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Datganiadau Ariannol am y flwyddyn yn diweddu 31 Gorffennaf 2018



PRIFYSGOL
BANGOR
UNIVERSITY

Datganiadau Ariannol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

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Trosolwg o 2017/18

Yn y flwyddyn 2017/18 gwelwyd Prifysgol Bangor yn parhau i ganolbwyntio ei hymdrechion ar barhau i fod yn atyniadol i fyfyrwyr, o ran yr arlwy academiaidd a'r profiad myfyrwyr, gan gyflawni ei hamcanion ehangach mewn meysydd megis ymchwil, cenhadaeth ddinesig a rhyngwladoli. Mewn termau ariannol, rhoddir golwg well ar ganlyniadau'r flwyddyn drwy gydnabod dwy eitem o 'ffawdelw' sylweddol o fewn yr Incwm, nad ydynt yn eitemau ariannol cynaliadwy. Wedi dweud hynny, bu cynnydd o ran gwella enillion sylfaenol, yn bennaf drwy sicrhau arbedion cynaliadwy o tua £10m y flwyddyn. Mae ein henw da fel sefydliad sy'n rhoi pwyslais ar ymchwil yn parhau i gynyddu mewn sawl maes gydag ystod gynyddol o bartneriaid, tra ydym yn parhau i gael y clod uchaf gan ein myfyrwyr drwy'r Arolwg Cenedlaethol Myfyrwyr ac yng ngwobrau What Uni, ynghyd â'r wobr aur yn y Fframwaith Rhagoriaeth Addysgu sy'n cydnabod rhagoriaeth addysgu yn y Deyrnas Unedig.

Ein Cenhadaeth

Sefydliad cryf a hyderus a gydnabyddir yn rhanbarthol, yn genedlaethol ac yn rhyngwladol fel canolfan ragoriaeth am ei bortffolio amrywiol o addysgu ac ymchwil, ac am y profiad unigryw, amlddiwylliannol a chynhwysol y mae'n ei roi i'w staff a'i fyfyrwyr.

Y Brifysgol mewn Cyd-destun

Mae Prifysgol Bangor yn parhau i ragori ar adeg pan mae Addysg Uwch yng Nghymru a'r Deyrnas Unedig yn wynebu cyfnod heriol. Rydym wedi ymrwmo i adeiladu ar lwyddiannau diweddar, gan weithio gyda chymunedau amrywiol a nodedig i fod "y gorau y gallwn fod" o ran addysgu, ysgolheictod ac ymchwil, gan gadw ein pwyslais cryf ar gyfraniad nodedig a gwerthfawr ein myfyrwyr a pharhau'n ffyddlon i'n cyd-destun dwyieithog a diwylliannol unigryw.

Mae gwelliannau parhaus o ran boddhad myfyrwyr a safonau addysgu wedi golygu ein bod wedi bod ymhlith y 15 uchaf am bum mlynedd o'r bron yn Arolwg Cenedlaethol Myfyrwyr 2014, 2015, 2016, 2017 a 2018. Ateir y llwyddiannau hyn gan nifer o lwyddiannau nodedig yng Ngwobrau What Uni yn 2018 am Glybiau a Chymdeithasau, Llety Myfyrwyr a Chyrsiau a Darlithwyr.

Mewn Ymchwil, mae'r cyfraniad mawr yr ydym yn ei wneud i wella gofal iechyd a lles, dwyieithrwydd a gwarchod yr amgylchedd, yn ei gwneud yn amlwg bod yr ymchwil sy'n cael ei wneud gan academyddion Prifysgol Bangor yn cael effaith gadarnhaol ar yr economi ac ar fywydau pobl ledled y byd.

Gan edrych ymlaen at Fframwaith Rhagoriaeth Ymchwil 2021, rydym yn parhau i adeiladu ar ein strategaeth ymchwil i gyflawni amgylchedd lle gall y gymuned ymchwil ffynnu, gan gefnogi'r meysydd

presennol o gryfder ymchwil, meithrin meysydd ymchwil newydd ar draws yr holl ddisgyblaethau, a bod yn sail i addysgu sy'n seiliedig ar ymchwil sy'n gefn i'n haddysgu o ansawdd uchel a'r profiad a gaiff ein myfyrwyr. Byddwn yn gweithio gyda busnesau, llywodraethau a chyn fyfyrwyr i sicrhau bod Prifysgol Bangor yn parhau'n berthnasol i'w hanghenion ac i anghenion marchnadoedd sy'n dod i'r amlwg, gan sicrhau ein bod yn hyrwyddo i'r eithaf ein cyfraniad cadarnhaol i'r economi leol a rhanbarthol.

Erbyn hyn mae yn agos at 400 o fyfyrwyr yn astudio yng Ngholeg Bangor yn Tsiena, sef menter ar y cyd sydd o bwys strategol rhwng Prifysgol Bangor a The Central South University of Forestry and Technology yn Changsha, Tsiena. Dechreuodd ein mewnbyn addysgu yn 2015/16 ac yn ddiweddar rydym wedi croesawu 130 o fyfyrwyr i'r Deyrnas Unedig i barhau â'u hastudiaethau yn y wlad hon cyn iddynt raddio.

Rydym yn parhau i ddatblygu strategaeth uchelgeisiol i'n hystâd, a gefnogir gyda chyllid gan Fanc Buddsoddi Ewrop. Yn ddiweddar rydym wedi buddsoddi mewn nifer o ddatblygiadau newydd, gan gynnwys Canolfan Pontio, sy'n werth £50m ac sy'n cynnwys darlithfeydd, mannau dysgu cymdeithasol, theatr, sinema, man arloesi a chartref newydd i Undeb y Myfyrwyr yn ogystal â Chanolfan Fôr Cymru ym Mhorthaethwy. Agorwyd y ddwy ganolfan yn 2016. Hefyd, rydym bellach yn rhedeg pentref myfyrwyr. Pentref yw hwn a adeiladwyd yn ddiweddar lle ceir 600 o ystafelloedd ac rydym wedi ailddatblygu ein cyfleusterau chwaraeon yng Nghanolfan Brailsford gan wneud hynny i'r safonau uchaf o fewn y sector. Bydd uwchraddio ein cyfleusterau addysgu, ymchwil a llety ar draws y campws, gan gynnwys y cyfleusterau ym mhrif adeilad hanesyddol y Brifysgol, yn sicrhau y bydd cenedlaethau'r dyfodol o fyfyrwyr yn elwa ar gyfleusterau academiaidd rhagorol a phrofiad o'r safon uchaf posibl i fyfyrwyr.

Mae'r Brifysgol yn parhau i fod wedi ymrwmo i ffurfio cysylltiadau strategol manteisiol yn y rhanbarth. Yn arbennig, cryfhau ymhellach y cysylltiadau â Bwrdd Iechyd Prifysgol Betsi Cadwaladr fel llwyfan i adeiladu cryfder cydweithredol pellach mewn ymchwil ac addysg sy'n ymwneud ag iechyd a meddygaeth.

Cynllun Strategol 2015 - 2020

Mae cynllun strategol y Brifysgol am y cyfnod 2015-2020 yn gosod cyfeiriad strategol i Brifysgol Bangor fel Prifysgol hyderus a llwyddiannus, sy'n gallu meddwl yn wahanol i adnabod heriau, risgiau a chyfleoedd ymhob maes o'n busnes. Mae gwaith yn mynd rhagddo yn awr i ddiweddarau'r cynllun strategol, ar gyfer y cyfnod nesaf yn natblygiad y Brifysgol. Mae'r cynllun strategol llawn ar gael ar ein gwefan: www.bangor.ac.uk/cynllun-strategol.

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Ein Gweledigaeth

Bod yn Brifysgol flaengar gydag enw da rhyngwladol am addysgu ac ymchwil, sy'n meithrin datblygiad deallusol a phersonol ei myfyrwyr a'i staff, yn darparu amgylchedd amlddiwylliannol cefnogol, yn hyrwyddo ehangu mynediad a chynwysoldeb, ac yn sicrhau y bydd ein gweithgareddau'n arwain at fudd amgylcheddol a chynnydd cymdeithasol o fewn economi gadarn.

Addysg a Phrofiad Rhagorol i Fyfyrwyr

Trwy ein pwyslais sylweddol ar Lais y Myfyrwyr, a thrwy weithio mewn partneriaeth ag Undeb y Myfyrwyr wrth weithredu a chyflawni gweithgareddau'r Brifysgol, byddwn yn parhau gyda'n pwyslais ar sicrhau boddhad myfyrwyr ac ar ennyn diddordeb myfyrwyr fel partneriaid.

- Byddwn yn parhau i adeiladu at y nod o sicrhau rhagoriaeth mewn addysgu'n gyffredinol gyda'r nod o sicrhau y bydd ein holl fyfyrwyr yn gadael y Brifysgol fel dinasyddion byd-eang medrus, creadigol ac amryddawn, gyda dealltwriaeth o'r heriau a'r atebion sydd eu hangen ar gyfer byd cynaliadwy a gwydn;
- Byddwn yn parhau i adeiladu sylfaen ymchwil ragorol o arwyddocâd rhyngwladol, gan feithrin ymchwilwr presennol, cefnogi arweinyddiaeth a pharhau i gyflawni strategaethau sy'n sicrhau sylfaen gadarn ar draws ein disgyblaethau ymchwil;
- Byddwn yn canolbwyntio ar 'roi gwybodaeth ar waith' drwy hyrwyddo gwell dealltwriaeth ac ymwybyddiaeth o'r Brifysgol drwedd a thro. Bydd sgiliau ein myfyrwyr a'n staff, eu harbenigedd a chyfleusterau'r Brifysgol ar gael er budd y rhanbarth. Gan ddangos budd economaidd ehangach ac effaith gymdeithasol ein hymchwil, rydym yn dysgu hefyd oddi wrth yr wybodaeth sy'n bodoli yn ein rhanbarth a'i rhannu;
- Byddwn yn parhau i ddatblygu Prifysgol ryngwladol i'r rhanbarth, gan hyrwyddo ac allforio galluoedd a gwerthoedd Prifysgol Bangor a'r rhanbarth, gan barhau i ganolbwyntio ar recriwtio rhyngwladol drwy bartneriaethau cynhyrchiol, cydweithredu ar ymchwil ac addysgu a phrofiad rhyngwladol;
- Byddwn yn ymdrechu i gryfhau ein safle fel prif ddarparwr addysg uwch cyfrwng Cymraeg a pharhau i chwarae ein rhan i wireddu gweledigaeth Llywodraeth Cymru o sicrhau iaith Gymraeg ffyniannus a byw;
- Byddwn yn parhau gyda'n pwyslais ar gynaliadwyedd gan anelu at enw da rhyngwladol a chael ein cydnabod fel y 'gorau yn y dosbarth' am ein hymrwymiad i ddatblygu cynaliadwy, gan osod targedau tymor byr a thymor hir i ymgorffori

- pob agwedd ar gynaliadwyedd yn rhan o'n gweithrediadau dyddiol;
- Byddwn yn sicrhau llywodraethu corfforaethol a gweinyddu hyblyg, effeithlon, ymatebol ac effeithiol a fydd yn ei dro'n hyrwyddo ein cynaliadwyedd ariannol i'r eithaf;
- Byddwn yn parhau i sicrhau ymrwymiad ar lefel uwch i'n partneriaid strategol yng Nghymru ac i'n cydweithio â Bwrdd Iechyd Prifysgol Betsi Cadwaladr. Bydd y Brifysgol yn rhoi arweinyddiaeth gadarn, yn pennu dyheadau clir ac yn gosod targedau effeithiol mewn cydweithrediad â chydweithwyr uwch yn y sefydliadau partner hynny.

Mae gan y Brifysgol draddodiad cryf o addysgu a dysgu wedi'i seilio ar ymchwil ac sy'n canolbwyntio ar fyfyrwyr. Cefnogir hyn gan ddulliau arloesol o gyflwyno ac asesu, ethos ofalgar, ymdeimlad cryf o gymuned, a chyfoeth o weithgareddau allgyrsiol. Arweinir ein huchelgais o ran profiad myfyrwyr gan strategaeth a ddatblygwyd ar y cyd â'n myfyrwyr, a fydd yn galluogi'r Brifysgol i arwain y sector yn defnyddio dull gweithredu sydd wedi'i seilio ar weithio mewn partneriaeth â myfyrwyr. Mae'r ffaith ein bod eleni, am y pumed flwyddyn o'r bron, wedi ein gosod ymhlith y 15 Prifysgol uchaf yn yr Arolwg Cenedlaethol Myfyrwyr, ynghyd â'r wobr Aur a gawsom y tro cyntaf y cynhaliwyd y Fframwaith Rhagoriaeth Addysgu, yn dangos pa mor effeithiol yw gosod Profiad Myfyrwyr wrth wraidd popeth a wnawn.

Rydym yn parhau i ymrwymo i weithio gyda chymunedau yn y rhanbarth nad ydynt yn draddodiadol yn ymwneud ag addysg bellach ac/neu uwch. Mae'r Brifysgol yn cofleidio'r cyfrifoldeb eang hwn ac rydym yn parhau i roi adnoddau i sicrhau amgylchedd lle gall dyheadau addysgol ffynnu.

Gwella Llwyddiant Ymchwil

Byddwn yn gwella ein perfformiad ymchwil ac yn creu amgylchedd lle mae gan y gymuned ymchwil y cyfle gorau i ffynnu ar bob lefel. Byddwn yn cefnogi'r meysydd presennol o gryfder ymchwil, sef ein "pinacrau rhagoriaeth", ac yn meithrin meysydd ymchwil newydd ar draws yr holl ddisgyblaethau.

Byddwn yn llunio fframwaith thematig i lunio naratif cydlynol o'r diddordebau ymchwil ar draws y sefydliad a sicrhau bod ein hymchwil yn cyfrannu at flaenoriaethau ymchwil llywodraethau Ewrop, y Deyrnas Unedig a Chymru.

Byddwn yn parhau i gydweithio â phartneriaid allweddol yn y rhanbarth i ddatblygu dull cyffredin ac ar y cyd o gryfhau ymchwil, o ran gweithgareddau ymchwil a chefnogi ymchwil.

Byddwn yn cynnwys pwyslais cryf ar ymchwil sydd â photensial masnachol a chymhwysol i gefnogi

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blaenoriaethau economaidd a pholisi rhanbarthol, gan geisio cyflwyno arloesedd ac arbenigedd i'r economi ranbarthol a thu hwnt, gan sicrhau ar yr un pryd effaith ymchwil uniongyrchol ar brofiadau dysgu ac addysgu ein myfyrwyr.

Prifysgol Ryngwladol i'r Rhanbarth

Mae gan Brifysgol Bangor yr uchelgais i fod yn ddarparwr blaenllaw o addysg uwch ryngwladol er mwyn rhoi i'n myfyrwyr ein hunain yr arbenigedd rhyngddiwyllynnol y mae gofyn amdano yn yr economi fyd-eang.

Byddwn yn parhau i ddatblygu ein henw da rhyngwladol, i gynnig addysg ryngwladol o ansawdd uchel, i integreiddio myfyrwyr rhyngwladol gyda myfyrwyr cartref, ac i ddarparu cwricwlwm modern a pherthnasol sydd ar gael yn lleol ond yn ddefnyddiol yn fyd-eang. Hwylusir yr uchelgais hwn drwy ddatblygu cysylltiadau â phartneriaid, fel y gwelwyd yn achos Coleg Bangor yn Tsieina, sy'n caniatáu cyfnewid staff a myfyrwyr y ddwy ffordd, gan arwain at ehangu profiadau unigol ac at integreiddio diwyllianol. Yn ddiweddar lansiwyd Coleg Rhyngwladol Prifysgol Bangor sef partneriaeth gydag OIEG wedi ei lleoli ym Mangor. Mae'r Coleg Rhyngwladol wedi llwyddo i ddenu niferoedd sylweddol o fyfyrwyr rhyngwladol sy'n bwriadu datblygu eu hastudiaethau ym maes addysg uwch yn y Deyrnas Unedig.

Yr Iaith a'r Diwylliant Cymraeg ac Ymwneud â'r Cyhoedd

Ers ei sefydlu yn 1884 mae gan y Brifysgol draddodiad o gysylltiadau cadarn â'i chymuned leol. Mae ein hunaniaeth yn anwahanadwy oddi wrth ein lleoliad ac rydym yn chwarae rhan flaenllaw yn niwylliant ac economi Cymru ac ym meithrin yr iaith Gymraeg. Ni yw prif ddarparwr addysg uwch drwy gyfrwng y Gymraeg, o ran maint, ystod cyrsiau ac arbenigedd, ac rydym yn arwain y sector hefyd o ran gwasanaethau a chefnogaeth yn gysylltiedig â'r Gymraeg.

Astudir mwy o gredydau drwy gyfrwng y Gymraeg ym Mangor nag mewn unrhyw brifysgol arall yng Nghymru. Mae bellach yn bosibl astudio elfennau o bob pwnc academiaidd a gynigir ym Mangor drwy'r Gymraeg – o fodiwlau unigol i raglenni gradd llawn. Yn wir, o'r holl fyfyrwyr yng Nghymru sy'n astudio 40 neu fwy o gredydau drwy'r Gymraeg, mae 34% ohonynt yn gwneud hynny ym Mhrifysgol Bangor.

Nid yn unig fod cynnydd cyffredinol yn y niferoedd sy'n manteisio ar ddarpariaeth cyfrwng Cymraeg ar draws y Brifysgol, ond gwelwyd cynnydd sylweddol mewn meysydd pwnc lle mae'r ddarpariaeth yn gymharol newydd, megis Seicoleg, Gwyddor Chwaraeon a Gwyddorau Gofal Iechyd. Yn ogystal, mae gan 70% o holl staff Prifysgol Bangor sgiliau iaith Gymraeg.

Yn olaf, o ran ymwneud â'r cyhoedd, bu'n flwyddyn gyffrous iawn ac mae adeilad Pontio, sydd wedi hen sefydlu bellach, yn darparu rhaglen artistig o ansawdd uchel sy'n arloesol, yn uchelgeisiol ac yn berthnasol i'n cymunedau a'n cynulleidfaoedd.

Galluogwyr Strategol

Pobl yw ein hadnodd allweddol ac mae'r Brifysgol wedi ymrwmo i ddarparu amgylchedd teg a chynhwysol i staff. Mae hyn yn ein gwneud yn gyflogwr deniadol drwy gefnogi staff i gyflawni eu llawn botensial a gwerthfawrogi cyfraniad pawb yn yr un modd.

Mae ein strategaeth ariannol yn anelu at gydbwysedd rhwng cynhyrchu enillion ariannol a galluogi buddsoddiad sylweddol yn yr isadeiledd. Mae rhaglen drawsffurfiol o adeiladu ac adnewyddu ar y gweill a fydd yn sicrhau bod ein holl adeiladau o ansawdd uchel a'n bod yn gwella'r isadeiledd ar gyfer addysgu ac ymchwil. Mae gweithredu'r rhaglen hon yn ddibynnol ar i'r sector barhau i dderbyn cyllid gan Lywodraeth Cymru o'r gyllideb Addysg Uwch. Cydnabyddir bod y gyllideb honno dan bwysau o ganlyniad i effaith y polisi Grantiau Ffioedd sy'n parhau'n weithredol ar gyfer y rhan fwyaf o fyfyrwyr o Gymru. Gobeithir y bydd y camau diweddar i weithredu argymhellion Adroddiad Diamond yn y maes hwn yn rhoi sail i setliadau cyllideb cynaliadwy yn y dyfodol i'r sector Addysg Uwch yng Nghymru.

Er mwyn ymaddasu'n llwyddiannus i'r amgylchedd Addysg Uwch sy'n newid yn gyflym, bydd gennym strategaeth gydlynol, byddwn yn gwneud penderfyniadau'n gyflym ac yn meithrin arloesi. Rydym wedi ymrwmo i wneud gwelliannau cyson i drefniadau llywodraethu a rheoli.

Bydd ein ffocws marchnata yn lleol, yn genedlaethol ac yn rhyngwladol, a byddwn yn meithrin lefel gynyddol o ymddiriedaeth a fydd yn cryfhau ein henw da ac yn gwneud Bangor y brifysgol o ddewis i ystod eang o bobl.

Ein nod yw dod yn 'Brifysgol Gynaliadwy' ym mhob agwedd ar ein gwaith. Mae ein huchelgais yn cynnwys nid yn unig isadeiledd a gweithrediad safleoedd y Brifysgol, ond hefyd sut mae'r Brifysgol yn cynllunio ar gyfer twf, yn ogystal â'n swyddogaeth ar gyfer Cymru a thu hwnt.

Recriwtio Myfyrwyr

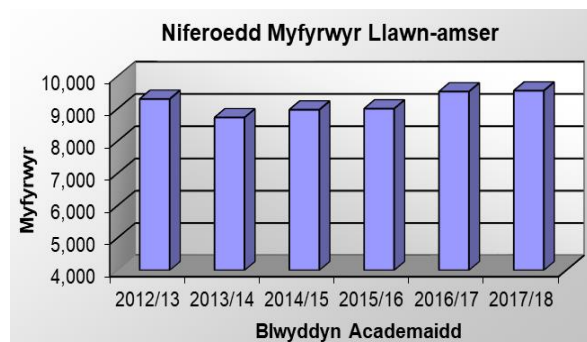
Mae recriwtio myfyrwyr yn parhau'n gymharol sefydlog; fodd bynnag, mae wedi dod yn glir iawn bod cystadleuaeth yn dwysáu rhwng sefydliadau yn yr holl feysydd recriwtio. Roedd recriwtio myfyrwyr cartref/UE a myfyrwyr rhyngwladol yn fras yn unol â'r targed yn 2017/18, ond rydym yn adolygu'n ofalus ein disgwyliadau recriwtio i Brifysgol Bangor yn y dyfodol, a chefnogir hynny gan ymdrechion marchnata.

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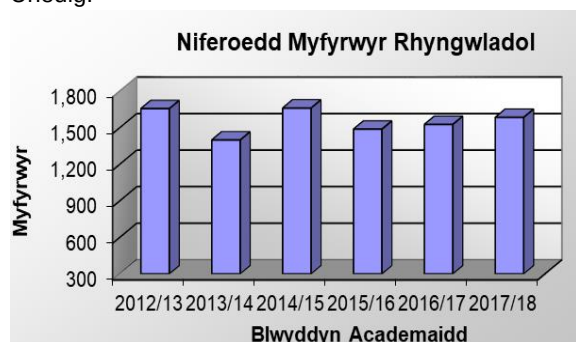
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Ym mis Medi 2018 newidiodd y cyllid ar gyfer addysgu a'r ffioedd a delir gan israddedigion, ac mae system sydd wedi'i seilio ar fenthyciadau bellach yn cael ei gweithredu i israddedigion o Gymru a Lloegr, tra bo israddedigion o Gymru hefyd yn manteisio ar Grant Cynhaliadaeth o rhwng £1,000 a mymryn dros £10,000 a hynny'n seiliedig ar brawf modd.

Mewn ymateb i'r farchnad newydd hon, gwelwyd cynnydd mewn myfyrwyr yn symud ar draws ffiniau gwledydd ac mae holl sefydliadau'r Deyrnas Unedig wedi cynyddu eu gweithgarwch yn marchnata ac yn trosi ceisiadau'n dderbyniadau pendant. Byddwn yn buddsoddi mewn strategaeth farchnata newydd a byddwn yn parhau i ddatblygu rhaglenni traddodiadol a chyfoes mewn meysydd y mae galw amdanynt gan fyfyrwyr neu gyflogwyr, yn lleol ac yn fyd-eang, er mwyn sicrhau bod Prifysgol Bangor yn parhau'n gystadleuol yn y farchnad newydd.



Mae HEFCW wedi cytuno ar gynllun ffioedd, sy'n cynnwys ffioedd o £9,000 i Israddedigion Cartref a myfyrwyr TAR am y blynyddoedd hyd at 2019/20. Mae'r cynllun ffioedd yn cynnwys nifer cynyddol o fuddsoddiadau i gefnogi ehangu mynediad, profiad myfyrwyr, darpariaeth cyfrwng Cymraeg a chyflogadwyedd, gan gynnwys rhoi mynediad am ddim i'r holl glybiau chwaraeon, cymdeithasau a gweithgareddau gwirfoddoli yn Undeb y Myfyrwyr, a rhoi gwell darpariaeth llyfrgell a chwaraeon. Mae'r buddsoddiadau hyn yn cyfateb i tua £1,500 y myfyriwr a byddant yn sicrhau y bydd y profiad a gaiff myfyrwyr yn parhau i wella. Mae'r boddhad cyffredinol o 88% a gofnodwyd yn Arolwg Cenedlaethol Myfyrwyr 2018 yn cynnal llwyddiannau diweddar ac yn ein rhoi'n 8^{fed} o blith 120+ o Sefydliadau anarbenigol yn y Deyrnas Unedig.



