	-179	-40
Institute of International Relations and Political Science	18	51	33
Business School	-74	139	213
In total	-6	1,775	1,781

Rector

Prof. Artūras Žukauskas

Director of the Finance Department

Stasys Stankevičius

The implementation of the revenue and expenditure estimate of Vilnius University for 2019

Item code	Items	State budget appropriations and own funds			Endowment funds
		Planned	Factual	Difference	Factual
10	STATE BUDGET APPROPRIATIONS USED	71,307,054	73,351,183	2,044,129	
20	REVENUE FROM STUDIES	12,529,069	13,909,636	1,380,566	
30	RENTING	947,264	818,349	-128,915	
40	REVENUE FROM SERVICES	6,247,108	6,469,044	221,936	
50	REVENUE FROM GOODS	226,760	251,024	24,264	
60	PROJECT AND SUPPORT FUNDING USED	500		-500	24,323,714
70	FINANCIAL INVESTMENT ACTIVITIES		441,189	441,189	
110	REMUNERATION, SODRA	-68,269,302	-66,972,575	1,296,727	-12,602,906
120	HEATING	-1,155,211	-1,144,914	10,297	-186,307
130	ELECTRICITY	-1,686,919	-1,641,124	45,795	-314,855
140	WATER SUPPLY AND SEWERAGE	-363,237	-234,608	128,629	-13,854
150	OTHER UTILITIES	-658,682	-634,142	24,540	-126,586
160	FIXED ASSET REPAIR	-1,229,007	-1,169,701	59,306	-59,878
170	ADVERTISING	-186,260	-381,281	-195,021	-46,023
180	REPRESENTATION EXPENSES	-139,472	-161,010	-21,538	-50,426
190	CONFERENCES	-141,565	-216,554	-74,989	-215,288
200	TRANSPORT	-142,259	-157,108	-14,849	-1,996
210	TRAVEL REIMBURSEMENTS	-510,448	-519,460	-9,012	-623,084
220	COMMUNICATION	-80,348	-90,501	-10,153	-104,543
230	SECONDMENTS	-790,205	-947,247	-157,042	-1,799,647
240	MEMBERSHIP FEES	-83,148	-125,374	-42,226	-1,122,089
250	TRAINING AND PROFESSIONAL DEVELOPMENT	-121,218	-161,084	-39,866	-238,855
260	CONSULTING AND EXPERT SERVICES	-170,340	-97,042	73,298	0
270	HONORARIUMS	-123,242	-146,033	-22,791	-69,435
280	EMERITI	-136,000	-139,597	-3,597	0
290	SOCIAL SUPPORT AND BENEFITS	-153,760	-85,621	68,139	-38,787
300	PROPERTY RENTALS	-2,280	-1,963	317	0
310	OTHER VARIOUS SERVICES	-2,763,007	-1,506,842	1,256,165	-754,839
311	IT SERVICES	-800,548	-669,059	131,489	-30,267
320	ECONOMIC INVENTORY	-246,239	-363,717	-117,478	-67,097
330	OFFICE SUPPLIES	-161,735	-193,079	-31,344	-77,403
340	PRINTS	-187,745	-132,653	55,092	-123,786
350	OTHER VARIOUS GOODS	-1,348,435	-1,019,785	328,650	-1,287,722
360	COSTS OF PROPERTY SOLD	-145,740	-127,156	18,584	-6,974
370	IMPAIRMENT OF TANGIBLE ASSETS	-63,970	-223,578	-159,608	-7,559
400	SCHOLARSHIPS	-7,328,253	-7,409,090	-80,837	-3,355,991
500	FINANCIAL INVESTMENT ACTIVITIES	-337,539	-564,901	-227,362	-997,518
610	ACQUISITION OF FIXED ASSETS	-1,594,942	-1,616,149	-21,207	-8,045,406
In total		136,700	6,387,475	6,250,775	-8,045,406