Mae cynyddu niferoedd myfyrwyr ôl-radd a rhyngwladol yn bwysig hefyd a byddwn yn sicrhau bod y cyrsiau a gynigiwn yn gynaliadwy ac yn ddeniadol, gan adeiladu ar ddatblygiadau megis Pontio, a chryfhau brand y Brifysgol gartref a thramor. Mae datblygu cysylltiadau agosach gyda nifer o bartneriaid rhyngwladol, yn ogystal â pharhau i ddatblygu Coleg Bangor yn Tsieina, yn gamau allweddol i ddatblygu llif cyson o fyfyrwyr i'r Deyrnas Unedig, yn ogystal ag ehangu gorwelion ein haddysgu a'r mannau y daw ein myfyrwyr ohonynt.

Datblygiadau Cyfalaf

Bydd y rhaglen drawsffurfiol o adeiladu ac adnewyddu'n parhau dros y blynyddoedd i ddod er mwyn sicrhau bod ein holl adeiladau o ansawdd uchel, ein bod yn gwella'r isadeiledd ar gyfer addysgu ac ymchwil ac yn sicrhau ystâd gynaliadwy.

Bydd y cam mawr nesaf o waith sy'n cael ei ddatblygu yn rhoi sylw i gyfleusterau ymchwil ac addysgu'r gwyddorau, sydd wedi'u lleoli ar hyn o bryd ar Ffordd Deiniol a Stryd y Deon. Bydd y rhain yn derbyn buddsoddiad strategol sylweddol gan ychwanegu at y cynnydd a wnaed dros y blynyddoedd diwethaf wrth wella mannau addysgu a mannau dysgu cymdeithasol eraill yn y Brifysgol. Mae gwaith cynnar, gan gynnwys dymchwel adeiladau segur ar safle Ffordd Deiniol, wedi'i wneud, gan greu lle i adleoli dros dro ac i ehangu ar gyfer datblygiadau yn y dyfodol a fydd yn darparu nid yn unig gyfleusterau addysgu ond yn cefnogi ein hymwneud a'r cymorth a roddwn i fusnesau a mentrau lleol ar bob lefel.

Y buddsoddiad mawr a wnaethom yn 2017/18 oedd cwblhau Parc Gwyddoniaeth Menai yn Gaerwen ar Ynys Môn, sy'n werth £20m ac a gefnogwyd â chyllid grant cyfalaf gan Lywodraeth Cymru a chronfeydd strwythurol yr Undeb Ewropeaidd. Mae'r project, ar safle 15 erw, yn darparu cyfleusterau o'r radd flaenaf i fusnesau newydd a busnesau lleol sy'n ehangu yn ogystal â chwmnïau corfforaethol mawr, ac mae ffocws ar y busnesau hynny sy'n cefnogi marchnadoedd carbon isel a marchnadoedd cysylltiedig. Cwblhawyd y gwaith adeiladu ar amser ac o fewn y gyllideb, a symudodd y defnyddwyr cyntaf i mewn ar ddydd Gŵyl Dewi, sef 1 Mawrth 2018. Ers agor, mae nifer o ddigwyddiadau technegol, gwyddonol a busnes llwyddiannus wedi cael eu cynnal ac mae lefelau meddiannaeth yn uwch na'r disgwyl. Mae'r safle'n darparu swyddfeydd a chyfleusterau labordy hyblyg ynghyd â gwasanaethau cefnogi busnes, yn ogystal â lle i ehangu neu le ar gyfer datblygiadau cydategol yn y dyfodol.

Prif Risgiau ac Ansicrwydd

Mae'r Brifysgol yn cydnabod bod yna risgiau ac ansicrwydd cynhenid yn gysylltiedig â sawl agwedd ar ei gweithrediadau. Mae'n anelu at adnabod, rheoli a lliniaru'r risgiau hynny lle bynnag y bo modd a

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hyrwyddo diwylliant o reoli risg drwy'r Brifysgol gyfan. Caiff y gofrestr risg sefydliadol ei hadolygu'n ffurfiol gan y Grŵp Tasg Rheoli Risg a'r Pwyllgor Gweithredu'n rheolaidd a rhoddir adroddiad ar y mater yn achlysurol i'r Pwyllgor Archwilio a Risg. Hyn, ynghyd ag ystyriaethau eraill, sy'n dylanwadu ar y cynllun archwilio mewnol am y flwyddyn i ddod.

Ymysg y risgiau allweddol o bwysigrwydd neilltuo i'r Brifysgol ar hyn o bryd mae'r canlynol:

- Effaith 'Brexit' ar lefelau'r dyfodol mewn perthynas â chyllid ymchwil, cydweithio gyda grantiau a recriwtio/cyfnewid myfyrwyr ynghyd â statws staff sy'n wladolion yr Undeb Ewropeaidd yn y dyfodol;
- Methu â chynnal iechyd ariannol y sefydliad, a chynnal hylifedd, ar adeg o gyfyngiadau economaidd sylweddol a chystadleuaeth gynyddol. Gweler hefyd sylwadau dan yr adran isod ar Fusnes Hyfyw;
- Methu ag ymateb yn ddigonol i farchnad gynyddol gystadleuol, gan gynnwys ein gallu i gyflawni rhagolygon recriwtio myfyrwyr, o ystyried y diwygiadau a wnaed i drefn cyllido myfyrwyr a chynnydd mewn buddsoddi ym maes marchnata gan sefydliadau sy'n cystadlu â ni; a
- Effaith bosibl y Cynllun Adfer Diffyg hirdymor sy'n gysylltiedig â'r Cynllun Pensiwn USS, ynghyd â chyfraddau cynyddol cyfraniadau blynyddol USS a'r cynllun pensiwn lleol 'BUPAS'.

Mae risgiau eraill y mae'r Brifysgol yn eu rheoli ar sail barhaus. Mae'r rhain yn cynnwys:

- Sicrhau bod ystâd y Brifysgol yn cydymffurfio ac yn addas i'r diben;
- Sicrhau cydymffurfiaeth â deddfwriaeth a rheoliadau e.e. diogelwch data, rheoliadau'n ymwneud â fisas;
- Sicrhau ein bod yn parhau i gynnal profiad o ansawdd uchel i fyfyrwyr; a
- Sicrhau bod cyfamodau benthychiadau banc yn cael eu bodloni.

Sefyllfa Ariannol

Fel y nodwyd yn y sylwadau agoriadol, ychwanegir at y Canlyniadau Gweithredu eleni drwy gynnwys dwy eitem sylweddol o Incwm 'ffawdelw' sydd wedi eu cydnabod yn unol â gofynion FRS102. Mae'r ffigyrau sylfaenol, fodd bynnag, yn barhad o gynnydd blaenorol o ran symud tuag at darged ariannol cynaliadwy tymor hwy o gynhyrchu EBITDA Addasedig o £20m o leiaf. Mae'r cynnydd hwn i'w briodoli'n bennaf i ymarfer aistrwythuro a gwblhawyd yn ystod y flwyddyn a fydd yn gwella effeithlonrwydd ac effeithiolrwydd gweithredol ac ar yr un pryd yn sicrhau arbedion cynaliadwy o tua £10m y flwyddyn.

Perfformiad gweithredol - Y flwyddyn yn diwedd 31 Gorffennaf 2018

Fel y nodwyd eisoes, nid yw'r gwarged a gofnodwyd ar gyfer y flwyddyn o £27m yn gynrychioliadol o berfformiad sylfaenol. Mewn gwirionedd, mae'r dull o ddefnyddio EBITDA (enillion cyn llog, treth, dibrisiant ac amorteiddio) neu Warged/Diffyg Net fel mesurau o berfformiad ariannol sylfaenol wedi lleihau'n sylweddol o dan FRS102. Gall data a yrrir gan brisiad dyddiad y fantolen gael dylanwadu materol ar y mesurau hyn, yn ogystal â derbyniadau megis grantiau cyfalaf na fyddai'r Brifysgol yn ystyried eu bod yn adlewyrchiad o berfformiad rheolaidd. Mae'r Brifysgol, felly, wedi mabwysiadu mesur mwy perthnasol o gynaliadwyedd ariannol, wedi ei seilio ar addasu canlyniadau ar gyfer y symudiadau ariannol mwyaf ystumiol, yn unol â'r fethodoleg a ddatblygwyd i'w defnyddio ar draws y sector Addysg Uwch. Mae'r mesur a fabwysiadwyd yn seiliedig ar EBITDA, ond yna tynnir effaith addasiadau achlysurol sy'n bresennol yn y ffigyrau cyhoeddedig; mae hyn yn caniatáu cymharu, mewn modd mwy realistig ac ystyrlon, perfformiad rhwng blynyddoedd, neu hyd yn oed sefydliadau.

Mae'r tabl isod yn amlinellu'r canlyniadau a geir wrth ddefnyddio methodoleg 'EBITDA Addasedig Addysg Uwch':

	2017/18 £m	2016/17 £m	Newid £m
Gwarged/(Diffyg) cyn Treth	19.9	(8.1)	28.0
<i>Ychwanegu yn ôl</i>			
Dibrisiad	12.5	11.6	0.9
Llog	5.9	6.1	(0.2)
EBITDA	38.3	9.6	28.7
<i>Addasiadau</i>			
Buddsoddiadau a gwaredu enillion asedau sefydlog a mentrau ar y cyd	(0.3)	(0.7)	0.4
Credyd pensiwn	(1.0)	(0.6)	(0.4)
Grantiau cyfalaf	(20.8)	(0.7)	(20.1)
Gwaddolion newydd	(0.2)	(0.1)	(0.1)
Costau ailstrwythuro	(1.0)	4.0	(5.0)
EBITDA Addasedig	15.0	11.5	3.5

Mae EBITDA Addasedig Addysg Uwch 2017/18 o £15.0m yn cynrychioli canlyniad sydd dros £2m ar y blaen i'r cynllun, yn ogystal â bod £3.9m i fyny ar y llynedd, unwaith y ceir gwared ar y prif eitemau ansefydlog. Mae hyn yn adlewyrchu symudiad calonogol i gyfeiriad ein targed interim o £20m, ond cydnabyddir bod gwaith sylweddol i'w wneud o hyd i gyrraedd sefyllfa o gynaliadwyedd ariannol hirdymor.

Gan edrych ar y cynnydd o tua £21.5m yn yr incwm rhwng blynyddoedd, roedd Incwm Ffioedd ac Incwm Ymchwil i fyny tua £3m yr un ar y ffigyrau cymharol, gan adlewyrchu twf cynaliadwy mewn incwm sylfaenol. Gwrthbyswyd y cynnydd hwn yn rhannol

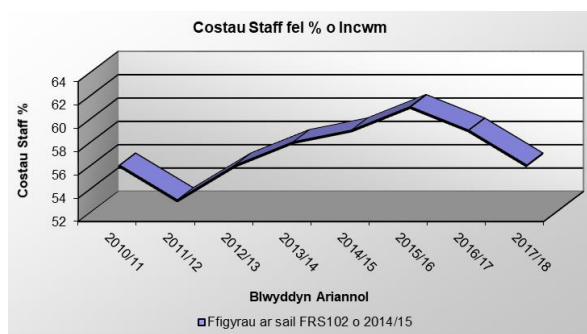
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gan y gostyngiad parhaus mewn cyllid rheolaidd gan HEFCW, gydag incwm arall yn gymharol sefydlog yn gyffredinol. Adroddir eleni am gydnabyddiaeth untro fawr, sef Grant Cyfalaf o £17.3m sy'n gysylltiedig â Pharc Gwyddoniaeth Menai, gan greu eitem fawr iawn o ffawdelw yn yr incwm yr adroddir amdano, ac o ystyried y costau isel cysylltiedig, yn y gwarged sy'n deillio o hynny.

Roedd rhywfaint o ostyngiad yn yr elw ar Gontractau a Grantiau Ymchwil eleni o £1.9m i £1.5m gan adlewyrchu'r pwysau parhaus ar gyllidwyr i gyfyngu ar adennill costau perthnasol a gorbenion a chostau cefnogaeth sefydliadol.

O ran costau, cafwyd ail ostyngiad sylfaenol o'r bron mewn costau cyflog gwirioneddol, yn deillio o lefel staffio is o 1,685 CALI eleni o gymharu â 1,812 CALI yn 2016/17. Mae'r gostyngiad hwn o 7% yn adlewyrchu canlyniad y project mawr o ail-ddylunio sefydliadol a weithredwyd yn ystod y flwyddyn, fel y darparwyd ar ei gyfer yn y ddarpariaeth Ailstrwythuro a wnaed ddiwedd y flwyddyn ddiwethaf. Bodlonodd yr ymarfer yr amcan o leihau costau cyflogau rheolaidd yn y meysydd academiaidd a chefnogi, a gwnaed hynny am gost is nag a amcangyfrifwyd, gan arwain at adennill ychydig dros £1m o ddarpariaeth eleni. Roedd y costau staff hefyd wedi elwa o ostyngiad o £1.2m ym maint y ddarpariaeth USS, yn sgil amcangyfrifon diwygiedig a ffactorau'r farchnad. Mae cyfuniad o gostau cyflog isel a chynnydd yng nghyfanswm yr Incwm (cyn grantiau cyfalaf) eleni wedi dod â'r gymhareb costau staff i lawr i lefel fwy cystadleuol o 56%.



Mae costau heblaw cyflogau'n parhau i gael eu rheoli'n llym tra aeth costau dibrisiad i fyny rhyw ychydig wrth agor Parc Gwyddoniaeth Menai ac wrth i fuddsoddiad parhaus mewn offer ac isadeiledd weithio trwodd.

Wedi gweld cynnydd cymharol gadarnhaol yn y perfformiad gweithredu sylfaenol, mae'n ddimunol nodi bod effaith prisiad diwedd blwyddyn y cynllun pensiwn lleol wedi rhoi cynnydd o £7m yn y gwarged 'llynell isaf' eleni, gan ddiddymu'r rhwymedigaeth ar y Fantolen. Mewn gwirionedd, mae gwarged sydd heb ei chydnabod o £9.6m sy'n gysylltiedig â'r cynllun, sy'n deillio o berfformiad asedau gwell na'r disgwyl a dull hynod effeithiol o reoli rhwymedigaethau dros y

blynnyddoedd diwethaf. Mae hyn wedi caniatáu i'r Brifysgol gytuno i roi'r gorau i wneud taliadau adfer diffyg ar ôl y flwyddyn 2018/19, yn ogystal â darparu clustog yn erbyn anwadalrwydd yn y dyfodol yng ngwerth asedau sy'n ceisio enillion ar y farchnad.

Cymharol ychydig yw'r materion sy'n werth sylw mewn perthynas â'r Fantolen. Mae gwariant cyfalaf eleni drwodd a thro wedi gwrthbwysu'r tâl dibrisiad, ac mae'r symudiad lleiaf o ran yr asedau anghyfredol yn adlewyrchu cynnydd bychan yn y balansau arian parod adeg eu cau. Mae asedau cyfredol net yn dangos gwelliant iach oherwydd y derbyniadau grant cyfalaf blaenorol sydd bellach wedi'u cydnabod drwy'r Datganiad Incwm Cynhwysfawr. Mae ad-daliad o dros £3.2m o ddyled, a gostyngiad o tua £11m o ddarpariaethau, yn gadael asedau net cyffredinol ar £238m. £211m oedd y ffigwr hwnnw'r llynedd. Yn olaf, yng nghyswllt llif arian, mae cynhyrchu arian gweithredol eleni fyfyr yn uwch na'r llynedd, er gwaethaf gwario swm sylweddol ar y rhaglen ailstrwythuro yn ystod y flwyddyn, y darparwyd ar ei gyfer yn y flwyddyn ariannol flaenorol.

Cynlluniau Pensiwn

Cwblhawyd prisiad tair blynedd 'Cynllun Pensiwn ac Yswiriant Prifysgol Bangor' (BUPAS) 2017 yn seiliedig ar ddata 31 Gorffennaf 2017, a chytunwyd ar yr Adroddiad Prisio a'r Atodlen Cyfraniadau newydd sy'n deillio o hynny gyda'r Ymddiriedolwyr ym mis Gorffennaf 2018. Mae'r ffigurau sy'n sail i'r prisiad hwnnw wedi darparu'r sail ar gyfer ffigwr prisiad 31 Gorffennaf 2018 sydd wedi ei gynnwys yn y cyfrifon hyn. O edrych ar y diffyg cyfrifo hanesyddol yn BUPAS, o'i gyfrifo yn unol â FRS102, y sefyllfa ar ddechrau'r flwyddyn oedd lefel gyllido o tua 96%; fodd bynnag, erbyn diwedd y flwyddyn roedd hyn wedi codi i 107%. Mae hyn yn adlewyrchu adnillion uwch na'r hyn a gynlluniwyd ar asedau twf o £7.6m, ynghyd ag enillion actiaraidd o £9.0m yn lleihau'r rhwymedigaethau. Ar nodyn llai cadarnhaol, mae cost cronni buddion y cynllun at y dyfodol unwaith eto wedi codi'n sylweddol oherwydd ffactorau'r farchnad. O ganlyniad mae'r Brifysgol wedi dechrau trafod yr angen i ddiwygio'r strwythur buddion ymhellach er mwyn i'r cynllun barhau i fod yn fforddiadwy ac yn gynaliadwy.

Mae'n bryder mawr i'r Brifysgol, ac i'r sector, bod y cynllun cenedlaethol i staff academiaidd a chysylltiedig (USS) wedi wynebu diffygion cynyddol yn ystod y blynnyddoedd diwethaf. Fel y nodir yn Nodyn 28A, mae'r cyllido ym Mawrth 2018 bellach wedi gwella o 77% i 88% ar sail FRS102. Hyd nes y cytunir ar y darpariaethau technegol a thybiaethau eraill ar gyfer Prisiad 2017, nid yw'n bosibl rhoi ffigwr ar faint terfynol y diffyg yn y cynllun a ddiweddarwyd nac yn unrhyw gynllun atgyweirio cysylltiedig. Fodd bynnag, mae'n annhebygol o fod yn llai o faich na'r hyn a gyflawnir ar hyn o bryd gyda chyfraniad parhaus o

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2.1% sy'n ffurfio'r sail ar gyfer gweddill y ddarpariaeth gyfredol o £12.5m.

Ar adeg ysgrifennu'r ddogfen hon, cynhelir ymgynghoriad â'r 350 o gyflogwyr sy'n ffurfio'r USS er mwyn pennu sut mae datrys y cyfyngder sydd wedi codi o ran cwblhau Prisiad 2017. Oni bai ei fod yn cael ei gwblhau, a hyd nes gwneir hynny, fel y datgelir yn nodyn 28A, mae ansicrwydd materol ynghylch maint y diffyg ac, o ganlyniad, maint y ddarpariaeth a ddatgelir yn y cyfrifon.

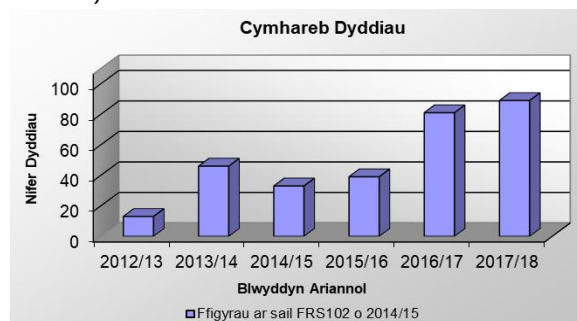
Polisiau ac Amcanion y Trysorlys

Mae gan y Brifysgol nifer o gronfeydd yn deillio o gymynroddion a rhoddion eraill, sy'n cael eu cydnabod yn y cyfrifon hyn fel naill ai gwaddolion neu roddion gyda neu heb gyfyngiadau. Bu'r cronfeydd hyn yn cael eu buddsoddi ar sail gyfun a'u rheoli gan UBS yn unol â pholisi buddsoddi cynaliadwy'r Brifysgol. Yn ystod y flwyddyn, perfformiodd y cronfeydd hyn yn foddhaol gan roi adenillion o £159k ac adbrisiant o £318k yng ngwerth asedau, gyda chyfanswm gwerth y cronfeydd a fuddsoddwyd yn cau ar £6.021m (2016/17 £6.169m).

Buddsoddir adnau tymor byr y Brifysgol naill ai gyda'n bancwyr perthynas, Santander, hyd at gyfyngiad credyd sefydlog, a thu hwnt i hynny fe'u rheolir gan y Royal London Asset Management Group sy'n buddsoddi'r cronfeydd mewn cronfeydd cyfun â graddfa uchel a dyddiadau byr. Cafwyd mymryn o gynnydd yn y balansau tymor byr, sef cynnydd o £1.403m, i £32.448m ar 31 Gorffennaf 2018.

Llif Arian a Hylifedd

Yn unol â disgwyliadau'r rheolwyr fe wnaeth sefyllfa llif arian a hylifedd y Brifysgol gau mewn sefyllfa resymol ac ar y blaen i'r flwyddyn flaenorol, gydag Asedau Cyfredol Net yn £16,110m (2016/17 £5,894m) a chymhareb Dyddiau Asedau Hylif Net a Chyfanswm Gwariant o 89 diwrnod (2016/17 74 diwrnod).



Mae'r sefyllfa hylifedd ar ddiwedd y flwyddyn yn cynrychioli lefel 'normal' ar gyfer yr adeg hon o'r flwyddyn, ac fe'i cyfnerthir gan Gyfleuster Credyd Cylchol gyda Santander a adnewyddwyd yn ystod 2017/18 i gefnogi anwadalrwydd mewn llif arian yn y flwyddyn, a oedd i'w briodoli i raddau helaeth i'r proffil incwm a dderbyniwyd gan y Cwmni Benthyciadau Myfyrwyr.

Arian Cyfalaf

Gwariwyd £14.257m ar brojectau cyfalaf yn 2017/18 (2016/17 £12.759m) ac fe'u cyllidwyd yn bennaf drwy grantiau cyfalaf. Mae'r buddsoddiad hwn yn cynrychioli cam olaf adeiladu Parc Gwyddoniaeth Menai, a agorwyd ym mis Mawrth 2018, ynghyd â nifer o brojectau llai eraill ar draws yr ystad gan gynnwys caffael rhydd-ddaliad Fron Heulog ym Mangor. Gwnaed gwaith hefyd i baratoi ar gyfer cam nesaf y gwaith o ddatblygu safle gwyddoniaeth ar Ffordd Deiniol, lle disgwyllir i waith sylweddol ddechrau cyn bo hir wrth i ni ailafael yn y rhaglen buddsoddi cyfalaf.

Busnes Hyfyw

Fel y nodwyd yn y paragraffau blaenorol, bu cynnydd mewn perfformiad gweithredu yn ystod y flwyddyn dan sylw o'i chymharu â 2016/17 ac mae mesur allweddol EBITDA Addasedig yn uwch na'r lefel a gynlluniwyd. Er bod hylifedd wedi cael ei gynnal yn llawn hefyd, bu lefel y buddsoddiad cyfalaf a hunan gyllidwyd yn is na'r lefel angenrheidiol i gynnal a gwella ein sylfaen asedau. Mae'n amlwg, felly, fod angen gwella perfformiad ariannol yn y dyfodol er mwyn sicrhau cynaliadwyedd ariannol hirdymor y Brifysgol yn ogystal â darparu clustog yn erbyn cyfmodau bancio, y mae rhai ohonynt yn cael eu hadolygu gan y benthycwyr ar adeg ysgrifennu'r ddogfen hon.

O ystyried y cafeatau hyn, ynghyd â diffyg cymedrol ond annisgwyl ym mewnllif y myfyrwyr ym mis Medi 2018, mae'r Cyngor wedi mandadu y bydd camau pellach yn cael eu cymryd i sicrhau arbedion a hyblygrwydd yn sylfaen costau'r Brifysgol. Ar yr un pryd, mae adolygiad o ehangder y ddarpariaeth cyrsiau yn y dyfodol hefyd wedi cael ei fapio gan edrych ar dueddiadau'r dyfodol yn y farchnad gartref a'r farchnad ryngwladol, gyda'r bwriad o bennu tybiaethau realistig ynghylch incwm yn y dyfodol. Mae'r asesiad hwn hefyd yn adlewyrchu'r hyn a ystyrir yn asesiad realistig o'r risg wleidyddol sy'n gysylltiedig ag ariannu addysg uwch yng Nghymru yn y dyfodol.

Mae casgliad y gwaith hwn wedi'i fodelu dros y pedair blynedd nesaf ac mae'r Cyngor yn hyderus y bydd yn cyflawni canlyniad sy'n cefnogi mabwysiadu tybiaeth 'busnes hyfyw'.

David W Williams MBE DL
Trysorydd

Datganiad Budd Cyhoeddus

Y flwyddyn yn diweddu 31 Gorffennaf 2018

Mae Prifysgol Bangor yn Elusen Gofrestredig (rhif 1141565) yn unol â thelerau Deddf Elusennau 2011. Wrth bennu ac adolygu amcanion a gweithgareddau'r Brifysgol, mae'r Brifysgol wedi ystyried cyfarwyddyd y Comisiwn Elusennau ar adrodd ar fudd cyhoeddus, ac yn arbennig ei gyfarwyddyd atodol ynglŷn â budd cyhoeddus ar hyrwyddo addysg.

Mae Prifysgol Bangor yn sefydliad cryf a hyderus a gaiff ei gydnabod yn rhanbarthol, yn genedlaethol ac yn rhyngwladol fel canolfan o ragoriaeth am ei bortffolio amrywiol o addysgu ac ymchwil, ac am y profiad unigryw, aml-ddiwylliannol a chynhwysol y mae'n ei roi i staff a myfyrwyr. Sefydlwyd y Brifysgol o ganlyniad uniongyrchol i ymgyrch gan gymunedau yng Ngogledd Cymru am ddarpariaeth addysg uwch i'r rhanbarth. Wedi'i sefydlu gan gefnogaeth leol sylweddol, yn ariannol ac fel arall, mae'r Brifysgol yn parhau i ymfalchïo yn ein swyddogaeth fel aelod o'r gymuned ac yn ein treftadaeth ddwyieithog.

Addysg a Phrofiad Rhagorol i Fyfrwyr

Mae'r Brifysgol yn rhoi addysg uwch i fwy na 11,000 o fyfyrwyr mewn ystod eang o ddisgyblaethau yn y celfyddydau a'r dyniaethau, gwyddorau cymdeithas, gwyddorau naturiol, gwyddorau ffisegol, iechyd ac addysg.

Mae'r Brifysgol yn derbyn myfyrwyr a all ddangos eu gallu i fanteisio ar addysg uwch – beth bynnag fo eu cefndir ariannol, cymdeithasol, crefyddol neu ethnig. Rydym yn diogelu mynediad teg ac yn dal gafael ar ragor o fyfyrwyr drwy ddarparu bwrsariaethau, ysgoloriaethau a chynlluniau caledi i rai sy'n gadael gofal ac i'r digartref.

Mae'r Brifysgol yn gweithio gydag ysgolion i godi dyheadau addysgol ac ymwybyddiaeth grwpiau sydd heb gynrychiolaeth ddigonol; trwy adnabod unigolion sydd â photensial, a datblygu sgiliau i baratoi myfyrwyr ar gyfer Addysg Uwch.

Mae gweithgareddau allgyrsiol a gwirfoddoli yn datblygu unigolion, yn gwella eu cyflogadwyedd, ac yn hyrwyddo ymwneud â'r gymuned. Mae'r Brifysgol yn caniatáu i'w myfyrwyr ymuno am ddim â'r holl glybiau chwaraeon, cymdeithasau a gweithgareddau gwirfoddoli, waeth beth fo gallu'r myfyriwr i dalu.

Ym maes addysgu a dysgu, mae'r Brifysgol yn darparu cwricwlwm deniadol sy'n addas i'r diben gyda rhaglenni academiaidd o ansawdd uchel, cyfleusterau addysgu rhagorol ac ystod eang o wasanaethau cefnogi (gan gynnwys cyngor academiaidd, ariannol, bugeiliol, ysbrydol a gyrfaedd). Mae ein rhaglenni'n adlewyrchu ein hymrwymiad i sicrhau bod ein myfyrwyr yn ddinasyddion byd-eang.

Gwella Llwyddiant Ymchwil

Mae'r ymchwil a wneir ym Mhrifysgol Bangor yn cael effaith sylweddol ar yr economi ac ar fywydau pobl o ledled y byd. Mae ein hymchwil yn cael ei lledaenu drwy gyhoeddi llyfrau a phapurau, a thrwy ddarlithoedd a chyflwyniadau mewn cynadleddau.

Mae cyfleoedd i wneud astudiaethau ac ymchwil ôl-radd (gan gynnwys darparu efrydiaethau) ar gael ym mhob ysgol academiaidd.

Mae'r Brifysgol hefyd yn darparu gwasanaethau i ddiwydiant a masnach, trwy gefnogi mentrau (er enghraifft, Partneriaethau Trosglwyddo Gwybodaeth – ceir bron 100 ohonynt – gyda gwahanol fusnesau yng Ngogledd Cymru a thu hwnt), cymorth gyda datblygu cynnyrch newydd, hyrwyddo a chefnogi cwmnïau deilliedig, masnacheiddio syniadau ac ecsbloetio eiddo deallusol.

Prifysgol Rhyngwladol i'r Rhanbarth

Caiff Prifysgol Bangor ei rhestru ymysg 200 o'r prifysgolion mwyaf rhyngwladol yn fyd-eang a hi yw'r fwyaf rhyngwladol yng Nghymru. Mae'r Brifysgol yn darparu cymuned rhyngwladol lewyrchus ac yn estyn croeso i staff a myfyrwyr o fwy na 100 o wledydd ledled y byd, gan ddarparu profiad unigryw Bangor i fyfyrwyr rhyngwladol. Mae'r Brifysgol yn gweithio gyda phartneriaid ledled y byd, gan gynnwys sefydlu Coleg Bangor yn Tsieina yn ddiweddar.

Caiff cyflogadwyedd a dinasyddiaeth fyd-eang eu cryfhau gan gwrwllwm rhyngwladol y Brifysgol a thrwy hyrwyddo a chefnogi myfyrwyr i ehangu eu gorwelion daearyddol, gan ganiatáu i bob myfyriwr gael profi cyfnod dramor fel rhan o'u rhaglen academiaidd.

Yr Iaith a'r Diwylliant Cymraeg ac Ymwneud â'r Cyhoedd

Mae'r Brifysgol yn arwain ym maes darpariaeth addysg uwch cyfrwng Cymraeg. Mae'r Brifysgol yn mynd ati i annog myfyrwyr cyfrwng Cymraeg i ddilyn eu cyrsiau trwy gyfrwng y Gymraeg ac yn hyrwyddo defnyddio'r Gymraeg yn y gweithle.

Ceir Llyfrgell helaeth ac mae gan yr adran Archifau statws 'Man Cadw Cofnodion Cyhoeddus'. Rhennir llyfrau a chasgliadau'r Llyfrgell â'r cyhoedd oddi allan i'r Brifysgol trwy gynlluniau megis 'Linc y Gogledd', sy'n golygu bod adnoddau Llyfrgell y Brifysgol ar gael mewn llyfrgelloedd cyhoeddus lleol yng Ngogledd Cymru.

Yn ogystal, mae'r Brifysgol yn hyrwyddo datblygiadau diwylliannol drwy ei rhaglen o Ddarlithoedd Cyhoeddus, rhaglen o gerddoriaeth a drama, Amgueddfa ac Oriel Gelf, ynghyd â chasgliad celf o bwys, a chasgliadau unigryw yn cynnwys cerameg, offerynnau cerdd a sbesimenau o fyd natur.

Mae Pontio, Canolfan Celfyddydau ac Arloesi newydd, gwerth £50m, wedi cael ei chwblhau yn ddiweddar. Mae'n cynnwys theatr, theatr stiwdio, sinema, darlithfeydd mawr a chanolfan arloesi, man perfformio awyr agored, yn ogystal â chaffis, bariau a chynteddau sy'n agored i'r cyhoedd. Mae'n gwneud cyfraniad enfawr i ddatblygiad diwylliannol, economaidd a chymdeithasol. Mae'r brifysgol hefyd yn darparu dosbarthiadau a chyfleusterau chwaraeon o ansawdd uchel i'r gymuned leol.

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Mae ystâd y Brifysgol yn cynnwys bron i 150 o adeiladau, yn cynnwys 14 o adeiladau rhestredig (gydag un ohonynt yn adeilad rhestredig gradd 1 sydd o bwysigrwydd hanesyddol).

Yn y flwyddyn ariannol hon, cyflawnwyd buddion cymunedol fel rhan o dri chontract. Darparwyd nifer o brojectau gwerth cymdeithasol drwy broject M-Sparc; fel rhan o gontract i ddymchwel yr adeiladau Coffa a W Charles Evans; a thrwy'r contract tymor penodol ar gyfer Gwasanaethau Trydanol a Mecanyddol.

Mae'r Brifysgol yn cyflogi tua 2,000 o staff ac felly mae'n un o gyflogwyr mwyaf Gogledd Cymru.

Ymrwymiad i Gynaliadwyedd a'r Amgylchedd

Mae'r Brifysgol wedi ymrwymo i gynaliadwyedd nid yn unig yng nghyd-destun ein hamgylchedd naturiol cyfoethog, ond hefyd o ran cydlyniant cymdeithasol, sefydlogrwydd ariannol ac effeithlonrwydd adnoddau. Mae cynaliadwyedd yn un o'n galluogwyr strategol ac rydym yn cyfrannu at nodau Llywodraeth Cymru o ran llesiant cenedlaethau'r dyfodol a nodau Datblygu Cynaliadwy'r Cenhedloedd Unedig.

Adlewyrchir ymrwymiad Bangor i gynaliadwyedd yn ei pholisi amgylcheddol, sy'n datgan *"Byddwn nid yn unig yn ceisio diogelu ein hamgylchedd naturiol, ond hefyd yn mynd ati i geisio cyfleoedd i'w wella, gan hyrwyddo diwylliant o fod yn stiwardiaid yr amgylchedd ymysg ein staff a'n myfyrwyr a gweithio tuag at nodau datblygu cynaliadwy."* Yn y flwyddyn adrodd, roedd Rheoli Gwastraff yn ffocws i'r Lab Cynaliadwyedd a thîm Perfformiad Amgylcheddol y Campws (CEPT). Cynhelir sesiynau hyfforddi, cyflwyniadau a gweithdai i fyfyrwyr drwy gydol y flwyddyn a chynhaliwyd yr Wythnos Ymwybyddiaeth Gwastraff gyntaf erioed ym mis Hydref 2017. Cynyddodd canran y gwastraff a ddargyfeiriwyd o safleoedd tirlenwi i 66% a gostyngodd allyriadau carbon sy'n gysylltiedig â gwastraff gan 33% o gymharu â'r flwyddyn adrodd flaenorol. Gweithiodd y tîm gyda llawer o gydweithredwyr yn fewnol ac yn allanol gyda Chyngor Gwynedd, Sefydliad Siartredig Rheoli Gwastraff a'r British Heart Foundation.

Mae bioamrywiaeth yn ffocws arall. Mae gan gynefinoedd ar ein tiroedd werth addysgol, cymdeithasol, diwylliannol, hamdden ac amgylcheddol i fyfyrwyr, staff a'r gymuned ehangach. Mae'r Cynllun Gweithredu Bioamrywiaeth newydd yn ceisio hyrwyddo bioamrywiaeth ym mhob cynefin ar y campws ac integreiddio bioamrywiaeth yn rhan o'n dulliau gweithredu wrth i ni gynnal ein busnes. Mae'r gwaith estyn allan yng Ngardd Fotaneg Treborth yn parhau.

Ymrwymiad i Gynaliadwyedd drwy ein Polisi Buddsoddi

Eleni, mae'r Brifysgol, drwy is-bwyllgor o'r Pwyllgor Cyllid ac Adnoddau, wedi cymeradwyo'r Polisi Buddsoddi Cynaliadwy newydd sy'n berthnasol i'r cronfeydd gwaddol sy'n cael eu rheoli ar ei rhan gan UBS. Mae'r polisi'n sicrhau bod y Brifysgol yn gwneud

y gorau o'i hadenillion buddsoddi heb gyfaddawdu ein hymrwymiad i gynaliadwyedd a llesiant cenedlaethau'r presennol a'r dyfodol. Mae hyn yn golygu cynnal sgrinio cadarnhaol a negyddol ar bob cwmni i weld a ydynt yn cydymffurfio â safonau moesegol a chymdeithasol gyfrifol, gan gynnwys osgoi gweithgareddau sy'n niweidiol i'r amgylchedd neu i les eu gweithlu. Mae eithriadau penodol hefyd ar gyfer meysydd megis arfau, alcohol, gamblo, tybaco ac ati. Gellir dod o hyd i gopi o'r polisi yn www.bangor.ac.uk/finance/pl/documents/SIPBU-Cym.

Datganiad Llywodraethu Corfforaethol

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Mae'r Brifysgol yn ymrwymedig i ddangos yr arfer gorau ym mhob agwedd ar lywodraethu corfforaethol.

Mae'r Brifysgol yn gorfforaeth annibynnol y mae ei statws cyfreithiol yn deillio o Siarter Frenhinol a ddyfarnwyd yn wreiddiol yn 1885. Fe'i cofrestrwyd fel elusen (rhif 1141565) yn Ebrill 2011. Pennir ei hamcanion, ei phwerau a fframwaith ei threfn lywodraethu yn y Siarter a'r Statudau ategol, y cymeradwyr diwygiadau iddynt gan y Cyfrin Gyngor o bryd i'w gilydd.

O dan y Siarter a'r Statudau mae'n rhaid i'r Brifysgol fod â thri chorff ar wahân, pob un â'i swyddogaethau a'i gyfrifoldebau wedi eu diffinio'n glir, i oruchwyllo a rheoli ei gweithgareddau, fel a ganlyn:

Y Cyngor yw'r corff llywodraethu sy'n gyfrifol am gyllid, eiddo, buddsoddiadau a busnes cyffredinol y Brifysgol, ac am bennu cyfeiriad strategol cyffredinol y sefydliad.

Mae'r Cyngor yn ceisio cynnal ei fusnes yn unol â'r saith egwyddor a nodwyd gan y Pwyllgor Safonau mewn Bywyd Cyhoeddus (anhunanoldeb, uniondeb, gwrthrychedd, atebolrwydd, bod yn agored, gonestrwydd ac arweinyddiaeth).

Mae'r Cyngor wedi nodi'r Cod Ymarfer ar Lywodraethu a geir yn y Cod Llywodraethu Addysg Uwch (Rhagfyr 2014) a luniwyd gan y Pwyllgor Cadeiryddion Prifysgol (CUC) ac, yn dilyn archwiliad diweddar, mae'r Cyngor o'r farn ei fod yn cydymffurfio â'r Cod.

Mae'r Cyngor yn defnyddio dull gwelliannau parhaus wrth lywodraethu ac yn cynnal adolygiad o effeithiolrwydd y drefn lywodraethu'n rheolaidd. Mae adolygiad ffurfiol o effeithiolrwydd llywodraethu ar y gweill a chaiff ei gwblhau yn 2018/19.

Pennir y materion a neilltuir yn arbennig i'w penderfynu gan y Cyngor yn Statudau'r Brifysgol, trwy arfer ac o dan y Memorandwm Sicrwydd ac Atebolrwydd gyda Chyngor Cyllido Addysg Uwch Cymru.

Mae swyddogaethau'r Canghellor, Cadeirydd y Cyngor, y Dirprwy Ganghellor a'r Trysorydd yn rhai ar wahân i swyddogaeth Prif Weithredwr y Brifysgol, sef yr Is-ganghellor. Daw mwyafrif aelodau'r Cyngor o'r tu allan i'r Brifysgol (disgrifir hwy fel aelodau lleig). Rhaid dewis Cadeirydd y Cyngor o blith yr aelodau lleig. Hefyd ymhlith ei aelodau mae cynrychiolwyr o blith staff y Brifysgol ac o blith y myfyrwyr.

Mae'r Brifysgol wedi ymrwymo i hyrwyddo cydraddoldeb ac amrywiaeth a chaiff pob hysbyseb am aelodau lleig eu hysbysebu'n allanol a chroesawir ceisiadau'n arbennig o grwpiau sydd heb gynrychiolaeth ddigonol. Ystyrir ceisiadau gan y Pwyllgor Enwebiadau a Llywodraethu a chânt eu hystyried yn erbyn yn y matrices sgiliau cyfredol. Nid oes yr un o'r aelodau lleig yn derbyn unrhyw

dâl, ac eithrio ad-daliad treuliau, am y gwaith a wnânt i'r Brifysgol. Mae'r holl aelodau a benodir i'r Cyngor yn gwasanaethu am gyfnod o 4 blynedd, ond gellir eu hailbenodi am gyfnod o 8 mlynedd fan bellaf.

Y Senedd yw awdurdod academiaidd y Brifysgol a daw ei haelodaeth yn gyfan gwbl o blith staff academiaidd a myfyrwyr y sefydliad. Mae aelodaeth y Senedd wedi cael ei hadolygu a'i hehangu yn ystod y flwyddyn ddiwethaf.

Corff mawr, ffurfiol at ei gilydd yw'r **Llys** (sydd yn bur debyg i gyfarfod cyfranddalwyr cwmni cyhoeddus mawr). Mae'n gyfrwng lle gall y buddiannau ehangach a wasanaethir gan y Brifysgol gael eu cysylltu â'r sefydliad, ac mae'n fforwm cyhoeddus lle gall aelodau'r Llys godi unrhyw faterion yn ymwneud â'r Brifysgol. Fel rheol mae'r Llys yn cyfarfod unwaith y flwyddyn i dderbyn Adroddiad Blynyddol a Chyfrifon y Brifysgol. Yn ogystal mae angen i'r Llys gymeradwyo unrhyw newidiadau o bwys i Siarter neu Statudau'r Brifysgol cyn y gellir eu cyflwyno i'r Cyfrin Gyngor.

Daw mwyafrif aelodau'r Llys o'r tu allan i'r Brifysgol, gan gynrychioli cymuned Gogledd Cymru a chyrrff penodol eraill sydd â diddordeb yng ngwaith y Brifysgol, ond mae'r aelodaeth hefyd yn cynnwys cynrychiolwyr o blith staff y Brifysgol (academaidd ac anacademaidd) ac o blith y myfyrwyr.

Cyfarfu'r Cyngor bum gwaith yn ystod 2017-18 ond ymdrinnir â llawer o'i waith manwl i ddechrau gan bwyllgorau sefydlog y Cyngor. Mae'r holl Bwyllgorau wedi'u cyfansoddi'n ffurfiol gyda chylch gorchwyl ac aelodaeth sy'n cynnwys aelodau lleig o'r Cyngor.

Mae'r **Pwyllgor Cyllid ac Adnoddau** yn cyfarfod o leiaf bedair gwaith y flwyddyn ac mae'n gyfrifol am fonitro pob agwedd ar reoli'n ymwneud ag adnoddau ffisegol ac ariannol y Brifysgol.

Mae'r **Pwyllgor Enwebiadau a Llywodraethu** yn ystyried enwebiadau ar gyfer seddi gwag yn aelodaeth y Cyngor o dan y Statud berthnasol, a materion llywodraethu eraill. Penodir rhai aelodau lleig gan gyrrff allanol.

Mae'r **Pwyllgor Taliadau** yn pennu cyflogau'r aelodau staff uchaf, gan gynnwys yr Is-ganghellor. Mae Cyngor y Brifysgol wedi mabwysiadu egwyddorion Cod Taliadau'r Pwyllgor Cadeiryddion Prifysgol. Mae cylch gorchwyl ac aelodaeth y Pwyllgor Taliadau yn cael eu hadolygu ar hyn o bryd er mwyn adlewyrchu'r Cod mewn Cylch Gorchwyl newydd.

Ffurir y **Pwyllgor Archwilio a Risg**, sy'n cyfarfod bob chwarter, o dri aelod lleig o'r Cyngor a dau aelod allanol wedi eu cyfethol. Mae archwilwyr mewnol ac allanol y Brifysgol yn mynychu pob cyfarfod. Mae'r Pwyllgor yn ystyried adroddiadau ac

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argymhellion ar gyfer gwella systemau rheoli mewnol y Brifysgol, ynghyd ag ymatebion y rheolwyr a chynlluniau gweithredu. Er bod yr uwch swyddogion gweithredol yn mynychu cyfarfodydd y Pwyllgor Archwilio a Risg fel bo angen, nid ydynt yn aelodau o'r Pwyllgor, ac mae'r Pwyllgor yn cyfarfod yn rheolaidd (cyn pob cyfarfod o'r Pwyllgor) â'r archwilwyr mewnol ac allanol ar eu pennau eu hunain i gael trafodaethau annibynnol. Mae'r Pwyllgor yn cynghori'r Cyngor ar benodi a thalu'r archwilwyr mewnol ac allanol.

Yn unol â Pholisi Rheoli Risg y Brifysgol mae gan y Grŵp Tasg Rheoli Risg brosesau ffurfiol ar waith i werthuso a rheoli risgiau arwyddocaol sy'n wynebu'r sefydliad. Bydd yn derbyn adroddiadau sy'n nodi dangosyddion perfformiad a risg allweddol ac yn ystyried materion rheoli posibl y tynnir sylw atynt gan fecanweithiau rhybuddio cynnar sydd wedi eu seilio o fewn yr unedau gweithredol ac a atgyfnerthir gan hyfforddiant ymwybyddiaeth risg. Mae'r pwyslais ar gael mesur perthnasol o sicrwydd ac nid ar adrodd yn ôl eithriadau yn unig. Mae'r Pwyllgor Archwilio a Risg yn ystyried dogfennau gan y Grŵp Tasg Rheoli Risg ac o'r archwiliad mewnol, ac yn ystyried y pethau a ddigwyddodd ers diwedd y flwyddyn flaenorol. Mae'n adrodd i'r Cyngor ar Reoli Risg.

Rheolir y Brifysgol o ddydd i ddydd gan **Bwyllgor Gweithredu**, sy'n cynnwys yr Is-ganghellor, y Dirprwy Is-ganghellorion, Deoniaid y Colegau, y Cyfarwyddwr Cyllid, Ysgrifennydd y Brifysgol a Phenaethiaid rhai o'r Gwasanaethau Canolog.

Mae gan aelodau'r grŵp awdurdod gweithredol dros eu cyfryw borthfolios. Mae'r Pwyllgor Gweithredu'n cyfarfod fel arfer bob pythefnos ac fe'i cynorthwyr yn ei waith gan Grwpiau Tasg, a sefydlir o bryd i'w gilydd i ystyried themâu penodol. Mae'n atebol i'r Cyngor.

Prif swyddog academiaidd a gweinyddol y Brifysgol yw'r Is-ganghellor, sydd â chyfrifoldeb cyffredinol i'r Cyngor dros gynnal a hyrwyddo effeithlonrwydd a threfn dda y Brifysgol. O dan delerau'r Memorandwm Sicrwydd ac Atebolrwydd ffurfiol rhwng y Brifysgol a Chyngor Cyllido Addysg Uwch Cymru, yr Is-ganghellor yw swyddog dynodedig y Brifysgol ac yn y swyddogaeth honno gellir galw arno i ymddangos o flaen Pwyllgor Cyfrifon Cyhoeddus Cynulliad Cenedlaethol Cymru.

Risg a Rheoli Mewnol

Mae Cyngor y Brifysgol yn gyfrifol am system camau rheoli mewnol y Brifysgol sy'n cefnogi'r gwaith o gyflawni nodau ac amcanion y Brifysgol, gan ddiogelu cyllid cyhoeddus a chyllid arall.

Cynlluniwyd y systemau camau rheoli hyn i reoli, yn hytrach na dileu, risgiau sylweddol sy'n bygwth amcanion busnes y Brifysgol; felly dim ond sicrwydd rhesymol yn hytrach na sicrwydd absoliwt a geir rhag camddatganiad neu golled faterol.

Mae'r Cyngor yn derbyn adroddiad blynyddol ar waith yr archwiliwr mewnol gan y Pwyllgor Archwilio a Risg. Mae hyn yn darparu sicrwydd ynglŷn ag effeithlonrwydd system camau rheoli mewnol a phrosesau rheoli risg a llywodraethu'r Brifysgol.

Ar gyfer y flwyddyn yn gorffen 31 Gorffennaf 2018 mae'r adroddiad yn mynegi barn foddhaol bod gwaith archwilio mewnol digonol wedi cael ei wneud i ddod i gasgliad rhesymol, yn amodol fel mewn blynyddoedd blaenorol ar weithredu rhai argymhellion archwilio, bod gan y Brifysgol brosesau rheoli risg, camau rheoli a threfn lywodraethu sy'n ddigonol ac yn effeithiol i'w galluogi i gyflawni ei hamcanion.

Mae'r Cyngor o'r farn fod proses foddhaol ar gyfer adnabod, gwerthuso a rheoli risgiau arwyddocaol y Brifysgol, ac iddi fod yn weithredol ar gyfer y flwyddyn a orffennodd 31 Gorffennaf 2018 a hyd at ddyddiad cymeradwyo'r Adroddiad Blynyddol a'r Cyfrifon, ac iddi gael ei hadolygu'n rheolaidd gan y Pwyllgor Archwilio a Risg ar ran y Cyngor.

Mae elfennau allweddol system reoli gyllidol fewnol y Brifysgol, a gynlluniwyd i gyflawni'r cyfrifoldebau a nodwyd uchod, yn cynnwys y canlynol:

- diffiniadau eglur o gyfrifoldebau penaethiaid adrannau academiaidd a gweinyddol a'r awdurdod a ddirprwywyd iddynt;
- proses gynllunio gynhwysfawr tymor-canolog a byr, wedi ei hategu â chyllidebau incwm, gwariant a chyfalaf blynyddol manwl;
- adolygiadau rheolaidd o berfformiad academiaidd ac adolygiadau chwarterol o ganlyniadau ariannol gan gynnwys adrodd ar amrywiant a diweddarau canlyniadau a ragwelwyd;
- gofynion a ddiffiniwyd ac a ffurfiolwyd yn eglur ar gyfer cymeradwyo a rheoli gwariant, gyda'r penderfyniadau buddsoddi sy'n cynnwys gwariant cyfalaf neu referniw yn cael eu gwerthuso'n ffurfiol ac yn fanwl a'u hadolygu yn unol â lefelau cymeradwyo a bennir gan y Cyngor;
- Rheoliadau Ariannol cynhwysfawr, yn nodi manylion am gamau rheoli a gweithdrefnau ariannol, wedi eu cymeradwyo gan y Pwyllgor Archwilio a Risg a'r Pwyllgor Adnoddau;
- swyddogaeth Archwilio Mewnol broffesiynol allanol y caiff ei rhaglen flynyddol ei chymeradwyo gan y Pwyllgor Archwilio a Risg.

Datganiad o Gyfrifoldebau'r Cyngor mewn perthynas â'r Datganiadau Ariannol Cyfunol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

Mae'r Cyngor yn gyfrifol am baratoi'r datganiadau ariannol cyfunol yn unol â gofynion Memorandwm Sicrwydd ac Atebolrwydd Cyngor Cyllido Addysg Uwch Cymru a chyfraith a rheoliadau perthnasol.

Mae'n ofynnol iddynt baratoi datganiadau ariannol ar gyfer y grŵp a'r rhiant-brifysgol yn unol â safonau cyfrifo'r Deyrnas Unedig a chyfraith berthnasol (yr arferion cyfrifo a dderbynnir yn gyffredinol yn y Deyrnas Unedig), gan gynnwys FRS 102 y Safon Adrodd Ariannol sy'n gymwys yn y Deyrnas Unedig a Gweriniaeth Iwerddon. Mae'r Memorandwm Sicrwydd ac Atebolrwydd yn ei gwneud yn ofynnol bod y datganiadau ariannol yn cael eu paratoi'n unol â Datganiad o'r Arfer a Argymhellir - Cyfrifo ar gyfer Addysg Bellach ac Addysg Uwch, yn unol â gofynion y Cyfarwyddyd i Sefydliadau Addysg Uwch ynglŷn â'u Cyfrifon a gyhoeddwyd gan HEFCW. Mae'n ofynnol i'r Cyngor baratoi datganiadau ariannol sy'n rhoi darlun cywir a theg o sefyllfa'r grŵp a'r rhiant-brifysgol ac o'u hincwm a'u gwariant, enillion a cholledion a newidiadau mewn cronfeydd wrth gefn ar gyfer y cyfnod hwnnw.

Wrth baratoi pob un o ddatganiadau ariannol y grŵp a'r rhiant-brifysgol, mae'n ofynnol i'r Cyngor:

- ddewis polisiau cyfrifo addas, ac yna'u defnyddio'n gyson;
- dod i farn ac amcangyfrif mewn modd sy'n rhesymol a doeth;
- datgan a yw safonau cyfrifo perthnasol y Deyrnas Unedig wedi'u dilyn, yn amodol ar unrhyw wyriadau materol a ddatgelwyd ac a esboniwyd yn y datganiadau ariannol;
- asesu gallu'r grŵp a'r rhiant-brifysgol i barhau fel busnes hyfyw, gan ddatgelu, fel y bo'n berthnasol, faterion sy'n ymwneud â busnes hyfyw; a
- defnyddio sail cyfrifo busnes hyfyw oni bai eu bod naill ai'n bwriadu datod y grŵp neu'r rhiant-brifysgol neu roi'r gorau i weithredu, neu nad oes ganddynt unrhyw ddewis realistig arall ond gwneud hynny.

Mae'r Cyngor yn gyfrifol am gadw cofnodion cyfrifo sy'n ddigonol i ddangos ac esbonio trafodion y rhiant-brifysgol a datgelu gyda chywirdeb rhesymol ar unrhyw adeg sefyllfa ariannol y rhiant-brifysgol a'u galluogi i sicrhau bod y datganiadau ariannol yn cydymffurfio â'r ddeddfwriaeth berthnasol a safonau cyfrifo perthnasol eraill. Nhw sy'n gyfrifol am unrhyw gamau rheoli mewnol sy'n angenrheidiol yn eu barn nhw i alluogi paratoi datganiadau ariannol lle na cheir camddatganiad materol, boed hynny oherwydd twyll neu wall, ac yn gyfrifol yn gyffredinol dros gymryd unrhyw gamau sy'n rhesymol agored iddynt i ddiogelu

asedau'r grŵp ac i atal a chanfod twyll ac unrhyw anghysondebau eraill.

Mae'r Cyngor hefyd yn gyfrifol o dan y Memorandwm Sicrwydd ac Atebolrwydd am:

- sicrhau mai dim ond ar gyfer y dibenion y rhoddwyd ef y defnyddir cyllid gan HEFCW a chyrrff cyllido eraill, ac yn unol â'r Memorandwm Sicrwydd ac Atebolrwydd ac unrhyw amodau eraill y gallai HEFCW eu pennu o bryd i'w gilydd;
- sicrhau fod camau rheoli ariannol priodol ar waith i ddiogelu arian cyhoeddus ac arian o ffynonellau eraill;
- sicrhau rheolaeth ddarvoudus, effeithlon ac effeithiol dros adnoddau a gwariant y brifysgol.

Mae'r Cyngor yn gyfrifol am gynnal yr wybodaeth gorfforaethol ac ariannol a geir ar wefan y Brifysgol ac am ei chywirdeb. Gall deddfwriaeth yn y Deyrnas Unedig yn ymwneud â pharatoi a dosbarthu datganiadau ariannol fod yn wahanol i ddeddfwriaeth mewn awdurdodaethau eraill

Adroddiad yr Archwilydd Annibynnol i Gyngor Prifysgol Bangor

Y flwyddyn yn diweddu 31 Gorffennaf 2018

ADRODDIAD AR YR ARCHWILIAD O'R DATGANIADAU ARIANNOL

Barn

Rydym wedi archwilio datganiadau ariannol Prifysgol Bangor ("y Brifysgol") am y flwyddyn a ddaeth i ben ar 31 Gorffennaf 2018 sy'n cynnwys Datganiad o Incwm a Gwariant Cynhwysfawr Cyfunol a Phrifysgol, Datganiad o Newidiadau mewn Cronfeydd wrth Gefn Cyfunol a Phrifysgol, Mantolenni Cyfunol a Phrifysgol, Datganiad Llif Arian Cyfunol a nodiadau cysylltiedig, gan gynnwys y Datganiad Polisiâu Cyfrifo.

Yn ein barn ni, mae'r datganiadau ariannol:

- yn rhoi darlun gwir a theg o gyflwr materion y Grŵp a'r Brifysgol ar 31 Gorffennaf 2018, ac o incwm a gwariant y Grŵp a'r Brifysgol, enillion a cholledion a newidiadau mewn cronfeydd wrth gefn, ac o lif arian y Grŵp, am y flwyddyn a ddaeth i ben bryd hynny;
- wedi cael eu paratoi'n briodol yn unol â safonau cyfrifo'r Deyrnas Unedig, gan gynnwys *FRS 102 ar y Safon Adrodd Ariannol sy'n gymwys yn y Deyrnas Unedig a Gweriniaeth Iwerddon*, a chyda *Datganiad o'r Arfer a Argymhellir – Cyfrifo ar gyfer Addysg Bellach ac Addysg Uwch 2015*;
- yn bodloni gofynion Cyfarwyddyd i Sefydliadau Addysg Uwch ynglŷn â'u Cyfrifon yn 2017-18 a gyhoeddwyd gan HEFCW ar 24 Gorffennaf 2018;
- wedi cael eu paratoi'n briodol yn unol â gofynion Deddf Elusennau 2011.

Sail y farn

Cynhaliom ein harchwiliad yn unol â Safonau Rhyngwladol ar Archwilio (y Deyrnas Unedig) a chyfraith berthnasol. Caiff ein cyfrifoldebau eu disgrifio isod. Rydym wedi cyflawni ein cyfrifoldebau moesegol o dan, ac rydym yn annibynnol ar y grŵp yn unol â, gofynion moesegol y Deyrnas Unedig, gan gynnwys Safon Moesegol y Cyngor Adrodd Ariannol (FRC). Credwn fod y dystiolaeth archwilio a gawsom yn sail ddigonol a phriodol i ni roi barn.

Busnes hyfyw

Mae'n ofynnol i ni adrodd wrthyf os ydym wedi dod i'r casgliad bod defnyddio sail cyfrifo busnes hyfyw yn amhriodol neu os oes ansicrwydd materol heb ei ddatgelu a allai daflu amheuaeth sylweddol dros ddefnyddio'r sail honno am gyfnod o ddeuddeg mis o leiaf o ddyddiad cymeradwyo'r datganiadau ariannol. Nid oes gennym unrhyw beth i'w adrodd yn y cyswllt hwn.

Gwybodaeth arall

Mae'r Cyngor yn gyfrifol am weddill yr wybodaeth, sef yr Adolygiad Strategol a Budd Cyhoeddus, Llywodraethu Corfforaethol a Chyfrifoldebau Datganiadau'r Cyngor.

Nid yw ein barn ar y datganiadau ariannol yn ymwneud â gweddill yr wybodaeth ac felly nid ydym yn mynegi barn archwilio nac yn dod i unrhyw fath o gasgliad sicrwydd am yr wybodaeth honno.

Ein cyfrifoldeb ni yw darllen gweddill yr wybodaeth ac, wrth wneud hynny, ystyried a yw'r wybodaeth ynddi, yn seiliedig ar ein gwaith yn archwilio'r datganiadau ariannol, yn gamddatganiad materol neu'n anghyson â'r datganiadau ariannol neu ein gwybodaeth archwilio. Yn seiliedig ar y gwaith hwnnw yn unig, nid ydym wedi nodi unrhyw gamddatganiadau materol yng ngweddill yr wybodaeth.

Cyfrifoldebau'r Cyngor

Fel yr esboniwyd yn llawnach yn eu datganiad ar dudalen 13, mae'r Cyngor (sydd hefyd yn ymddiriedolwyr at ddibenion cyfraith elusennau) yn gyfrifol am: baratoi'r datganiadau ariannol a bodloni eu bod yn rhoi golwg wir a theg ar bethau; unrhyw gamau rheoli mewnol sy'n angenrheidiol y marn y Cyngor i ganiatáu paratoi datganiadau ariannol lle na cheir camddatganiad materol, boed oherwydd twyll neu wall; asesu gallu'r grŵp a'r rhiant-brifysgol i barhau fel busnes hyfyw, gan ddatgelu, fel sy'n berthnasol, faterion sy'n ymwneud â busnes hyfyw; a defnyddio sail cyfrifo busnes hyfyw oni bai ei fod naill ai'n bwriadu datod y grŵp neu'r rhiant-brifysgol neu roi'r gorau i weithrediadau, neu nad oes ganddo ddewis arall realistig ond gwneud hynny.

Cyfrifoldebau'r Archwiliwr

Penodwyd ni yn archwiliwr o dan adran 144 Deddf Elusennau 2011 (neu ei rhagflaenwyr) ac rydym yn adrodd yn unol â rheoliadau a wnaed o dan adran 154 y Ddeddf honno.

Ein hamcanion yw cael sicrwydd rhesymol na cheir yn y datganiadau ariannol, drwodd a thro, gamddatganiad materol, boed hynny oherwydd twyll neu wall, ac i gyflwyno ein barn mewn adroddiad archwiliwr. Mae sicrwydd rhesymol yn lefel uchel o sicrwydd, ond nid yw'n gwarantu y bydd archwiliad a gynhelir yn unol â Safonau Rhyngwladol ar Archwilio (y Deyrnas Unedig) bob amser yn canfod camddatganiadau materol pan fydd yn bodoli. Gall camddatganiadau godi o ganlyniad i dwyll neu wall ac fe'u hystyriar yn faterol os gellid disgwyl yn rhesymol iddynt, yn unigol neu'n yn gyfun, ddylanwadu ar benderfyniadau economaidd defnyddwyr a wneir ar sail y datganiadau ariannol.

Ceir disgrifiad llawnach o'n cyfrifoldebau ar wefan y Cyngor Adrodd Ariannol yn:

www.frc.org.uk/auditorsresponsibilities.

Adroddiad yr Archwilydd Annibynnol i Gyngor Prifysgol Bangor

Y flwyddyn yn diweddu 31 Gorffennaf 2018

ADRODDIAD AR OFYNION CYFREITHIOL A RHEOLEIDDIO ERAILL

Mae'n ofynnol i ni adrodd ar y materion canlynol o dan God Ymarfer Archwilio HEFCW (a ddaeth i rym ar 1 Awst 2016) a gyhoeddwyd o dan Ddeddf Addysg Bellach ac Uwch 1992.

Yn ein barn ni, ym mhob ffordd faterol:

- mae arian o ba ffynhonnell bynnag a weinyddir gan y Grŵp neu'r Brifysgol at ddibenion penodol wedi'u defnyddio'n briodol at y dibenion hynny ac wedi'u rheoli'n unol â deddfwriaeth berthnasol;
- mae'r arian a ddarparwyd gan HEFCW wedi'i ddefnyddio'n unol â'r Memorandwm Sicrwydd ac Atebolrwydd ac unrhyw delerau ac amodau eraill sy'n gysylltiedig â nhw.

Pwrrpas ein gwaith archwilio ac i bwy y mae ein cyfrifoldebau ni yn ddyledus

Llunnir yr adroddiad hwn i'r Cyngor yn unig, yn unol ag Erthygl 12(ii) o Siartrau a Statudau'r Brifysgol ac adran 124B o Ddeddf Diwygio Addysg 1988 ac yn unol ag adran 144 o Ddeddf Elusennau 2011 (neu ei rhagflaenwyr) a rheoliadau a wnaed o dan adran 154 y Ddeddf honno. Gwnaed ein gwaith archwilio er mwyn i ni gael datgan y materion hynny y mae angen i ni eu datgan wrth y Cyngor mewn adroddiad archwiliwr ac i ddim diben arall. Hyd yr eithaf a ganiateir gan y gyfraith, nid ydym yn derbyn nac yn cymryd cyfrifoldeb dros unrhyw un heblaw'r Brifysgol a'i Chyngor am ein gwaith archwilio, am yr adroddiad hwn, neu am y farn y daethom iddi.

Materion y mae angen i ni adrodd arnynt drwy eithriad

Nid oes gennym ddim i adrodd arno o ran y materion canlynol lle mae Deddf Elusennau 2011 yn ei gwneud yn ofynnol i ni adrodd wrthyh os, yn ein barn ni:

- bod yr wybodaeth a roddwyd yn yr Adolygiad Strategol yn anghyson ag unrhyw agwedd ar y datganiadau ariannol; neu
- os nad yw'r Brifysgol wedi bod yn cadw cofnodion cyfrifo digonol; neu
- os nad yw'r datganiadau ariannol yn cytuno â'r cofnodion cyfrifo; neu
- Nid ydym wedi derbyn yr holl wybodaeth a'r esboniadau y mae arnom eu hangen ar gyfer ein harchwiliad.

Michael Rowley
dros ac ar ran
KPMG LLP, Archwiliwr Statudol
Cyfrifwyr Siartredig

One Snowhill
Queensway
Birmingham
B4 6GH

Dyddiad:

Mae KPMG LLP yn gymwys i weithredu fel archwiliwr o ran adran 1212 Deddf Cwmnïau 2006

Cyfrifoldeb y Cyngor yw cynnal gwefan Prifysgol Bangor a sicrhau ei chywirdeb. Nid yw'r gwaith a wnaed gan yr archwiliwr yn cynnwys ystyried y materion hyn ac felly nid yw'r archwiliwr yn derbyn unrhyw gyfrifoldeb am unrhyw newidiadau a all fod wedi digwydd i'r datganiadau ariannol ers iddynt gael eu cyflwyno'n wreiddiol ar y wefan.

Gall deddfwriaeth yn y Deyrnas Unedig yn ymwneud â pharatoi a dosbarthu datganiadau ariannol fod yn wahanol i deddfwriaeth mewn awdurdodaethau eraill.

Datganiad Incwm a Gwariant Cynhwysfawr Cyfunol a Phrifysgol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

		2017/18		2016/17	
	Nodyn	Cyfunol £'000	Prifysgol £'000	Cyfunol £'000	Prifysgol £'000
Incwm					
Ffioedd dysgu a chontractau addysg	1	85,099	85,099	82,466	82,466
Grantiau cyrff cyllido	2	28,415	28,415	12,395	12,395
Grantiau a chontractau ymchwil	3	21,130	21,130	18,286	18,286
Incwm arall	4	29,427	26,538	29,564	26,665
Incwm o fuddsoddiadau	5	299	437	284	344
Gwaddolion a rhoddion	6	507	507	385	385
Cyfanswm incwm		164,877	162,126	143,380	140,541
Gwariant					
Costau staff	7	80,305	78,584	83,955	82,317
Costau ailstrwythuro / (heb eu defnyddio)	9	(1,014)	(1,014)	3,968	3,968
Treuliau gweithredu eraill		47,657	46,951	46,507	45,824
Dibrisiant	11	12,544	12,119	11,651	11,228
Llog a chostau ariannu eraill	8	5,861	5,831	6,063	5,842
Cyfanswm gwariant	9	145,353	142,471	152,144	149,179
Gwarged/(Diffyg) cyn enillion/(colledion) eraill a chyfran o weddill gweithredu menter ar y cyd		19,524	19,655	(8,764)	(8,638)
Enillion ar waredu asedau sefydlog		0	0	249	249
Enillion ar fuddsoddiadau		318	318	361	361
Cyfran o weddill gweithredu mewn menter ar y cyd	15	25	0	48	0
Gwarged/(Diffyg) cyn treth		19,867	19,973	(8,106)	(8,028)
Trethiant	10	0	0	0	0
Gwarged/(Diffyg) am y flwyddyn		19,867	19,973	(8,106)	(8,028)
Enillion actiwaraid mewn perthynas â chynlluniau pensiwn	28	0	0	5,098	5,098
Symudiad Darpariaeth Pensiwn	28	6,985	6,985	0	0
Cyfanswm incwm/(gwariant) cynhwysfawr am y flwyddyn		26,852	26,958	(3,008)	(2,930)
Cynrychiolir gan:					
Incwm gwaddol cynhwysfawr am y flwyddyn		494	494	408	408
Incwm cyfyngedig cynhwysfawr am y flwyddyn		45	45	(215)	(215)
Incwm anghyfyngedig cynhwysfawr am y flwyddyn		26,313	26,419	(3,201)	(3,123)
		26,852	26,958	(3,008)	(2,930)
Diffyg am y flwyddyn a briodolir i:					
Budd nad yw'n un rheolaethol		25	0	48	0
Prifysgol		19,842	19,973	(8,154)	(8,028)
Cyfanswm incwm/(gwariant) cynhwysfawr am y flwyddyn wedi ei briodoli i:					
Budd nad yw'n un rheolaethol		25	0	48	0
Prifysgol		26,827	26,958	(3,056)	(2,930)

Mae holl eitemau cyfanswm incwm a gwariant cynhwysfawr yn ymwneud â gweithgareddau sy'n parhau.
Mae'r Datganiad Polisiâu Cyfrifo a'r Nodiadau ar dudalennau 20 i 43 yn rhan o'r datganiadau ariannol.

Datganiad Newidiadau mewn Cronfeydd wrth Gefn Cyfunol a Phrifysgol

Ar 31 Gorffennaf 2018

Cyfunol	Cyfrif incwm a gwariant			Cyfanswm £'000
	Gwaddol £'000	Cyfyngedig £'000	Anghyfyngedig £'000	
Ar 1 Awst 2016	6,338	703	206,846	213,887
Gwarged/(diffyg) o'r datganiad incwm a gwariant	538	230	(8,874)	(8,106)
Incwm cynhwysfawr arall	0	0	5,098	5,098
Rhyddhau cronfeydd cyfyngedig a wariwyd yn y flwyddyn	(130)	(207)	337	0
Trosglwyddiad rhwng cronfeydd wrth gefn	0	(238)	238	0
Cyfanswm incwm cynhwysfawr am y flwyddyn	408	(215)	(3,201)	(3,008)
Ar 1 Awst 2017	6,746	488	203,645	210,879
Gwarged o'r datganiad incwm a gwariant	644	212	19,011	19,867
Incwm cynhwysfawr arall	0	0	6,985	6,985
Rhyddhau cronfeydd cyfyngedig a wariwyd yn y flwyddyn	(150)	(167)	317	0
Trosglwyddiad rhwng cronfeydd wrth gefn	0	0	0	0
Cyfanswm incwm cynhwysfawr am y flwyddyn	494	45	26,313	26,852
Ar 31 Gorffennaf 2018	7,240	533	229,958	237,731

Prifysgol	Cyfrif incwm a gwariant			Cyfanswm £'000
	Gwaddol £'000	Cyfyngedig £'000	Anghyfyngedig £'000	
Ar 1 Awst 2016	6,338	703	206,803	213,844
Gwarged/(diffyg) o'r datganiad incwm a gwariant	538	230	(8,796)	(8,028)
Incwm cynhwysfawr arall	0	0	5,098	5,098
Rhyddhau cronfeydd cyfyngedig a wariwyd yn y flwyddyn	(130)	(207)	337	0
Trosglwyddiad rhwng cronfeydd wrth gefn	0	(238)	238	0
Cyfanswm incwm cynhwysfawr am y flwyddyn	408	(215)	(3,123)	(2,930)
At 1 Awst 2017	6,746	488	203,680	210,914
Gwarged/(diffyg) o'r datganiad incwm a gwariant	644	212	19,117	19,973
Incwm cynhwysfawr arall	0	0	6,985	6,985
Rhyddhau cronfeydd cyfyngedig a wariwyd yn y flwyddyn	(150)	(167)	317	0
Trosglwyddiad rhwng cronfeydd wrth gefn	0	0	0	0
Cyfanswm incwm cynhwysfawr am y flwyddyn	494	45	26,419	26,958
Ar 31 Gorffennaf 2018	7,240	533	230,099	237,872

Mae'r Datganiad Polisiau Cyfrifo a'r Nodiadau ar dudalennau 20 i 43 yn rhan o'r datganiadau ariannol.

Mantolenni Cyfunol a Phrifysgol

Ar 31 Gorffennaf 2018

		2018		2017	
	Nodyn	Cyfunol £'000	Prifysgol £'000	Cyfunol £'000	Prifysgol £'000
Asedau anghyfredol					
Asedau sefydlog	11	335,133	328,758	333,420	326,642
Buddsoddiadau	14	6,184	6,234	6,279	6,409
Buddsoddiad mewn menter ar y cyd	15	74	0	49	0
		<u>341,391</u>	<u>334,992</u>	<u>339,748</u>	<u>333,051</u>
Asedau cyfredol					
Stoc	16	91	70	98	76
Masnach a symiau derbyniadwy eraill	17	20,435	23,540	19,886	22,784
Arian parod a chywerthoedd arian parod	23	32,448	32,225	31,045	30,556
		<u>52,974</u>	<u>55,835</u>	<u>51,029</u>	<u>53,416</u>
Llai: Credydwyr: symiau sydd i'w talu o fewn un flwyddyn	18	(36,706)	(35,216)	(45,025)	(43,282)
		<u>16,268</u>	<u>20,619</u>	<u>6,004</u>	<u>10,134</u>
Asedau cyfredol net					
		<u>357,659</u>	<u>355,611</u>	<u>345,752</u>	<u>343,185</u>
Cyfanswm asedau llai rhwymedigaethau cyfredol					
Credydwyr: symiau sydd i'w talu ar ôl mwy nag un flwyddyn	19	(107,395)	(105,206)	(111,675)	(109,073)
Darpariaethau					
Darpariaethau pensiwn	20	(12,533)	(12,533)	(20,098)	(20,098)
Darpariaethau eraill	20	0	0	(3,100)	(3,100)
		<u>237,731</u>	<u>237,872</u>	<u>210,879</u>	<u>210,914</u>
Cyfanswm asedau net					
Cronfeydd wrth gefn Cyfyngedig					
Cronfa incwm a gwariant wrth gefn - gwaddol	21	7,240	7,240	6,746	6,746
Cronfa incwm a gwariant wrth gefn - cyfyngedig	22	533	533	488	488
Cronfeydd wrth gefn Anghyfyngedig					
Cronfa incwm a gwariant wrth gefn - anghyfyngedig		229,958	230,099	203,645	203,680
		<u>237,731</u>	<u>237,872</u>	<u>210,879</u>	<u>210,914</u>
Cyfanswm Cronfeydd wrth gefn					

Mae'r Datganiad Polisiâu Cyfrifo a'r Nodiadau ar dudalennau 20 i 43 yn rhan o'r datganiadau ariannol.

Cymeradwywyd y datganiadau ariannol gan y Cyngor ar 30 Tachwedd 2018 ac fe'u llofnodwyd ar ei ran gan:

J Hughes, Is-ganghellor

D W Williams, Trysorydd

M Davies, Cyfarwyddwr Cyllid

Datganiad Llif Arian Cyfunol

Blwyddyn yn diweddu 31 Gorffennaf 2018

		2017/18	2016/17
	Nodyn	£'000	£'000
Llif arian o weithgareddau gweithredu			
Diffyg am y flwyddyn		19,867	(8,106)
Addasiad ar gyfer eitemau anariannol			
Dibrisiant	11	12,544	11,651
Enillion ar fuddsoddiadau		(318)	(361)
Gostyngiad/(Cynnydd) mewn stoc	16	7	(7)
Gostyngiad/(Cynnydd) mewn dyledwyr		(601)	(1,590)
Cynnydd/(Gostyngiad) mewn credydwyr		(21,205)	(876)
Cynnydd/(Gostyngiad) mewn darpariaeth pensiwn	20	(580)	69
Cynnydd/(Gostyngiad) mewn darpariaethau eraill	20	(3,100)	2,927
Cyfran o warged gweithredu mewn menter ar y cyd	15	(25)	(48)
		(13,278)	11,765
Addasiad ar gyfer gweithgareddau buddsoddi neu gyllido			
Incwm grant cyfalaf		(3,515)	(727)
Elw ar werthu asedau sefydlog		0	(249)
Incwm o fuddsoddiadau	5	(299)	(284)
Llog taladwy	8	5,443	5,401
Incwm gwaddol	6	(167)	(125)
		1,462	4,016
Mewnlif arian net o weithgareddau gweithredu		8,051	7,675
Llifoedd arian o weithgareddau buddsoddi			
Derbynion grant cyfalaf		14,196	8,311
Derbynion o werthu asedau sefydlog		0	438
Taliadau a wnaed i gaffael asedau sefydlog		(11,775)	(12,853)
Incwm o fuddsoddiadau	5	299	284
Buddsoddiadau newydd asedau cyfredol		0	(32)
Gwaredu buddsoddiadau asedau cyfredol		0	5,414
Buddsoddiadau asedau anghyfredol newydd		(1,675)	(6,903)
Gwaredu buddsoddiadau asedau anghyfredol		2,089	1,236
		3,134	(4,105)
Llifoedd arian o weithgareddau cyllido			
Llog a dalwyd	8	(1,266)	(1,378)
Elfen llog prydles gyllidol a thaliadau consesiwn gwasanaeth	8	(4,177)	(4,023)
Arian gwaddol a dderbyniwyd	21	167	125
Prydlesi cyllidol a chonsesiynau gwasanaeth (ad-daliad o) / newydd net	18/19	(1,351)	(1,284)
Ad-dalu benthyciadau wedi'u gwarantu	18/19	(1,065)	(1,435)
Benthyciadau newydd heb eu gwarantu net	18/19	(2,090)	19,050
		(9,782)	11,055
Cynnydd mewn arian parod a chywerthoedd arian parod yn y flwyddyn		1,403	14,625
Arian parod a chywerthoedd arian parod ar ddechrau'r flwyddyn	23	31,045	16,420
Arian parod a chywerthoedd arian parod ar ddiwedd y flwyddyn	23	32,448	31,045
		1,403	14,625

Mae'r Datganiad Polisiâu Cyfrifo a'r Nodiadau ar dudalennau 20 i 43 yn rhan o'r datganiadau ariannol.

Datganiad Polisiâu Cyfrifo

Y flwyddyn yn diweddu 31 Gorffennaf 2018

1. Sail paratoi

Paratowyd y datganiadau ariannol hyn yn unol â'r Datganiad o'r Arfer a Argymhellir: Cyfrifo ar gyfer Addysg Bellach ac Addysg Uwch 2015 ac yn unol â Safonau Adrodd Ariannol (FRS 102). Mae'r Brifysgol yn endid budd cyhoeddus ac felly mae wedi gweithredu'r gofynion budd cyhoeddus perthnasol yn FRS 102. Paratwir y datganiadau ariannol yn unol â'r confensiwn cost hanesyddol (a addaswyd drwy ailbrizio rhai asedau sefydlog).

2. Sail cyfuno

Mae'r datganiadau ariannol cyfunol yn cynnwys y Brifysgol a'i his-gwmnïau am y flwyddyn ariannol hyd at 31 Gorffennaf 2018. Mae canlyniadau is-gwmnïau a gafodd eu caffael neu eu gwaredu yn ystod y cyfnod wedi eu cynnwys yn y datganiad cyfunol o incwm a gwariant o'r dyddiad caffael neu hyd at y dyddiad gwaredu. Caiff trafodion rhyng-grŵp eu dileu pan gânt eu cyfuno.

Nid yw'r datganiadau ariannol cyfunol yn cynnwys incwm a gwariant Undeb y Myfyrwyr gan nad oes gan y Brifysgol reolaeth neu brif ddylanwad dros benderfyniadau polisi.

Defnyddir y dull ecwiti i roi cyfrif am fentrau ar y cyd.

3. Busnes Hyfyw

Paratwir y datganiadau ariannol ar sail busnes hyfyw. Cred y Cyngor fod hyn yn ddull priodol am y rhesymau canlynol: Mae'r Grŵp yn cyflawni ei ofynion o ran cyfalaf gweithio o ddydd i ddydd drwy falansau arian parod anghyfyngedig presennol, sy'n ddigonol i gwrdd â rhwymedigaethau fel y dŏnt yn ddyledus yn y dyfodol agos. Mae'r Cyngor wedi paratoi gwybodaeth fanwl am lif arian fesul mis ar gyfer 2018/19 a 2019/20. Ar sail y wybodaeth hon am y llif arian, mae'r Cyngor o'r farn y bydd y Grŵp yn parhau â hylifedd digonol ar gyfer y dyfodol rhagweladwy.

Wrth baratoi'r cyfrifon a'r rhagamcaniadau ar gyfer y dyfodol, rhoddwyd sylw dyledus i lefel digyffelyb y gystadleuaeth a'r ansicrwydd sy'n bodoli ar hyn o bryd yn y sector Addysg Uwch ac nid yw'r ffactorau hynny'n debygol o ddiflannu'n fuan. Mae'r Brifysgol wedi ymateb i hyn drwy roi Cynllun Cynaliadwyedd Ariannol ar waith sy'n ceisio gwireddu arbedion cost parhaus mewn sawl maes, er mwyn sicrhau bod ganddi'r gallu a'r hyblygrwydd i barhau i weithredu o fewn cyfyngiadau ariannol darbodus a rhwymedigaethau cyfamodau. Cydnabyddir bod gwireddu'r cynllun hwn yn allweddol er mwyn parhau i gydymffurfio â chyfamodau banc, yn ogystal â darparu'r sail ariannol i barhau â'r buddsoddiad cyfalaf pellach a gynlluniwyd. Yn gyson â gweddill y sector Addysg Uwch, mae'r Brifysgol yn disgwyl i Fanc Buddsoddi Ewrop lunio cyfamodau benthyca newydd yn sgil cyflwyno FRS102. Bydd y rhain yn cael eu trafod fel nad ydynt yn arwain at unrhyw newid materol i'r effaith fasnachol ar rwymedigaethau'r Brifysgol. Yn y cyfamser, mae'n rhaid i'r Brifysgol fesur perfformiad ariannol yn defnyddio sail gyfrifo GAAP y Deyrnas Unedig a rewyd, ac mae wedi parhau i ddangos ei bod yn cydymffurfio ar y sail hon dros y 3 blynedd ddiwethaf. Bydd perfformiad yn cael ei fonitro'n ofalus trwy gydol 2018/19 i sicrhau fod yr arbedion angenrheidiol yn cael eu cyflawni i sicrhau fod y profion hyn yn cael eu bodloni yn y dyfodol. Mae cyflawni'r cynllun hwn yn golygu bod nifer o dybiaethau a risgiau yn y tymor byr a chanolig, a fydd yn cael eu hadolygu'n gyson gan y corff llywodraethu, a chymerir camau cywiro pellach pan fydd angen, a phan ystyrir bod hynny'n angenrheidiol. Cynhaliodd y Brifysgol ymarfer arbedion costau tebyg yn 2017/18, a lwyddodd i gyflawni arbedion o £10.0m, a oedd yn fwy na'r arbedion gwreiddiol a gynlluniwyd, sef £6.0m.

Yn seiliedig ar yr arwyddion uchod, mae'r Cyngor yn credu ei bod yn parhau i fod yn briodol paratoi'r datganiadau ariannol ar sail busnes hyfyw. Nid yw'r datganiadau ariannol yn cynnwys unrhyw addasiadau y byddid wedi eu cael pe bai sail y gwaith paratoi yn amhriodol.

4. Cydnabod incwm

Caiff incwm o werthiant nwyddau neu wasanaethau ei gredydu i'r Datganiad o Incwm a Gwariant Cynhwysfawr Cyfunol pan gaiff y nwyddau neu'r gwasanaethau eu cyflenwi i'r cwsmeriaid allanol neu pan fo telerau'r contract wedi cael eu bodloni.

Caiff incwm ffioedd ei ddatgan fel ffigwr gros o unrhyw wariant nad yw'n ddisgownt a'i gredydu i'r Datganiad o Incwm a Gwariant Cynhwysfawr Cyfunol dros y cyfnod y mae'r myfyrwyr yn astudio. Lle mae swm y ffioedd dysgu wedi ei ostwng, er enghraifft, drwy ddisgownt am dalu'n brydlon neu ffurf arall ar hepgoriad, dangosir yr incwm a dderbynnir fel ffigwr net o unrhyw ostyngiadau o'r fath. Mae taliadau bwrsariaethau ac ysgoloriaethau wedi eu cyfrifo'n gros fel gwariant ac nid ydynt wedi eu didynnu o incwm.

Caiff incwm buddsoddi ei gredydu i'r datganiad incwm a gwariant ar sail dderbyniadwy.

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Nid yw cyllid y mae'r Brifysgol yn ei dderbyn a'i alldalu fel asiant talu ar ran corff cyllido wedi ei gynnwys yn incwm a gwariant y Brifysgol lle nad oes fawr ddim risg na mantais economaidd i'r Brifysgol mewn perthynas â'r trafodyn.

Cyllid grant

Caiff cyllid grant yn cynnwys grant bloc gan gyngor cyllido, grantiau ymchwil o ffynonellau llywodraeth a grantiau (yn cynnwys grantiau ymchwil) o ffynonellau anllywodraethol eu cydnabod fel incwm pan fo gan y Brifysgol hawl i'r incwm a phan fo amodau'n ymwneud â pherfformiad wedi cael eu cyflawni. Caiff incwm a dderbynnir ymlaen llaw cyn cyflawni amodau'n ymwneud â pherfformiad ei gydnabod fel incwm gohiriedig o fewn credydwy'r ar y fantolen a'i ryddhau i incwm wrth i'r amodau gael eu cyflawni.

Rhoddion a gwaddolion

Mae trafodion digyfnewid heb iddynt amodau'n ymwneud â pherfformiad yn rhoddion a gwaddolion.

Caiff rhoddion a gwaddolion sydd â chyfyngiadau gan y rhoddwr yn gysylltiedig â nhw eu cydnabod mewn incwm pan fo gan y Brifysgol hawl i'r cronfeydd. Cedwir yr incwm o fewn y gronfa gyfyngedig hyd nes caiff ei ddefnyddio yn unol â'r cyfryw gyfyngiadau pryd y caiff yr incwm ei ryddhau drwy drosglwyddiad i gronfeydd cyffredinol.

Caiff rhoddion heb gyfyngiadau eu cydnabod mewn incwm pan fo gan y Brifysgol hawl i'r cyllid.

Cofnodir incwm buddsoddi ac adbrisiant gwaddolion mewn incwm yn y flwyddyn pan mae'n codi naill ai fel incwm cyfyngedig neu anghyfyngedig yn unol â thelerau'r gronfa waddol unigol. Ceir pedwar prif fath o roddion a gwaddolion o fewn cronfeydd:

1. Rhoddion cyfyngedig - mae'r rhoddwr wedi pennu bod rhaid defnyddio'r rhodd ar gyfer amcan neilltuol.
2. Gwaddolion parhaol anghyfyngedig - mae'r rhoddwr wedi pennu bod y gronfa i'w buddsoddi'n barhaol i gynhyrchu ffrwd incwm er budd cyffredinol y Brifysgol.
3. Gwaddolion gwariadwy cyfyngedig - mae'r rhoddwr wedi pennu amcan neilltuol ac eithrio prynu neu adeiladu asedau diriaethol sefydlog, ac mae gan y Brifysgol rym i ddefnyddio'r cyfalaf.
4. Gwaddolion parhaol cyfyngedig - mae'r rhoddwr wedi pennu bod y gronfa i'w buddsoddi'n barhaol i gynhyrchu ffrwd incwm i'w defnyddio ar gyfer amcan neilltuol.

Grantiau cyfalaf

Caiff grantiau cyfalaf eu cydnabod mewn incwm pan fo gan y Brifysgol hawl i'r cronfeydd yn amodol ar gyflawni unrhyw amodau'n ymwneud â pherfformiad.

5. Cyfrifo ar gyfer buddion ymddeol

Y ddau brif gynllun pensiwn i staff y Brifysgol yw Cynllun Pensiwn y Prifysgolion (USS) a Chynllun Pensiwn ac Yswiriant Prifysgol Bangor 1978 (BUPAS). Mae'r cynlluniau'n gynlluniau â buddion wedi'u diffinio a gyllidir yn allanol ac sydd wedi eu contractio allan o Ail Gynllun Pensiwn y Wladwriaeth (S2P).

Caiff y ddwy gronfa eu prisio bob tair blynedd gan actiwariaid annibynnol gyda chymwysterau proffesiynol.

Mae Prifysgol Bangor yn rhan o Gynllun Pensiwn y Prifysgolion. Gan ddod yn weithredol o 1 Hydref 2016, newidiodd y cynllun o fod yn gynllun pensiwn â buddion wedi'u diffinio yn unig i fod yn gynllun pensiwn hybrid, sy'n darparu buddion wedi'u diffinio (i bob aelod), yn ogystal â buddion cyfraniadau wedi'u diffinio. Cedwir asedau'r cynllun mewn cronfa ar wahân a weinyddir gan ymddiriedolwyr. Oherwydd natur gydfuddiannol y cynllun, ni adneuir asedau'r cynllun i sefydliadau unigol a phennir cyfradd gyfrannu i'r cynllun yn ei gyfanrwydd. Felly, mae'r sefydliad yn agored i risgiau actiwaraidd yn gysylltiedig â gweithwyr sefydliadau eraill ac ni all bennu ei gyfran o asedau a rhwymedigaethau sylfaenol y cynllun ar sail gyson a rhesymol. Fel sy'n ofynnol yn Adran 28 FRS 102 "Buddion gweithwyr", mae'r Brifysgol yn cyfrif am y cynllun fel pe bai'n gynllun â chyfraniadau wedi'u diffinio.

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O ganlyniad, mae'r swm a delir i'r cyfrif incwm a gwariant yn cynrychioli'r cyfraniadau sy'n daladwy i'r cynllun. Ers i'r Brifysgol fynd i gytundeb (y Cynllun Adfer) sy'n pennu sut y bydd pob cyflogwr o fewn y cynllun yn ariannu'r diffyg cyffredinol, mae'r Brifysgol yn cydnabod ei rhwymedigaeth dros y cyfraniadau sy'n daladwy sy'n deillio o'r cytundeb (i'r graddau y maent yn ymwneud â'r diffyg) ac felly cydnabyddir traul.

Cynllun Cyfraniadau wedi'u Diffinio

Cynllun buddion ôl-gyflogaeth yw cynllun cyfraniadau wedi'u diffinio lle mae'r cwmni'n talu cyfraniadau sefydlog i endid ar wahân ac ni fydd unrhyw rwymedigaeth gyfreithiol na thrwy ddehongliad arno i dalu symiau pellach. Caiff rhwymedigaethau am gyfraniadau i gynlluniau pensiwn â chyfraniadau wedi'u diffinio eu cydnabod fel traul yn y datganiad incwm yn y cyfnodau pryd y rhoddwyd gwasanaethau gan weithwyr.

Cynllun â Buddion wedi'u Diffinio

Mae cynlluniau â buddion wedi'u diffinio yn gynlluniau buddion ôl-gyflogaeth ac eithrio cynlluniau â chyfraniadau wedi'u diffinio. Dan gynlluniau â buddion wedi'u diffinio, rhwymedigaeth y Brifysgol yw darparu'r buddion y cytunwyd arnynt i weithwyr presennol a chyn weithwyr, ac mae'r risg actiwaraid (y bydd y buddion yn costio mwy neu lai nag a ddisgwyliwyd) a risg buddsoddi (y bydd adenillion ar asedau a neilltuwyd i gyllido'r buddion yn wahanol i ddisgwyliadau) yn cael eu dwyn, yn eu hanfod, gan y Brifysgol. Dylai'r Grŵp gydnabod atebolrwydd am ei rhwymedigaethau dan gynlluniau â buddion wedi'u diffinio yn net o asedau'r cynllun. Caiff yr atebolrwydd hwn am fuddion net wedi'u diffinio ei fesur fel amcangyfrif o swm y buddion y mae gweithwyr wedi ei ennill yn gyfnewid am eu gwasanaeth yn y cyfnodau cyfredol a blaenorol, wedi'i ddisgowntio i bennu ei werth presennol, llai gwerth teg asedau'r cynllun (ar bris bidio). Gwneir y cyfrifiad hwn gan actwari cymwysedig yn defnyddio'r dull rhagamcanu unedau credyd. Lle mae'r cyfrifiad yn rhoi ased net, cyfyngir cydnabod yr ased i'r graddau y gall y Brifysgol adfer y gweddill naill ai drwy gyfraniadau gostyngol yn y dyfodol neu drwy ad-daliadau o'r cynllun.

6. Buddion cyflogaeth

Caiff buddion cyflogaeth tymor byr, megis cyflogau ac absenoldebau digolledol eu cydnabod fel traul yn y flwyddyn pryd y rhoddodd y gweithwyr wasanaeth i'r Brifysgol. Cronnir unrhyw fuddion na ddefnyddir a'u mesur fel y swm ychwanegol y mae'r Brifysgol yn disgwyl ei dalu o ganlyniad i hawl na ddefnyddiwyd.

7. Prydlesi cyllidol

Caiff prydlesi lle mae'r Brifysgol yn ysgwyddo'r holl risgiau a'r gwobrau sy'n gysylltiedig â bod yn berchen ar yr ased ar brydles eu dosbarthu fel prydlesi cyllidol. Mae asedau ar brydles a gafodd eu caffael drwy brydles gyllidol a rhwymedigaethau'r prydlesi hynny'n cael eu cydnabod yn y lle cyntaf ar swm sy'n gyfartal â'r isaf o blith eu pris teg a gwerth presennol y taliadau prydles isaf ar gychwyniad y brydles.

Caiff y taliadau prydles isaf eu dosrannu rhwng y gost ariannol a'r gostyngiad yn y rhwymedigaeth sy'n ddyledus. Pennir y gost ariannol i bob cyfnod yn ystod oes y brydles er mwyn rhoi cyfradd gyfnodol gyson o log ar y balans sy'n weddill o'r rhwymedigaeth.

8. Trefniadau Consesiwn Gwasanaeth

Mae trafodion Mentrau Cyllid Preifat (PFI), sydd o fewn diffiniad trefniant consesiwn gwasanaeth, yn cael eu cyfrifo fel bod 'ar y Fantolen' gan y Brifysgol. Caiff yr asedau sylfaenol eu cydnabod fel Asedau Sefydlog ar eu gwerth teg fel y pennir hynny ym model y gweithredwyr. Cydnabyddir rhwymedigaeth ariannol gyfwerth yn unol â FRS 102.

Caiff taliadau blynyddol y contract eu dosrannu rhwng ad-dalu'r rhwymedigaeth, cost ariannol a'r taliadau am wasanaethau. Cyfrifir y gost ariannol gan ddefnyddio'r gyfradd llog ymhlwg ar gyfer y cynllun.

Caiff y tâl gwasanaeth ei gydnabod yn y treuliau gweithredu a chodir y gost ariannol i Gostau Ariannol yn y Datganiad o Incwm Cynhwysfawr.

Caiff elfen o'r cynnydd yn y tâl unedol blynyddol o ganlyniad i fynegeio cronus ei dyrannu i'r brydles gyllidol. Yn unol â FRS 102, ni chaiff y swm hwn ei gynnwys yn y taliadau prydles isaf, ond yn hytrach caiff ei drin fel rhent amodol. Mewn gwirionedd, mae'r swm hwn yn gost ariannol mewn perthynas â'r rhwymedigaeth a chyflwynir y draul fel cost ariannol amodol yn y Datganiad o Incwm Cynhwysfawr.

Caiff costau adnewyddu eu cydnabod mewn treuliau gweithredu wedi'u seilio ar raglen y gweithredwyr i adnewyddu eitemau yn ystod cylch oes.

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9. Prydlesi gweithredol

Codir costau'n ymwneud â phrydlesi gweithredol ar sail llinell syth dros gyfnod y brydles. Caiff unrhyw breimiâu neu gymhellion prydlesu eu gwasgaru dros y cyfnod prydlesu lleiaf.

10. Arian tramor

Caiff trafodion mewn arian tramor eu trosi i arian swyddogaethol endidau'r Grŵp ar y gyfradd gyfnewid dramor ar ddyddiad y trafodyn. Caiff asedau ariannol a rhwymedigaethau mewn arian tramor ar ddyddiad y fantolen eu trosi i'r arian swyddogaethol ar y gyfradd gyfnewid dramor ar y dyddiad hwnnw. Caiff gwahaniaethau cyfnewid tramor a geir wrth drosi eu cydnabod fel Gwarged neu Ddiffyg.

Caiff asedau a rhwymedigaethau anariannol a fesurir yn nhermau cost hanesyddol mewn arian tramor eu trosi gan ddefnyddio'r gyfradd gyfnewid ar ddyddiad y trafodyn. Caiff asedau a rhwymedigaethau anariannol a enwir mewn arian tramor a gaiff eu datgan ar werth teg eu haildrosi i'r arian swyddogaethol ar gyfraddau cyfnewid tramor ar y dyddiadau y pennwyd y gwerth teg.

11. Asedau Sefydlog

Mae asedau sefydlog wedi'u nodi ar gost dybiedig llai dibrisiad cronedig a cholledion amhariad cronedig.

Cafodd rhai tiroedd ac adeiladau eu hailbrisio i werth teg ar ddyddiad y trawsnewid i'r 2015 FE HE SORP, ac fe'u mesurir ar sail cost dybiedig, sef y swm yr ailbrisio ar ddyddiad yr ailbrisio hwnnw. Gwnaed y prisiau gan gwmni proffesiynol cymwys o Syrffwyr Siartredig. Ni chafodd rhai asedau eu cynnwys yn y prisiau gan eu bod yn cael eu hystyried i'w gwaredu, eu dymchwel neu eu hadnewyddu'n sylweddol.

Tir ac adeiladau

Caiff costau a gafwyd mewn perthynas â thir ac adeiladau ar ôl y prynu neu'r adeiladu cychwynnol eu cyfalafu i'r graddau eu bod yn cynyddu'r buddion a ddisgwyliar i'r Brifysgol yn y dyfodol.

Ni ddibrisir tir rhydd-ddaliol gan yr ystyrir bod iddo oes fuddiol amhenodol. Oni bai eu bod yn cael eu cydrannu, caiff adeiladau rhydd-ddaliol eu dibrisio ar sail llinell syth dros eu hoes fuddiol ddisgwyliedig fel a ganlyn:

Adeiladau	50 mlynedd
Adnewyddiadau i adeiladau	15 mlynedd

Lle bo'n briodol, caiff adeiladau eu cydrannu'n dair rhan: adeiladwaith adeilad, gwaith ffitio a mecanyddol a pheirianneg. Nodir y rhain fel eitemau ar wahân o asedau sefydlog a chaiff pob rhan ei dibrisio ar sail llinell syth dros gyfnod eu hoes fuddiol:

Adeiladwaith adeiladau	Hyd at 50 mlynedd
Gwaith ffitio	Hyd at 20 mlynedd
Mecanyddol a pheirianneg	Hyd at 20 mlynedd

Dibrisir gwelliannau i eiddo prydlesol dros gyfnod oes y brydles.

Ni chodir dibrisiad ar asedau sydd wrthi'n cael eu hadeiladu.

Offer

Caiff offer, gan gynnwys cyfrifiaduron a meddalwedd, sy'n costio llai na £10,000 fesul eitem unigol de minimus, neu grŵp o eitemau cysylltiedig, ei gydnabod fel gwariant. Caiff pob offer arall eu cyfalafu.

Nodir offer a gyfalafwyd ar gost a chaiff ei ddibrisio dros ei oes fuddiol ddisgwyliedig fel a ganlyn:

Offer Cyfrifiadurol	5 mlynedd
Offer ar gyfer projectau ymchwil penodol	5 mlynedd
Cyfarpar arall	5 mlynedd
Cerbydau modur	5 mlynedd

Adolygir dulliau dibrisio, oes fuddiol a gwerthoedd gweddilliol ar ddyddiad paratoi pob Mantolen.

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Costau benthyca

Cydnabyddir costau benthyca fel gwariant yn y cyfnod pryd maent yn digwydd.

Gwneir adolygiad am amhariad asedau sefydlog os yw digwyddiadau neu newidiadau mewn amgylchiadau'n dangos na fydd efallai'n bosibl adfer yn llawn swm cario'r asedau sefydlog.

12. Asedau treftadaeth

Mae'r Brifysgol yn berchen ar gasgliad helaeth o weithiau celf, a chasgliadau amgueddfa eraill, gan gynnwys llestri, offerynnau cerdd, eitemau astudiaethau natur, arteffactau daearegol a llawysgrifau, sydd gan mwyaf wedi eu rhoi neu eu gadael i'r Brifysgol yn ystod y 130 mlynedd ddiwethaf. Nid yw'r eitemau hyn wedi eu cynnwys yn y datganiadau ariannol gan fod y Brifysgol yn ystyried na fyddai'n ymarferol cael prisiad ystyrlon ohonynt yn y rhan fwyaf o achosion, oherwydd eu natur unigryw. Ychydig iawn o asedau treftadaeth y gallai'r Brifysgol eu gwerthu oherwydd natur gyfyngiadol eu caffael. Rhoddir rhagor o wybodaeth yn Nodyn 12. Nodir cost cadwraeth ac adfer y casgliad treftadaeth yn y Datganiad o Incwm Cynhwysfawr am y flwyddyn pryd y digwyddodd.

13. Buddsoddiadau

Rhoddir buddsoddiadau asedau anghyfredol mewn gwarantau heb eu rhestru ar y Fantolen ar gost llai amhariad.

Caiff buddsoddiadau mewn endidau a reolir ar y cyd, endidau cysylltiol ac is-gwmnïau eu nodi ar gost llai amhariad yng nghyfrifon y Brifysgol.

Cedwir buddsoddiadau asedau anghyfredol a chyfredol mewn gwarantau wedi eu rhestru ar werth teg gyda symudiadau'n cael eu cydnabod yn y Gwarged neu Ddiffyg.

14. Stoc

Delir stoc ar yr isaf o blith cost a gwerth gwiredadwy net, ac fe'i mesurir yn defnyddio fformiwla costau cyfartalog.

15. Arian parod a chywerthoedd arian parod

Mae arian parod yn cynnwys arian mewn llaw ac adneuon sy'n ad-daladwy ar gais. Mae adneuon yn ad-daladwy ar gais os ydynt ar gael o fewn 24 awr heb gosb.

Buddsoddiadau tymor byr hynod hylifol yw cywerthoedd arian parod y gellir eu trosi'n rhwydd i symiau hysbys o arian parod heb risg sylweddol y bydd newid mewn gwerth.

16. Darpariaethau, rhwymedigaethau amodol ac asedau amodol

Cydnabyddir darpariaethau yn y datganiadau ariannol pan:

- (a) mae gan y Brifysgol rwymedigaeth bresennol (cyfreithiol neu trwy ddehongliad) o ganlyniad i ddigwyddiad yn y gorffennol;
- (b) mae'n debygol y bydd angen all-lif o fuddion economaidd i setlo'r rhwymedigaeth; a
- (c) gellir gwneud amcangyfrif dibynadwy o swm y rhwymedigaeth.

Pennir y swm a gydnabyddir fel darpariaeth drwy ddisgowntio'r llifoedd arian a ddisgwylir yn y dyfodol ar gyfradd cyn treth sy'n adlewyrchu risgiau penodol i'r rhwymedigaeth.

Mae rhwymedigaeth amodol yn codi o ddigwyddiad yn y gorffennol sy'n rhoi rhwymedigaeth bosibl i'r Brifysgol ond y cadarnheir ei bodolaeth yn unig gan ddigwyddiadau ansicr yn y dyfodol, neu fel arall, na fydd yn llwyr o fewn rheolaeth y Brifysgol. Mae rhwymedigaethau amodol yn codi hefyd mewn amgylchiadau lle byddai darpariaeth yn cael ei gwneud fel arall, ond naill ai nid yw'n debygol y bydd angen all-lif o adnoddau neu ni ellir mesur swm y rhwymedigaeth mewn modd dibynadwy.

Mae ased amodol yn codi pan fo digwyddiad wedi digwydd sy'n rhoi ased posibl i'r Brifysgol ond y cadarnheir ei bodolaeth yn unig gan ddigwyddiadau ansicr yn y dyfodol, neu fel arall, na fydd yn llwyr o fewn rheolaeth y Brifysgol.

Ni chaiff asedau a rhwymedigaethau amodol eu cydnabod yn y Fantolen ond maent yn cael eu datgelu yn y nodiadau.

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17. Cyfrifo ar gyfer Gweithrediadau ar y Cyd, Asedau a Reolir ar y Cyd a Gweithrediadau a Reolir ar y Cyd

Mae'r Brifysgol yn defnyddio'r dull ecwiti i roi cyfrif am ei chyfran o fentrau ar y cyd.

Mae'r Brifysgol yn rhoi cyfrif am ei chyfran o drafodion o weithrediadau ar y cyd ac asedau a reolir ar y cyd yn y Datganiad Cyfunol o Incwm a Gwariant.

18. Trethiant

Caiff y dreth gyfredol, gan gynnwys treth gorfforaeth y Deyrnas Unedig a threth dramor, ei darparu ar symiau y disgwylir eu talu (neu eu hadennill) gan ddefnyddio'r cyfraddau treth a'r cyfreithiau a ddeddfwyd erbyn dyddiad y fantolen.

Ystyrir bod y Brifysgol yn pasio'r profion a nodir ym Mharagraff 1 Atodlen 6 Deddf Cyllid 2010 ac felly mae'n cyflawni'r diffiniad o gwmni elusennol i ddibenion treth gorfforaeth y Deyrnas Unedig. Felly, mae'r Brifysgol o bosibl wedi ei heithrio o drethiant mewn perthynas ag incwm neu enillion cyfalaf a dderbyniwyd o fewn categorïau a ddaw dan adran 478-488 Deddf Treth Gorfforaeth 2010 (CTA 2010) neu adran 256 Deddf Trethiant Enillion Trethadwy 1992, i'r graddau y defnyddir y cyfryw incwm neu enillion i ddibenion elusennol yn unig.

19. Cronfeydd wrth gefn

Dosberthir cronfeydd yn rhai cyfyngedig neu anghyfyngedig. Mae cronfeydd gwaddol cyfyngedig yn cynnwys rhai balansau sydd, drwy waddol i'r Brifysgol, yn cael eu dal fel cronfa gyfyngedig barhaol y mae'n rhaid i'r Brifysgol ei dal yn fytholbarhaus.

Mae cronfeydd cyfyngedig eraill yn cynnwys balansau lle mae'r rhoddwr wedi pennu diben penodol ac felly mae'r Brifysgol wedi ei chyfyngu o ran defnyddio'r cronfeydd hyn.

20. Rhwymedigaethau ariannol ac ecwiti

Dosberthir rhwymedigaethau ariannol ac ecwiti yn ôl sylwedd rhwymedigaethau ymrwymadau contract yr offeryn ariannol, yn hytrach na ffurf gyfreithiol yr offeryn ariannol.

Ystyrir yr holl fenthyciadau, buddsoddiadau ac adneuon tymor byr a ddelir gan y Grŵp yn offerynnau ariannol sylfaenol yn unol â FRS 102. Cofnodir yr offerynnau hyn yn y lle cyntaf ar bris y trafodyn llai unrhyw gostau trafod (cost hanesyddol). Mae FRS 102 yn mynnu bod offerynnau ariannol sylfaenol yn cael eu mesur wedi hynny ar gost wedi'i hamorteiddio. Fodd bynnag, mae'r Grŵp wedi cyfrifo nad yw'r gwahaniaeth rhwng y gost hanesyddol a'r gost wedi'i hamorteiddio yn faterol berthnasol ac felly mae'r offerynnau ariannol hyn wedi eu nodi ar y fantolen ar gost hanesyddol. Nid yw benthykiadau a buddsoddiadau sy'n daladwy neu'n dderbyniadwy o fewn un flwyddyn wedi'u disgowntio.

21. Offerynnau ariannol sylfaenol eraill

Masnach a dyledwyr / credydwyr eraill

Caiff dyledwyr a chredydwyr sydd heb gyfradd llog ddatganedig ac sy'n dderbyniadwy neu'n daladwy o fewn un flwyddyn eu cofnodi ar bris y trafodyn. Cydnabyddir unrhyw golledion sy'n deillio o amhariad yn y datganiad o incwm cynhwysfawr mewn treuliau gweithredu eraill.

Buddsoddiadau

Cydnabyddir buddsoddiadau sydd yng nghwmpas Adran 11 FRS 102 (sydd felly'n eithrio buddsoddiadau mewn is-gwmnïau, mentrau cysylltiedig a mentrau ar y cyd) i ddechrau ar werth teg, sef pris y trafodyn fel arfer. Ni chaiff costau trafod eu cynnwys os caiff y buddsoddiadau eu mesur maes o law ar werth teg drwy elw a cholled. Wedi eu cydnabod am y tro cyntaf caiff buddsoddiadau y gellir eu mesur yn ddibynadwy eu mesur ar werth teg gan gydnabod newidiadau mewn elw neu golled. Caiff buddsoddiadau eraill eu mesur ar gost llai amhariad mewn elw neu golled.

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22. Barn cyfrifo gritigol a ffynonellau allweddol ansicrwydd amcangyfrif

Wrth weithredu polisiâu cyfrifo'r Brifysgol mae angen i aelodau'r Cyngor lunio barn, amcangyfrifon a thybiaethau ynghylch y symiau o asedau a rhwymedigaethau i'w cario nad ydynt ar gael yn amlwg o ffynonellau eraill. Mae'r amcangyfrifon a'r thybiaethau cysylltiedig wedi eu seilio ar brofiad hanesyddol a ffactorau eraill a ystyrir yn berthnasol. Gall canlyniadau gwirioneddol wahaniaethu oddi wrth yr amcangyfrifon hyn.

Caiff yr amcangyfrifon a'r thybiaethau sylfaenol eu hadolygu ar sail barhaus. Caiff diwygiadau i'r amcangyfrifon cyfrifo eu cydnabod yn y cyfnod pryd caiff yr amcangyfrif ei ddiwygio os yw'r diwygiad yn effeithio'n unig ar y cyfnod hwnnw, neu yng nghyfnod y diwygio a chyfnodau i'r dyfodol os yw'r diwygiad yn effeithio ar y cyfnod presennol a chyfnodau yn y dyfodol.

Wrth baratoi'r datganiadau ariannol hyn, mae'r rheolwyr wedi llunio'r farn a'r amcangyfrifon a ganlyn:

Cytundebau consesiwn gwasanaeth

Mae gan y Brifysgol ddau gytundeb consesiwn gwasanaeth ar ei Mantolen, sef cynlluniau Ffordd Ffriddoedd a'r Santes Fair (Nodyn 13). Cafwyd y rhwymedigaethau cyllid cysylltiedig drwy ddefnyddio offeryn modelu ar gyfer cytundebau consesiwn gwasanaeth dan gyfarwyddyd ymgynghorwyr proffesiynol y Brifysgol, gyda mewnbynnau'n deillio o'r modelau gweithredwr a oedd yn sail y contractau a luniwyd â'r partneriaid o'r sector preifat. Mae gwerth yr asedau wedi'u seilio ar gostau a gymerwyd o'r un modelau gweithredwr, ac mae'r rhain yn destun adolygiad amhariad blynyddol yn defnyddio prisiau a wnaed gan gwmni annibynnol o Syrffewyr Siartredig gyda chymwysterau proffesiynol. Ni chododd unrhyw amhariad yn 2017/18 (2016/17 - Dim). Tybiwyd bod unrhyw wariant cylch oes yn refeniw yn ei natur wedi'i seilio ar yr wybodaeth yn y modelau gweithredwr.

Darpariaethau ar gyfer rhwymedigaethau

Mae'n ofynnol i'r Brifysgol ddefnyddio barn i asesu p'un a ddylid rhoi cyfrif am rwymedigaeth bosibl fel darpariaeth neu rwymedigaeth amodol. Mae'r Brifysgol yn defnyddio barn hefyd wrth gyfrifo lefel darpariaethau; fe'u mesurir yn unol ag amcangyfrif gorau'r Brifysgol o'r costau sydd eu hangen i setlo'r rhwymedigaeth ar ddyddiad y Fantolen.

Darpariaeth pensiwn USS

Mae FRS 102 yn gwahaniaethu rhwng Cynllun Grŵp a chynllun aml-gyflogwr. Mae Cynllun Grŵp yn cynnwys casgliad o endidau dan reolaeth gyffredin, yn nodweddiadol gyda chyflogwr nodd. Mae cynllun aml-gyflogwr yn gynllun i endidau nad ydynt dan reolaeth gyffredin ac mae'n cynrychioli (fel rheol) gynllun i ddiwydiant cyfan, megis Cynllun Pensiwn y Prifysgolion (USS). Mae'r cyfrifo yn achos cynllun aml-gyflogwr lle mae'r cyflogwr wedi mynd i gytundeb â'r cynllun sy'n pennu sut y bydd y cyflogwr yn cyllido diffyg yn arwain at gydnabod rhwymedigaeth ar gyfer y cyfraniadau taladwy sy'n deillio o'r cytundeb (i'r graddau y maent yn berthnasol i'r diffyg), a chaiff y draul sy'n deillio o hynny ei gydnabod mewn incwm neu wariant yn unol ag adran 28 FRS102. Mae aelodau'r Cyngor yn fodlon bod y cynllun a ddarperir gan USS yn cyflawni'r diffiniad o gynllun aml-gyflogwr ac mae felly wedi cydnabod gwerth teg gostyngol y cyfraniadau contract dan y cynllun cyllido sydd mewn bodolaeth ar ddyddiad cymeradwyo'r datganiadau ariannol.

Mae gan y Brifysgol ddarpariaeth, Nodyn 20, o £12,533k (2017: £13,680k) ar gyfer USS ar y Fantolen. Y tri maes o farn sylweddol sydd eu hangen i gyfrifo darpariaeth y Brifysgol yw newidiadau yn niferoedd staff, amcangyfrif o gynnydd mewn cyflogau a'r gyfradd ddisgownt. Bydd symudiad, i fyny neu i lawr, o 0.5% ym mhob un o'r tri chategori hyn yn arwain at symudiad anffafriol neu ffafriol o tua £1m ar y ddarpariaeth.

Buddion ymddeol (BUPAS)

Mae sefyllfa'r rhwymedigaeth pensiwn, fel y ceir yn y cyfrifon, wedi ei seilio ar nifer o asesiadau a barnau cymhleth yn ymwneud â chyfraddau disgownt, amcangyfrif o gynnydd mewn cyflogau, newidiadau mewn oedrannau ymddeol, cyfraddau marwolaeth ac elw a ddisgwylir ar asedau'r cynllun. Mae'r Brifysgol yn cyflogi cwmni proffesiynol o actiwariaid i roi cyngor arbenigol ar y thybiaethau i'w gweithredu ac i gyfrifo rhwymedigaeth y cynllun.

Darpariaeth drwgddyddion

Mae balans Symiau Masnach sy'n Dderbyniadwy, Nodyn 17, y Brifysgol yn datgelu'r swm sy'n ddyledus i'r Brifysgol ac i'r Grŵp ar ôl didynnu'r ddarpariaeth drwgddydd o £1,187k (2017: £1,140k) a £1,264k (2017: £1,210k) yn y drefn honno. Mae'r ddarpariaeth drwgddydd yn ymwneud yn bennaf â ffioedd preswyl a ffioedd dysgu sy'n ddyledus gan fyfyrwyr. Mae'r rheolwyr wedi adolygu dyledion unigol ac wedi asesu i ba raddau y gellid eu hadennill gan ystyried oedran, statws y dyledwr, ac unrhyw wybodaeth berthnasol arall sy'n ymwneud â'r oedi wrth dalu.

Nodiadau i'r Datganiadau Ariannol

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	2017/18		2016/17	
	Cyfunol £'000	Prifysgol £'000	Cyfunol £'000	Prifysgol £'000
1 Ffioedd dysgu a chontractau addysg				
Myfyrwyr llawn amser o'r DU/UE	55,043	55,043	55,913	55,913
Myfyrwyr rhyngwladol llawn amser	16,352	16,352	14,293	14,293
Myfyrwyr rhan-amser	1,730	1,730	1,542	1,542
Grantiau cefnogi hyfforddiant ymchwil	1,097	1,097	1,081	1,081
Ffioedd cyrsiau byr	668	668	819	819
Contractau addysg	10,209	10,209	8,818	8,818
	<u>85,099</u>	<u>85,099</u>	<u>82,466</u>	<u>82,466</u>
2 Grantiau cyrff cyllido				
Grant rheolaidd				
Cyngor Cyllido Addysg Uwch Cymru	6,463	6,463	6,421	6,421
Grantiau penodol				
Cyngor Cyllido Addysg Uwch Cymru				
Rhwydwaith ymchwil cenedlaethol	267	267	292	292
Cronfa Newton a heriau byd-eang	145	145	122	122
Ymestyn yn uwch – ymestyn yn ehangach	491	491	486	486
Grantiau cyfalaf	1,117	1,117	727	727
Cronfa datblygu strategol	0	0	1,440	1,440
Mentrau cyfrwng Cymraeg	959	959	1,184	1,184
Arall	(14)	(14)	73	73
Llywodraeth Cymru				
Ymarferwyr cenedlaethol	345	345	212	212
Canolfan Cymraeg i Oedolion	1,261	1,261	1,337	1,337
Arall	104	104	101	101
Llywodraeth Cymru / Swyddfa Cyllid Ewropeaidd Cymru				
Grant Cyfalaf Parc Gwyddoniaeth Menai	17,277	17,277	0	0
	<u>28,415</u>	<u>28,415</u>	<u>12,395</u>	<u>12,395</u>
3 Grantiau a chontractau ymchwil				
Cynghorau ymchwil	3,227	3,227	3,644	3,644
Elusennau'r DU	1,478	1,478	1,685	1,685
Llywodraeth y DU	5,642	5,642	5,199	5,199
Diwydiant a masnach y DU	558	558	867	867
Llywodraeth yr UE	9,290	9,290	5,502	5,502
UE arall	29	29	53	53
Arall tramor	575	575	559	559
Ffynonellau eraill	331	331	777	777
	<u>21,130</u>	<u>21,130</u>	<u>18,286</u>	<u>18,286</u>
Mae'r cyfansymiau contractau a grantiau ymchwil yn cynnwys incwm a gydnabyddir yn llawn o £2.4m a dderbyniwyd i grantiau cyfalaf lle mae amodau perfformiad wedi'u bodloni. Bydd yr offer cysylltiedig a brynwyd yn cael eu dibrisio dros 5 mlynedd yn unol â Pholisïau Cyfrifo'r Brifysgol.				
4 Incwm arall				
Preswylfeydd, arlwyyo a chynadleddau	15,117	15,118	14,812	14,813
Gwasanaethau eraill a roddwyd gan y Brifysgol	4,511	4,511	4,200	4,200
Incwm arall	6,838	6,909	7,681	7,652
Is-gwmnïau				
NWWMDC Ltd	2,650	0	2,863	0
Eraill	311	0	8	0
	<u>29,427</u>	<u>26,538</u>	<u>29,564</u>	<u>26,665</u>
5 Incwm o fuddsoddiadau				
Incwm buddsoddi ar waddolion	160	160	127	127
Incwm buddsoddi ar gronfeydd wrth gefn cyfyngedig	0	0	2	2
Incwm arall o fuddsoddiadau	139	277	155	215
	<u>299</u>	<u>437</u>	<u>284</u>	<u>344</u>

Nodiadau i'r Datganiadau Ariannol

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6 Rhoddion a gwaddolion

	2017/18		2016/17	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Gwaddolion newydd	167	167	125	125
Rhoddion gyda chyfyngiadau	212	212	213	213
Rhoddion digyfyngiad	128	128	47	47
	<u>507</u>	<u>507</u>	<u>385</u>	<u>385</u>

7 Costau staff

	2017/18		2016/17	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Cyflogau	64,287	62,712	67,039	65,475
Costau nawdd cymdeithasol	6,232	6,102	6,288	6,243
Symudiad ar ddarpariaeth USS	(1,400)	(1,400)	(882)	(882)
Costau pensiwn eraill	11,186	11,170	11,510	11,481
Cyfanswm	<u>80,305</u>	<u>78,584</u>	<u>83,955</u>	<u>82,317</u>

Taliadau i'r Is-ganghellor:

Cyflog	252	248
Cyfraniadau pensiwn i USS mewn perthynas â chynllun adfer diffyg	5	5
	<u>257</u>	<u>253</u>

Dangosir taliadau i'r Is-ganghellor ar yr un sail â staff ar gyflogau uwch ond maent yn cynnwys cyfraniad y cyflogwr i gynllun adfer diffyg yr USS.

Taliadau i staff ar gyflogau uwch, heb gynnwys cyfraniadau pensiwn y cyflogwr:

	Nifer	Nifer
£100,000 i £109,999	7	6
£110,000 i £119,999	3	3
£120,000 i £129,999	0	2
£130,000 i £139,999	3	2
£140,000 i £149,999	1	1
£150,000 i £159,999	1	1
£160,000 i £169,999	0	1
£250,000 i £259,999	1	1
	<u>16</u>	<u>17</u>

Cyfartaledd nifer staff fesul prif gategori:

	Nifer	Nifer
Academaidd a chysylltiedig ac ymchwil	955	1,018
Clercyddol	339	368
Technegol	92	97
Arall	299	329
	<u>1,685</u>	<u>1,812</u>

Mynegir niferoedd staff fel cyfwerth amser-llawn.

Talwyd iawndal am golli swydd i un cyn weithiwr ar gyflog uwch o dan delerau cynllun diswyddo gwirfoddol safonol y Brifysgol, y swm a dalwyd oedd £51,825 (2016/17 £dim).

Staff rheoli allweddol

Staff rheoli allweddol yw'r bobl hynny sydd ag awdurdod a chyfrifoldeb dros gynllunio, cyfarwyddo a rheoli gweithgareddau'r Brifysgol. Mae costau staff yn cynnwys cyfraniadau'r cyflogwyr at pensiwn ac Yswiriant Gwladol.

	2017/18	2016/17
	£'000	£'000
Cost staff rheoli allweddol	1,443	1,495
	Nifer	Nifer
Nifer staff rheoli allweddol	10	10

Ar 31 Gorffennaf 2018 roedd 9 aelod o staff rheoli allweddol, gadawodd un aelod y Pwyllgor Gweithredu ar 26 Chwefror 2018.

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

7 Costau staff (parhad)

Aelodau'r Cyngor

Mae aelodau Cyngor y Brifysgol yn ymddiriedolwyr i ddibenion cyfraith elusennol. Oherwydd natur gweithrediadau'r Brifysgol a chyfansoddiad y Cyngor, wedi ei dynnu o sefydliadau'r sector cyhoeddus a phreifat lleol, mae'n anrnod y gwneir trafodion lle y gallai aelod o'r Cyngor fod â budd ynddynt.

Cynhelir yr holl drafodion yn ymwneud â sefydliadau y gall aelod o'r Cyngor fod â budd ynddynt o hyd braich ac yn unol â Rheoliadau Ariannol y Brifysgol a threfn caffael arferol. Nodir isod werth y trafodion hyn a adlewyrchir yn y cyfrifon am y flwyddyn yn diwedd 31 Gorffennaf 2018.

Sefydliad	Enw	Swydd	Incwm £000	Gwariant £000	Dyledus gan/(i) ar 31 Gorffennaf 2018 £000
Halen Môn	Ms Alison Lea-Wilson	Cyfarwyddwr	6	0	0
Cyngor Celfyddydau Cymru	Mrs Marian Wyn Jones	Aelod o'r Bwrdd	433	0	0
Awyr Las	Dr Peter Higson	Ymddiriedolwr	7	0	0
Bwrdd Iechyd Prifysgol Betsi Cadwaladr	Dr Peter Higson Dr Olwen Williams Yr Athro Jo Rycroft-Malone	Cadeirydd Pennaeth Staff Aelod o'r Bwrdd	818	1,619	97
Cartrefi Conwy Cyfyngedig	Yr Athro David Shepherd	Cyfarwyddwr Anweithredol	39	0	1
Coleg Cymraeg Cenedlaethol	Yr Athro Jerry Hunter	Aelod o'r Bwrdd	29	16	0
Grŵp Llandrillo-Menai	Dr Griffith W Jones Mr David Williams	Is-gadeirydd Aelod o'r Bwrdd	550	506	159
Menter Môn	Dr Griffith W Jones	Cyfarwyddwr	0	7	(5)
Eisteddfod Genedlaethol	Dr Alwyn Roberts	Aelod o'r Cyngor	2	23	0
Llywodraeth Cymru	Mr David Williams	Bwrdd Ymgynghorol	2,961	9	32

Derbyniodd un aelod lleig o'r Cyngor dâl gan y grŵp yn ystod y flwyddyn (2017 - Un) yn ei swydd fel Cyfarwyddwr un o is-gwmnïau'r Brifysgol.

Cyfanswm y treuliau a dalwyd i 4 aelod lleig o'r Cyngor neu ar eu rhan oedd £2,047 (2017 – talwyd £3,024 i 6 aelod). Mae hyn yn cynrychioli treuliau teithio wrth ddod i'r Cyngor, cyfarfodydd pwyllgorau a digwyddiadau eraill yn rhinwedd eu swydd.

8 Llog a chostau cyllid eraill

	Nodyn	2017/18		2016/17	
		Cyfunol £'000	Prifysgol £'000	Cyfunol £'000	Prifysgol £'000
Llog benthyciad		1,266	1,236	1,378	1,157
Llog prydles cyllid (yn cynnwys cost cyllid consesiwn gwasanaeth)		4,177	4,177	4,023	4,023
Cost net ar gynllun pensiwn	20	418	418	662	662
Arall		0	0	0	0
		5,861	5,831	6,063	5,842

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

9 Dadansoddiad o gyfanswm gwariant fesul gweithgaredd	2017/18		2016/17	
	Cyfunol £'000	Prifysgol £'000	Cyfunol £'000	Prifysgol £'000
Adrannau academiaidd	46,352	46,765	48,810	49,233
Gwasanaethau academiaidd	10,664	10,691	10,857	10,913
Gweinyddiaeth a gwasanaethau canolog	10,304	10,316	11,190	11,207
Addysgol cyffredinol	12,107	12,125	12,814	12,835
Cyfleusterau staff a myfyrwyr	5,933	5,426	5,926	5,335
Eiddo	21,292	21,688	19,137	19,535
Preswylfeydd a gweithrediadau arlwyo	15,165	15,169	15,304	15,307
Grantiau a chontractau ymchwil	17,595	17,623	16,392	16,392
Gwasanaethau a ddarperir	6,551	3,216	6,572	3,265
Costau ailstrwythuro/(heb eu defnyddio)	(1,014)	(1,014)	3,968	3,968
Arall	404	466	1,174	1,189
	<u>145,353</u>	<u>142,471</u>	<u>152,144</u>	<u>149,179</u>

Treuliau gweithredu eraill yn cynnwys:

Tâl i archwylwyr allanol	£'000	£'000	£'000	£'000
Gwasanaethau archwilio	64	50	62	49
Gwasanaethau heblaw archwilio	107	100	113	106

Rhenti prydles weithredu

Tir ac adeiladau	13	13	418	418
Arall	1,086	1,086	1,074	1,074

Costau ailstrwythuro yn cynnwys

Diswyddo staff	(480)	(480)	3,416	3,416
Arall	(534)	(534)	600	600

10 Trethiant

Treth gyfredol	2017/18		2016/17	
	Cyfunol £'000	Prifysgol £'000	Cyfunol £'000	Prifysgol £'000
Treth gorfforaethol y DU o 19% (2017: 19.67%) ar ddiffyg am y flwyddyn	0	0	0	0
Cyfanswm cost treth	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Ffactorau'n effeithio ar y gost treth

Mae'r dreth a aseswyd am y flwyddyn yn is na chyfradd safonol treth gorfforaethol yn y DU. Eglurir y gwahaniaeth isod.

Gwarged/(Diffyg) cyn treth	<u>19,867</u>	<u>19,973</u>	<u>(8,106)</u>	<u>(8,028)</u>
Gwarged/(Diffyg) wedi'i luosi gan gyfradd safonol treth gorfforaethol yn y DU o 19% (2017:19.67%)	3,775	3,795	(1,594)	(1,579)
Gwarged/(Diffyg) o fewn eithriad elusennol	(3,775)	(3,795)	1,594	1,579
Effaith newid yng nghyfradd treth gorfforaethol	0	0	0	0
Cost treth gyfredol	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

11 Asedau Sefydlog

Cyfunol	Tir ac Adeiladau Rhydd-ddaliad	Gwelliannau Prydlesol	Trefniant consesiwn gwasanaeth Tir ac Adeiladau	Gosodiadau, Ffitiadau ac Offer	Asedau wrthi'n cael eu Hadeiladu	Cyfanswm
	£'000	£'000	£'000	£'000	£'000	£'000
Cost						
Ar 1 Awst 2017	269,086	11,079	68,652	24,697	13,100	386,614
Ychwanegiadau	1,958	0	0	4,018	8,281	14,257
Trosglwyddiadau	19,478	0	0	0	(19,478)	0
Gwarediadau	0	0	0	(739)	0	(739)
Ar 31 Gorffennaf 2018	290,522	11,079	68,652	27,976	1,903	400,132
Dibrisiant						
Ar 1 Awst 2017	22,937	4,342	3,698	22,217	0	53,194
Cost am y flwyddyn	8,881	372	1,465	1,826	0	12,544
Gwarediadau	0	0	0	(739)	0	(739)
Ar 31 Gorffennaf 2018	31,818	4,714	5,163	23,304	0	64,999
Gwerth llyfr net						
Ar 31 Gorffennaf 2018	258,704	6,365	63,489	4,672	1,903	335,133
Ar 31 Gorffennaf 2017	246,149	6,737	64,954	2,480	13,100	333,420
Prifysgol						
Cost	£'000	£'000	£'000	£'000	£'000	£'000
Ar 1 Awst 2017	269,086	58	68,652	22,918	13,100	373,814
Ychwanegiadau	1,958	0	0	3,996	8,281	14,235
Trosglwyddiadau	19,478	0	0	0	(19,478)	0
Gwarediadau	0	0	0	(739)	0	(739)
Ar 31 Gorffennaf 2018	290,522	58	68,652	26,175	1,903	387,310
Dibrisiant						
Ar 1 Awst 2017	22,937	4	3,698	20,533	0	47,172
Cost am y flwyddyn	8,881	2	1,465	1,771	0	12,119
Gwarediadau	0	0	0	(739)	0	(739)
Ar 31 Gorffennaf 2018	31,818	6	5,163	21,565	0	58,552
Gwerth llyfr net						
Ar 31 Gorffennaf 2018	258,704	52	63,489	4,610	1,903	328,758
Ar 31 Gorffennaf 2017	246,149	54	64,954	2,385	13,100	326,642

Ar 31 Gorffennaf 2018, roedd tir ac adeiladau rhydd-ddaliad yn cynnwys £38.7m (2017 - £38.7m) mewn perthynas â thir rhydd-ddaliad ac nid yw wedi'i ddibrisio.

Asedau a brydleswyd sydd wedi eu cynnwys uchod:

Gwerth Llyfr Net:

Ar 31 Gorffennaf 2017

Ar 31 Gorffennaf 2018

£'000

155

84

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

12 Asedau Treftadaeth

Mae gan y Brifysgol nifer o gasgliadau o Asedau Treftadaeth, yn cynnwys: Casgliad Celf - oddeutu 600 o ddarluniau olew, dyfrlliw, printiau a lluniau, yn ogystal â 9 o gerfluniau, yn dyddio o'r ail ganrif ar bymtheg i'r unfed ganrif ar hugain; Casgliad Cerameg - yn cynnwys oddeutu 500 o ddarnau sy'n cael eu harddangos ac wedi'u cadw; Casgliad Cerddoriaeth - oddeutu 600 o offerynnau cerddorol ethnograffig, ynghyd â 325 o offerynnau clai cyn-Golymbaidd; Casgliad Daeareg - tua 8,000 o greigiau a 6,000 o ffosiliau o bob rhan o'r byd; Casgliad Byd Natur - yn cynnwys tua 40,000 o sbesimenau (gyda thua 500 yn cael eu harddangos); Casgliad Hynafiaethau Cymreig - a hynafiaethau eraill a arddangosir yn Amgueddfa ac Oriel Gelf Gwynedd; a Chasgliad Llawysgrifau - mae gan y Llyfrgell tua 16,500 o lyfrau prin neu o bwysigrwydd arbennig ac mae gan yr Adran Archifau tua 80 o gasgliadau, y rhan fwyaf yn bapurau ystadau a theuluoedd siroedd Gogledd Cymru, ynghyd â phapurau preifat unigolion amlwg a chasgliad amrywiol o gofnodion llenyddol, hanesyddol a hynafiaethol.

Mae Asedau Treftadaeth y Brifysgol yn cael eu cofnodi a chawsant eu prisio ar £12.3m at ddibenion yswiriant yn unig. Nid yw'r gwerth hwn yn cael ei adlewyrchu yn Natganiadau Ariannol y Brifysgol.

13 Trefniadau consesiwn gwasanaeth

Mae gan y Brifysgol ddau drefniant consesiwn gwasanaeth ar y Fantolen, sef safleoedd y Santes Fair a Ffordd Ffriddoedd, lle mae darparu gwasanaeth wedi dechrau.

Symudiad yn asedau trefniant consesiwn gwasanaeth

Gwerth ased y consesiynau gwasanaeth a gynhwysir ar y Fantolen ar 31 Gorffennaf 2018 yw £63,489k (1 Awst 2017 £64,954k). Mae'r gostyngiad o £1,465k o ganlyniad i gostau dibrisiad yn ystod y flwyddyn.

Symudiad yn rhwymedigaethau trefniant consesiwn gwasanaeth

Cyfanswm y rhwymedigaethau'n ymwneud â'r consesiynau gwasanaeth a gynhwysir ar y Fantolen ar 31 Gorffennaf 2018 oedd £66,128k (1 Awst 2017 £67,408k). Mae'r gostyngiad o £1,280k o ganlyniad i gostau dibrisiad yn ystod y flwyddyn.

Ymrwymadau yn y dyfodol

Mae'r tabl canlynol yn dadansoddi ymrwymadau'r Brifysgol yn y dyfodol mewn perthynas â threfniadau consesiwn gwasanaeth.

	Taladwy mewn 1 flwyddyn	Taladwy mewn 2-5 mlynedd	Taladwy mewn 6 blynedd neu fwy	Cyfanswm
	£'000	£'000	£'000	£'000
Ad-daliadau rhwymedigaeth	1,346	5,668	59,115	66,129
Cost cyllid	3,674	13,773	42,034	59,481
Cost gwasanaeth	1,810	8,616	78,442	88,868
	6,830	28,057	179,591	214,478

Mae'r nodiadau isod yn rhoi mwy o wybodaeth am drefniadau cyfredol consesiwn gwasanaeth y Brifysgol ar y Fantolen:

a) Cynllun Ffordd Ffriddoedd

Ar 6 Hydref 2006 llofnododd y Brifysgol contract 29 mlynedd gyda darparwr trydydd parti i ddarparu a chynnal a chadw llety i 1,136 o fyfyrwr.

Caiff yr asedau a rhwymedigaethau'n ymwneud â'r cynllun hwn eu cydnabod ar Fantolen y Brifysgol.

Dechreuodd y gwasanaeth ar 1 Hydref 2009 a bydd y contract yn gorffen ar 30 Medi 2038.

b) Cynllun y Santes Fair

Ar 23 Gorffennaf 2014 llofnododd y Brifysgol contract 40 mlynedd gyda darparwr trydydd parti i ddarparu a chynnal a chadw llety i 602 o fyfyrwr.

Caiff yr asedau a rhwymedigaethau'n ymwneud â'r cynllun hwn eu cydnabod ar Fantolen y Brifysgol.

Dechreuodd y gwasanaeth ar 25 Medi 2015 a bydd y contract yn gorffen ar 24 Medi 2055.

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

14 Buddsoddiadau Anghyfredol

	Is-gwmnïau (Nodyn 27)	Cwmnïau cysylltiedig (Nodyn 27)	Menter ar y cyd (Nodyn 15)	Buddsoddiadau anghyfredol eraill	Cyfanswm
Cyfunol	£'000	£'000	£'000	£'000	£'000
Ar 1 Awst 2017	0	50	0	6,229	6,279
Rhyddhau yn ystod y flwyddyn	0	0	0	(413)	(413)
Ailbrisiad	0	0	0	318	318
Ar 31 Gorffennaf 2018	0	50	0	6,134	6,184
Prifysgol	£'000	£'000	£'000	£'000	£'000
Ar 1 Awst 2017	0	50	50	6,309	6,409
Rhyddhau yn ystod y flwyddyn	0	0	0	(493)	(493)
Ailbrisiad	0	0	0	318	318
Ar 31 Gorffennaf 2018	0	50	50	6,134	6,234

Mae'r buddsoddiadau anghyfredol wedi eu nodi ar gost ac eithrio cronfeydd y Brifysgol a reolir, sy'n cael eu datgan ar werth y farchnad.

	Prifysgol £'000
Mae buddsoddiadau anghyfredol eraill yn cynnwys:	
CVCP Properties plc	33
Laser Micromachining Ltd	80
Cronfeydd a reolir mewn ecwitiâu a gwarantau llog sefydlog	6,021
	6,134

Caiff y cronfeydd a reolir eu dal gan UBS Asset Management (UK) Limited a HSBC Private Bank (UK) Limited sydd wedi eu trwyddedu gan yr Awdurdod Ymddygiad Ariannol.

15 Buddsoddiad mewn menter ar y cyd

Mae gan y Brifysgol gyfran o 50% (50,000 o gyfrannau cyffredin £1) yn P&O Maritime Ocean Sciences Limited, cwmni wedi'i gofrestru yn Lloegr, sy'n ymwneud â llogi llong ymchwil. Cwmni menter ar y cyd yw hwn sy'n eiddo'n gyfartal i'r Brifysgol a P&O Maritime Services (UK) Limited. Caiff y trefniant ei drin fel menter ar y cyd a'i gyfrifo gan ddefnyddio'r dull ecwiti, fel bod 50% o asedau a rhwymedigaeth gros y cwmni yn cael eu hymgorffori ym mantolen gyfunol y Brifysgol a 50% o'i incwm net yn cael ei gynnwys yn Natganiad Incwm Cynhwysfawr cyfunol y Brifysgol.

	2017/18 £'000	2016/17 £'000
Cyfrif incwm a gwariant		
Cyfran o incwm	460	470
Cyfran o wariant	(435)	(422)
Cyfran o weddill am y flwyddyn	25	48
Mantolen	2018 £'000	2017 £'000
Asedau sefydlog	289	382
Asedau cyfredol	347	501
	636	883
Credydwy: symiau sydd i'w talu o fewn un flwyddyn	(176)	(334)
Credydwy: symiau i'w talu ar ôl mwy nag un flwyddyn	(386)	(500)
	(562)	(834)
Cyfran o asedau net	74	49

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

16 Stoc	2018		2017	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Stociau arlwyo a gwerthu	91	70	98	76
	<u>91</u>	<u>70</u>	<u>98</u>	<u>76</u>
17 Masnach a symiau derbyniadwy eraill	2018		2017	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Symiau i'w talu o fewn un flwyddyn:				
Symiau masnach derbyniadwy	10,333	9,522	9,300	8,493
Symiau derbyniadwy eraill - treth adferadwy	0	0	415	411
Rhagdaliadau ac incwm cronnus	9,242	9,232	9,037	8,912
Symiau dyledus o is-gwmnïau	0	1,725	0	1,495
Swm dyledus o fenter ar y cyd	152	152	202	202
Rhagdaliad i fenter ar y cyd	50	50	49	49
	<u>19,777</u>	<u>20,681</u>	<u>19,003</u>	<u>19,562</u>
Symiau sydd i'w talu ar ôl un flwyddyn:				
Benthyciad i fenter ar y cyd	525	525	700	700
Rhagdaliad i fenter ar y cyd	133	133	183	183
Rhagdaliad i is-gwmni	0	2,201	0	2,339
	<u>20,435</u>	<u>23,540</u>	<u>19,886</u>	<u>22,784</u>
18 Credydwy: symiau sydd i'w talu o fewn un flwyddyn	2018		2017	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Rhwymedigaethau dan brydlesi cyllidol	71	71	71	71
Trefniadau consesiwn gwasanaeth (Nodyn 13)	1,346	1,346	1,279	1,279
Benthyciadau wedi'u gwarantu	532	230	1,063	581
Benthyciadau heb eu gwarantu	2,326	2,326	2,089	2,089
Credydwy	8,895	8,920	8,852	8,825
Nawdd cymdeithasol a threth daladwy arall	1,753	1,646	1,755	1,642
Croniadau ac incwm gohiriedig	21,674	20,495	29,719	28,567
Symiau dyledus i fenter ar y cyd	109	109	197	197
Symiau dyledus i is-gwmnïau	0	73	0	31
	<u>36,706</u>	<u>35,216</u>	<u>45,025</u>	<u>43,282</u>
Incwm gohiriedig				
Wedi eu cynnwys o fewn cronniadau ac incwm gohiriedig mae'r eitemau incwm canlynol sydd wedi eu gohirio nes bod amodau penodol yn gysylltiedig â pherfformiad wedi cael eu cyflawni.				
Grantiau ymchwil a dderbyniwyd ar gyfrif	4,233	4,233	4,043	4,043
Grantiau cyfalaf	0	0	10,582	10,582
Grantiau corff cyllido	910	910	689	689
Arall	960	960	969	969
	<u>6,103</u>	<u>6,103</u>	<u>16,283</u>	<u>16,283</u>

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

19 Credydwy'r symiau sydd i'w talu ar ôl mwy nag un flwyddyn

	2018		2017	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Incwm gohiriedig	291	291	293	183
Rhwymedigaethau dan brydles gyllidol	13	13	84	84
Rhwymedigaethau consesiwn gwasanaeth i'w talu ar ôl un flwyddyn	64,782	64,782	66,129	66,129
Benthyciadau wedi'u gwarantu	2,511	322	3,045	553
Benthyciadau heb eu gwarantu	39,798	39,798	42,124	42,124
	<u>107,395</u>	<u>105,206</u>	<u>111,675</u>	<u>109,073</u>
Dadansoddiad o fenthyciadau wedi a heb eu gwarantu:				
I'w talu o fewn un flwyddyn neu ar gais	<u>2,858</u>	<u>2,556</u>	<u>3,152</u>	<u>2,670</u>
I'w talu rhwng un a dwy flynedd	2,912	3,214	2,684	2,382
I'w talu rhwng dwy a phum mlynedd	8,542	9,448	8,095	7,189
I'w talu ymhén pum mlynedd neu fwy	<u>30,855</u>	<u>27,458</u>	<u>34,390</u>	<u>33,106</u>
I'w talu ar ôl mwy nag un flwyddyn	<u>42,309</u>	<u>40,120</u>	<u>45,169</u>	<u>42,677</u>
Cyfanswm benthyciadau wedi a heb eu gwarantu				
	<u>45,167</u>	<u>42,676</u>	<u>48,321</u>	<u>45,347</u>
Benthyciadau wedi'u gwarantu i'w had-dalu erbyn 2026	3,043	552	4,108	1,134
Benthyciadau heb eu gwarantu i'w had-dalu erbyn 2033	<u>42,124</u>	<u>42,124</u>	<u>44,213</u>	<u>44,213</u>
	<u>45,167</u>	<u>42,676</u>	<u>48,321</u>	<u>45,347</u>

Mae'r canlynol wedi'u cynnwys mewn benthyciadau:

Benthyciwyd gan	Swm	Aeddfedu	Cyfradd llog	Rhoddwr benthyciad
	£'000		%	
Prifysgol	551	2020	LIBOR + 1.45%	Bank of Scotland plc
Prifysgol	23,548	2033	Sefydlog 3.913%	European Investment Bank
Prifysgol	18,577	2033	Sefydlog 2.135%	European Investment Bank
Cyfanswm Prifysgol	<u>42,676</u>			
North West Wales Management Development Centre Ltd	2,491	2026	7.215% i 31/7/2017 yna LIBOR+1%	Barclays Bank plc
Cyfanswm Cyfunol	<u>45,167</u>			

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

20 Darpariaethau ar gyfer rhwymedigaethau

	Diffyg USS	Diffyg cynllun lleol	Cyfanswm Darpariaethau Pensiwn	Darpariaeth Ailstrwythuro	Cyfanswm Arall
Cyfunol a Phrifysgol	£'000	£'000	£'000	£'000	£'000
Ar 1 Awst 2017	13,680	6,418	20,098	3,100	3,100
Cost/(credyd) staff	(1,400)	402	(998)	0	0
Cost gyllid	253	165	418	0	0
Symudiad ar y Cynllun Pensiwn	0	(6,985)	(6,985)	0	0
Defnyddiwyd	0	0	0	(2,086)	(2,086)
Rhyddhau darpariaeth na ddefnyddiwyd	0	0	0	(1,014)	(1,014)
Ar 31 Gorffennaf 2018	12,533	0	12,533	0	0

Diffyg USS

Mae'r rhwymedigaeth i gyllido'r diffyg o'r gorffennol yng Nghynllun Pensiwn y Prifysgolion (USS) yn deillio o'r rhwymedigaeth gytundebol gyda'r cynllun pensiwn am gyfanswm taliadau'n ymwneud â buddion yn deillio o berfformiad yn y gorffennol. Wrth asesu gwerth y ddarpariaeth hon mae'r rheolwyr wedi asesu gweithwyr a fydd yn dod i'r cynllun USS a thaliadau cyflogau dros gyfnod y rhwymedigaeth gytundebol.

Diffyg cynllun lleol

Mae rhwymedigaethau buddion wedi'u diffinio ar 1 Awst 2017 yn ymwneud â'r rhwymedigaethau dan gynllun pensiwn BUPAS y Brifysgol. Rhoddir rhagor o fanylion yn Nodyn 28.

Darpariaeth Ailstrwythuro

Cafodd rhaglen ailstrwythuro fawr y Brifysgol, a gymeradwywyd gan y Cyngor yn ystod Gorffennaf 2017, ei chwblhau yn ystod y flwyddyn am gost is nag y darparwyd ar ei gyfer. Arweiniodd hyn at ryddhau'r ddarpariaeth na chafodd ei defnyddio.

21 Cronfeydd wrth gefn gwaddol

	Gwaddolion parhaol cyfyngedig	Gwaddolion parhaol digyfngiad	Gwaddolion gwariadwy cyfyngedig	Cyfanswm 2018	Cyfanswm 2017
Cyfunol a Phrifysgol	£'000	£'000	£'000	£'000	£'000
Ar 1 Awst					
Cyfalaf	4,153	191	1,556	5,900	5,530
Incwm cronedig	708	0	138	846	808
	4,861	191	1,694	6,746	6,338
Gwaddolion newydd	20	0	147	167	125
Incwm o fuddsoddiadau	112	6	42	160	127
Gwariant	(56)	0	(94)	(150)	(130)
Cynnydd yng ngwerth buddsoddiadau ar y farchnad	224	10	83	317	286
Cyfanswm incwm/(gwariant) cynhwysfawr gwaddolion am y flwyddyn	300	16	178	494	408
Ar 31 Gorffennaf	5,161	207	1,872	7,240	6,746
Cynrychiolir gan:					
Cyfalaf	4,377	201	1,639	6,217	5,900
Incwm cronedig	784	6	233	1,023	846
	5,161	207	1,872	7,240	6,746
Dadansoddiad yn ôl asedau					
Buddsoddiadau asedau anghyfredol				6,021	5,900
Arian parod a chywerthoedd arian parod				1,219	846
				7,240	6,746

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

22 Cronfeydd wrth gefn cyfyngedig eraill

Mae cronfeydd wrth gefn gyda chyfyngiadau fel a ganlyn:

	2017/18	2016/17
	Rhoddion	Rhoddion
Cyfunol a Phrifysgol	£'000	£'000
Ar 1 Awst	488	703
Rhoddion newydd	212	213
Incwm o fuddsoddiadau	0	2
Gwariant	(167)	(207)
Cynnydd yng ngwerth buddsoddiadau ar y farchnad	0	15
Trosglwyddo rhwng cronfeydd wrth gefn	0	(238)
Cyfanswm incwm cyfyngedig cynhwysfawr am y flwyddyn	45	(215)
Ar 31 Gorffennaf	533	488

23 Arian parod a chywerthoedd arian parod

	2018		2017	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Ar 1 Awst	31,045	30,556	16,420	15,812
Llifoedd arian	1,403	1,669	14,625	14,744
Ar 31 Gorffennaf	32,448	32,225	31,045	30,556

24 Cyfalaf ac ymrwymadau eraill

Ni wnaed darpariaeth ar gyfer yr ymrwymadau cyfalaf canlynol ar 31 Gorffennaf 2018:

	2018		2017	
	Cyfunol	Prifysgol	Cyfunol	Prifysgol
	£'000	£'000	£'000	£'000
Ymrwymadau y contractiwyd ar eu cyfer	2,372	2,372	3,563	3,563
	2,372	2,372	3,563	3,563

25 Rhwymedigaethau prydles

Cyfanswm rhenti taladwy dan brydlesi gweithredu:

	Tir ac adeiladau	Prydlesi eraill	2018 Cyfanswm	2017 Cyfanswm
	£'000	£'000	£'000	£'000
Taladwy yn ystod y flwyddyn	13	1,086	1,099	1,492
Ddim hwyrach na 1 flwyddyn	219	839	1,058	1,273
Hwyrach na 1 flwyddyn a dim hwyrach na 5 mlynedd	760	2,113	2,873	4,185
Diweddarach na 5 mlynedd	14,577	0	14,577	25,417
Cyfanswm taliadau prydles dyledus	15,556	2,952	18,508	30,875

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

26 Digwyddiadau ar ôl y cyfnod adrodd

Digwyddiadau ar ôl llunio'r Fantolen nad ydynt yn achosi addasiad

Ar 26 Hydref, dyfarnodd yr Uchel Lys mewn perthynas â chynlluniau pensiwn â buddion wedi'u diffinio Grŵp Bancio Lloyds. Casgliad y dyfarniad oedd y dylid diwygio'r cynlluniau i gydraddoli buddion pensiwn ar gyfer dynion a merched mewn perthynas ag isafswm gwarantedig buddion pensiwn. Mae'r materion y mae'r dyfarniad yn berthnasol iddynt yn codi mewn perthynas â llawer o gynlluniau pensiwn eraill â buddion wedi'u diffinio. Rydym yn gweithio gydag ymddiriedolwyr Cynllun Pensiwn ac Yswiriant Prifysgol Bangor i ddeall i ba raddau y mae'r dyfarniad yn crisialu rhwymedigaethau ychwanegol yn achos ein cynllun pensiwn. Ar hyn o bryd nid yw'n bosibl nodi i ba raddau y bydd y dyfarniad yn cynyddu rhwymedigaethau Cynllun Pensiwn ac Yswiriant Prifysgol Bangor.

Yn achos cynllun pensiwn â buddion wedi'u diffinio yr USS, dim ond i'r graddau y mae'r newid i'r buddion yn cynyddu arian parod y bydd effaith ar y ddarpariaeth a gynhwysir yn y datganiadau ariannol yn nodyn 28.

Nid oedd unrhyw ddigwyddiadau eraill ar ôl llunio'r fantolen i adrodd arnynt.

27 Gweithgareddau is-gwmnïau a chwmnïau cysylltiedig

	Statws	Cyfrannau Cyfalaf a Ddelir	Gwlad y Cofrestrriad	Prif Weithgaredd
North West Wales Management Development Centre Limited	100%	1 Cyfrannau cyffredin £1	Cymru	Cyrsiau rheolaeth, cynadleddau a llety
UNDEB (Trading) Cyfyngedig	100%	2 Cyfrannau cyffredin £1	Cymru	Rhai gweithgareddau masnachol i gefnogi Undeb y Myfyrwyr
Menai Science Park Limited	100%	1 Cyfrannau cyffredin £1	Cymru	Datblygu parc gwyddoniaeth
The Shellfish Centre	-	Cyfyngedig gan warant	Cymru	Prosesu pysgod cregyn ac ymchwil
Naturiol Bangor Limited	20%	20 Cyfrannau cyffredin £1	Cymru	Ymchwil i ddeunyddiau naturiol
Daliad a gafwyd ar gost o £50,000				
Suprex Limited	40%	3,600 Cyfrannau cyffredin £0.01	Cymru	Prosesu cemegol a gwasanaethau ymchwil
Daliad a gafwyd ar gost o £36 ar 9 Mehefin 2016				

Cafodd y Centre for Advanced Software Technology Limited ei diddymu oddi ar y gofrestr yn Nhŷ'r Cwmnïau ar 15 Awst 2017.

Trosglwyddodd y Brifysgol ei chyfran yn Aber-Bangor Consultancy Limited i Brifysgol Aberystwyth ar 1 Rhagfyr 2017.

Nid yw'r datganiadau ariannol yn cynnwys Naturiol Bangor Limited, Suprex Limited na The Shellfish Centre gan nad ystyrir bod canlyniadau ac asedau a rhwymedigaethau'r cwmnïau hyn yn faterol.

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

28 Cynlluniau Pensiwn

Roedd gwahanol categorïau staff yn gymwys i ymuno ag un o'r cynlluniau a ganlyn:

- Cynllun Pensiwn y Prifysgolion (USS)
- Cynllun Pensiwn ac Yswiriant Prifysgol Bangor 1978 (BUPAS)
- Cynllun pensiwn gweithle y Llywodraeth (NEST)

Mae nifer fechan o staff yn parhau mewn cynlluniau eraill nad ydynt yn agored i aelodau newydd.

28A Cynllun Pensiwn y Prifysgolion

Cynllun Pensiwn y Prifysgolion (USS) yw'r prif gynllun i'r rhan fwyaf o staff academiaidd ac academiaidd-gysylltiedig.

Cyfanswm y gost a dalwyd i'r Datganiad Incwm Cynhwysfawr yw £8,085k (2017: £8,405k).

Gwnaed prisiad actiwaraid llawn diweddaraf y cynllun ar 31 Mawrth 2014 ("y dyddiad prisiad") gan ddefnyddio'r dull rhagamcanu unedau. Mae'r prisiad fel ar 31 Mawrth 2017 ar y gweill ond heb ei gwblhau eto.

Gan na all y sefydliad weld beth yw ei gyfran ei hun o asedau a rhwymedigaethau'r cynllun, mae'r datgeliadau canlynol yn adlewyrchu'r rhai sy'n berthnasol i'r cynllun yn ei gyfanrwydd.

Prisiad 2014 oedd y trydydd prisiad i USS dan y drefn gyllido cynllun-benodol a gyflwynwyd gan Ddeddf Pensiynau 2004. Dan y drefn hon mae angen i gynlluniau gael nod cyllido statudol, sef cael asedau digonol a phriodol ar gyfer eu darpariaethau technegol. Ar y dyddiad prisiad, roedd gwerth asedau'r cynllun yn £41.6 biliwn ac roedd gwerth darpariaethau technegol y cynllun yn £46.9 biliwn, gan ddynodi diffyg o £5.3 biliwn. Bydd y ffigyrau hyn yn cael eu diwygio unwaith y bydd Prisiad y Cynllun yn 2017 wedi'i gwblhau.

Cynhyrchwyd niferoedd rhwymedigaethau buddion wedi'u diffinio ar gyfer y cynllun gan ddefnyddio'r rhagdybiaethau canlynol ar 31 Mawrth 2017 a 2018:

	2018	2017
Cyfradd disgownt	2.64%	2.57%
Codiadau pensiwn (CPI)	2.02%	2.41%

Mae'r brif dybiaeth ddemograffig a ddefnyddir yn gysylltiedig â'r tybiaethau marwolaeth. Mae'r tybiaethau hyn wedi cael eu diweddarau ar gyfer sefyllfa gyfrifo 31 Mawrth 2018, yn seiliedig ar ddadansoddiad wedi ei ddiweddarau o brofiad y Cynllun a wnaed fel rhan o brisiad actiwaraid 2017. Mae'r tybiaethau marwolaeth a ddefnyddir yn y ffigyrau hyn fel a ganlyn:

	2018	2017
Tabl Sylfaen	<u>Cyn ymddeol</u> 71% o AMC00 (hyd 0) i ddynion a 112% o AFC00 (hyd 0) i ferched.	98% o SAPS S1NA "ysgafn" Blwyddyn Geni heb ei haddasu ar gyfer dynion
Marwolaethau	<u>Ar ôl ymddeol</u> 96.5% o'r SAPS S1NMA "ysgafn" yn achos dynion a 101.3% o RFV00 yn achos merched.	98% o'r SAPS S1NA "ysgafn" Blwyddyn Geni gyda blwyddyn o addasiad ar gyfer merched.
Gwelliannau i'r sylfaen	CMI_2016 gyda pharamedr llyfnhau o 8.5 a chyfradd gwella tymor hir o 1.8% y flwyddyn yn achos dynion a 1.6% y flwyddyn yn achos merched.	CMI_2014 gyda chyfradd tymor hir o 1.5% y flwyddyn
marwolaethau yn y dyfodol		
Y disgwyliadau oes ar hyn o bryd i rai'n ymddeol yn 65 yw:		

	2018	2017
Gwrywod sy'n 65 oed ar hyn o bryd	24.5	24.4
Benywod sy'n 65 oed ar hyn o bryd	26	26.6
Gwrywod sy'n 45 oed ar hyn o bryd	26.5	26.5
Benywod sy'n 45 oed ar hyn o bryd	27.8	29.0

Buddion presennol:

Asedau'r cynllun	£63.6bn	£60.0bn
Cyfanswm rhwymedigaethau'r cynllun	£72.0bn	£77.5bn
Cyfanswm diffyg FRS 102 y cynllun	£8.4bn	£17.5bn
Cyfanswm lefel gyllido FRS 102	88%	77%

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

28A Cynllun Pensiwn y Prifysgolion (parhad)

Mae'r cynllun USS mewn diffyg a chytunwyd ar gynllun cyllido. Mae Prifysgol Bangor felly wedi cydnabod rhwymedigaeth dros y cyfraniadau taladwy sy'n codi o'r cytundeb i gyllido'r cynllun (i'r graddau y maent yn gysylltiedig â'r diffyg) a'r gost sy'n deillio o hynny mewn elw a cholled.

Ar 31 Gorffennaf 2015 cytunodd y Brifysgol i gynllun lleihau diffyg 16 mlynedd. Pennwyd gwerth presennol taliadau yn y dyfodol dan y cynllun lleihau diffyg hwn drwy ddefnyddio modelydd diffyg a gynhyrchwyd gan USS. Defnyddiwyd cyfradd ostyngol o 2.16% (1.85% yn 2016/17) i gyfrifo gwerth presennol taliadau yn y dyfodol. Mae'r ffactor gostyngol hwn wedi'i seilio ar elw o fondiau corfforaethol o ansawdd uchel fel sy'n ofynnol gan FRS102.

	2017/18	2016/17
	£'000	£'000
Diffyg ar 1 Awst	(13,680)	(14,183)
Cost llog net	(253)	(379)
Cost gwasanaeth cyfredol	(6,228)	(7,394)
Newid yn rhagdybiaethau cynllun lleihau diffyg	(457)	(129)
Cost pensiwn USS yn y Datganiad Incwm Cynhwysfawr cyfunol	<u>(6,938)</u>	<u>(7,902)</u>
Cyfraniad o'r Brifysgol	<u>8,085</u>	<u>8,405</u>
Diffyg ar 31 Gorffennaf (Nodyn 20)	<u>(12,533)</u>	<u>(13,680)</u>

28B Cynllun Pensiwn ac Yswiriant Prifysgol Bangor 1978 (BUPAS)

Mae'r Brifysgol yn gweithredu cynllun pensiwn buddion wedi'u diffinio i staff ategol a chefnogi, sef Cynllun Pensiwn ac Yswiriant Prifysgol Bangor 1978 (BUPAS). Mae'r cynllun yn cael ei gyllido'n allanol a chafodd ei gontrectio allan o'r Ail Bensiwn Gwladol (S2P) hyd 31 Mawrth 2016.

Gwnaed prisiad actiwaraid tair blynedd ffurfiol diwethaf y cynllun ar 1 Awst 2017 gan actiwari â chymwysterau proffesiynol.

Yn ystod y flwyddyn, talodd y Brifysgol gyfraniadau i'r cynllun pensiwn ar gyfradd o 18.35% (2017: 18.35%).

Cyfanswm cost cyfraniadau a dalwyd gan y Brifysgol oedd £1,755k (2017: £1,887k). Talodd y Brifysgol gyfraniad pellach o £700k (2017: £700k) tuag at gynllun adfer diffyg y cynllun.

Tybiaethau

Y tybiaethau cyllidol a ddefnyddiwyd i gyfrifo rhwymedigaethau'r cynllun dan FRS102 yn y flwyddyn yn diweddu 31 Gorffennaf yw:

	2018	2017
	% p.a.	% p.a.
Chwyddiant prisiau (RPI)	3.35%	3.35%
Chwyddiant prisiau (CPI)	2.35%	2.35%
Cyfradd cynnydd mewn cyflogau	3.65%	3.35%
Cyfradd cynnydd pensiynau a delir i aelodau BUPAS	2.20%	2.20%
Cynnydd i bensiynau gohiriedig cyn ymddeoliad	2.35%	2.35%
Cyfradd disgownt	2.70%	2.50%

Y dybiaeth anghyllidol bwysicaf yw lefel dybiedig hirhoedledd. Mae'r tabl isod yn dangos y tybiaethau disgwyliad oes a ddefnyddiwyd yn yr asesiadau cyfrifo am y flwyddyn yn diweddu 31 Gorffennaf wedi'u seilio ar ddisgwyliad oes aelodau gwrywaidd a benywaidd yn 65 oed.

	2018		2017	
	Gwryw	Benyw	Gwryw	Benyw
Aelod 65 oed yn ymddeol heddiw	21.1	24.0	21.0	24.0
Aelod 45 oed yn ymddeol ymhen 20 mlynedd	22.5	25.6	22.3	25.5

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diweddu 31 Gorffennaf 2018

28B Cynllun Pensiwn ac Yswiriant Prifysgol Bangor 1978 (parhad)

Roedd prif gategorïau asedau'r cynllun fel a ganlyn:

	2017/18	2016/17
	£'000	£'000
Ecwitiâu	108,123	106,003
Buddsoddiadau ar sail rhwymedigaethau	31,261	24,425
Eiddo	6,088	5,562
Arian parod	744	937
Cyfanswm gwerth buddsoddiadau ar y farchnad	146,216	136,927

Nid oes gan y cynllun unrhyw fuddsoddiadau yn y Brifysgol neu mewn unrhyw eiddo a ddefnyddir gan y Brifysgol,

Cyfanswm adenillion ar asedau'r cynllun:

	2017/18	2016/17
	£'000	£'000
Incwm llog	3,402	3,101
Adenillion ar asedau'r cynllun (ac eithrio swm wedi'i gynnwys mewn traul llog net)	7,599	12,688
Cyfanswm	11,001	15,789

Dadansoddi'r swm a ddangosir ar y fantolen:

	2017/18	2016/17
	£'000	£'000
<i>Cysoni Asedau</i>		
Ar 1 Awst	136,927	122,078
Buddion a dalwyd	(4,542)	(4,019)
Treuliau gweinyddu	(536)	(446)
Cyfraniadau'r cyflogwr	3,286	3,441
Cyfraniadau gweithwyr	80	84
Incwm llog	3,402	3,101
Adenillion ar asedau	7,599	12,688
Ar 31 Gorffennaf	146,216	136,927

Cysoni Rhwymedigaethau

	2017/18	2016/17
	£'000	£'000
Ar 1 Awst	(143,345)	(133,022)
Budd a dalwyd	4,542	4,019
Cost gwasanaeth	(3,152)	(3,284)
Cyfraniadau gweithwyr	(80)	(84)
Traul llog	(3,567)	(3,384)
Colled actiwaraid	8,979	(7,590)
Ar 31 Gorffennaf	(136,623)	(143,345)

Pensiwn net a gariwyd ymlaen (rhwymedigaeth/darpariaeth) (Nodyn 20)

	2017/18	2016/17
	£'000	£'000
	(9,593)	(6,418)

Cydnabuwyd £6,985k o'r Enillion Actiwaraid yn 2017/18 yn erbyn y ddarpariaeth yn Nodyn 20. Mae £9,593k yn cynrychioli'r balans a gariwyd ymlaen ond na chafodd ei gydnabod fel ased yn mantolen y Brifysgol.

Ail-fesur rhwymedigaeth net:

	2017/18	2016/17
	£'000	£'000
Adenillion ar asedau'r cynllun	7,599	12,688
Colled actiwaraid	8,979	(7,590)
Cyfanswm	16,578	5,098

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

28B Cynllun Pensiwn ac Yswiriant Prifysgol Bangor 1978 (parhad)

Dadansoddiad o daliadau gweithredu:	2017/18	2016/17
	£'000	£'000
Cost gwasanaeth cyfredol	3,152	3,284
Treuliau gweinyddu	536	446
Traul llog net	165	283
Cyfanswm	3,853	4,013
Dadansoddiad o gost llog net:	2017/18	2016/17
	£'000	£'000
Incwm llog ar asedau'r cynllun	3,402	3,101
Traul llog ar rwymedigaethau pensiwn	(3,567)	(3,384)
Cyfanswm	(165)	(283)
Dadansoddiad o symudiad yn niffyg y cynllun:	2017/18	2016/17
	£'000	£'000
Ar 1 Awst	(6,418)	(10,944)
Treuliau gweinyddu	(536)	(446)
Cyfraniadau neu fuddion a dalwyd gan y Brifysgol	3,286	3,441
Cost gwasanaeth cyfredol	(3,152)	(3,284)
Cost cyllid arall	(165)	(283)
Adenillion ar asedau (ac eithrio swm wedi'i gynnwys mewn llog net)	7,599	12,688
Ennill / (colled) a gydnabyddir mewn incwm cynhwysfawr arall	8,979	(7,590)
Ar 31 Gorffennaf - ased heb ei gydnabod/(darpriaeth)	9,593	(6,418)

29 Trafodion partïon cysylltiedig

Yn gynwysedig o fewn y datganiadau ariannol mae trafodion ariannol gyda'r partïon cysylltiedig canlynol nad oes gan y Brifysgol fudd rheoli ynddynt. Caiff yr holl drafodion eu gwneud o hyd braich ac yn unol â Rheoliadau Ariannol y Brifysgol a'r gweithdrefnau caffael arferol. Mae gwerth y trafodion hyn a adlewyrchir yn y cyfrifon ar gyfer y flwyddyn yn diwedd 31 Gorffennaf 2018 yn cael eu hamlinellu isod.

Sefydliad		Incwm	Gwariant	Yn ddyledus o / (hyd) 31 Gorffennaf 2018
	Nodyn	£'000	£'000	£'000
Undeb Myfyrwyr Prifysgol Bangor		10	1,193	(2)
P&O Maritime Ocean Sciences Ltd	15	62	939	751

Mae trafodion eraill gyda phartïon cysylltiedig sy'n ymwneud ag aelodau o Gyngor y Brifysgol yn cael eu datgelu o dan Nodyn 7.

Nodiadau i'r Datganiadau Ariannol

Y flwyddyn yn diwedd 31 Gorffennaf 2018

30 Offerynnau Ariannol		2018		2017	
	Nodyn	Cyfunol £'000	Prifysgol £'000	Cyfunol £'000	Prifysgol £'000
Asedau Ariannol					
Asedau ariannol a fesurir ar gost:					
Arian parod a chywerthoedd arian parod	23	32,448	32,225	31,045	30,556
Asedau ariannol a fesurir ar werth teg:					
Buddsoddiadau anghyfredol	14	6,021	6,021	6,196	6,196
Asedau ariannol a fesurir ar gost llai amhariad:					
Buddsoddiadau anghyfredol	14	83	213	83	213
Symiau derbyniadwy masnach	17	10,333	9,522	9,300	8,493
Symiau derbyniadwy eraill	17	10,102	14,018	10,586	14,291
		<u>58,987</u>	<u>61,999</u>	<u>57,210</u>	<u>59,749</u>
Rhwymedigaethau ariannol					
Rhwymedigaethau ariannol a fesurir ar gost:					
Masnach a symiau taladwy eraill	18/19	32,722	31,534	40,816	39,445
Rhwymedigaethau ariannol a fesurir ar gost wedi'i amorteiddio:					
Benthyciadau	18/19	45,167	42,676	48,321	45,347
Trefniadau consesiynau gwasanaeth	18/19	66,128	66,128	67,408	67,408
Prydlesi cyllid	18/19	84	84	155	155
		<u>144,101</u>	<u>140,422</u>	<u>156,700</u>	<u>152,355</u>

Caiff yr incwm a'r gwariant mewn perthynas â'r offerynnau ariannol ei grynhoi isod:

		£'000	£'000	£'000	£'000
Cyfanswm incwm buddsoddiadau ar gyfer asedau ariannol ar gost	5	139	277	155	215
Cyfanswm incwm buddsoddiadau ar gyfer asedau ariannol ar werth teg	5	160	160	129	129
Cyfanswm gwariant llog ar gyfer rhwymedigaethau ariannol ar gost wedi'i amorteiddio	8	5,443	5,413	5,401	5,180

Mae'r Brifysgol yn ymrwmo i drafodion sy'n bennaf yn rhai nad ydynt yn gymhleth neu yn rhai tymor byr gan arwain at offerynnau ariannol sylfaenol. O'r herwydd, ystyrir gan y Brifysgol bod y risg sy'n gysylltiedig â'r asedau a'r rhwymedigaethau a amlinellir uchod yn gymharol isel. Mae'r asedau ariannol a fesurir ar gost yn bennaf ar ffurf arian parod neu gywerthoedd arian parod a ddelir ar adnau gan sefydliadau ariannol. Mae asedau ariannol a fesurir ar werth y farchnad yn agored i'r risg o newidiadau ym mhrisiau'r farchnad. Rheolir y rhain yn weithredol gan reolwyr cronfeydd proffesiynol yn unol â strategaeth fuddsoddi a bennir gan y Brifysgol.

I gael rhagor o fanylion y telerau a'r amodau sy'n gysylltiedig â benthyciadau, cyfeiriwch at Nodyn 19.

31 Bwrsariaethau

Y Brifysgol yw'r asiant talu ar ran y Gwasanaeth Iechyd Gwladol a Llywodraeth Cymru o ran bwrsariaethau a threuliau sydd ar gael i fyfyrwyr yn astudio cyrsiau nyrsio a hyfforddi athrawon. Y symiau a dalwyd yw:

	2017/18 £'000	2016/17 £'000
Nyrsio	4,263	3,682
Hyfforddi Athrawon	328	287
	<u>4,591</u>	<u>3,969</u>

Nid yw'r bwrsariaethau ac all-daliadau cysylltiedig wedi eu cynnwys yn y Datganiad Incwm Cynhwysfawr.



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Financial Statements for the year ended 31 July 2018



PRIFYSGOL
BANGOR
UNIVERSITY

Financial Statements

Year ended 31 July 2018

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Strategic Review

Year ended 31 July 2018

Overview of 2017/18

The year 2017/18 saw Bangor University continue to focus its efforts on remaining attractive to students, in both the academic offering and the student experience, whilst delivering on its wider objectives in areas such as research, civic mission and internationalisation. In financial terms, the results for the year are flattered through the recognition of two major 'windfalls' within Income, that are not sustainable cash items. That said, there has been progress in improving underlying earnings, principally through securing sustainable savings of around £10m per annum. Our reputation as a research-active institution continues to be progressed in many areas with an increasing range of partners, whilst we maintain the highest accolades from our students through the National Student Survey and What Uni awards, alongside the Gold TEF award for teaching excellence in the UK.

Our Mission

A strong, confident institution recognised regionally, nationally and internationally as a centre of excellence for its varied portfolio of teaching and research, and for the unique, multicultural, inclusive experience, it provides for its staff and students.

The University in Context

Bangor University continues to excel at a time when the environment for Higher Education in Wales and the UK is challenging. We are committed to building on recent successes, working with diverse and distinctive communities to deliver "the best we can be", in terms of teaching, scholarship and research, retaining our strong emphasis on a distinctive and valued student contribution and remaining true to our unique bilingual and cultural context.

Sustained improvements in student satisfaction and teaching standards have resulted in the securing of a top 15 position for five consecutive years in the 2014, 2015, 2016, 2017 and 2018 National Student Survey. These are complemented by a number of notable successes in the What Uni Awards in 2018 for our Clubs & Societies, Student Accommodation and Courses & Lecturers.

In Research, the major contribution we make to improving healthcare and wellbeing, bilingualism, and protecting the environment, makes it clear that the research carried out by Bangor University academics is having a positive impact on the economy and the lives of people around the world.

Looking forward to REF 2021, we continue to build on our research strategy, to deliver an environment where the research community can thrive, supporting the existing areas of research strength, nurturing new research areas across all disciplines, and underpinning the research-informed teaching that is

the foundation of our distinctive, high-quality teaching and student experience. We will work with businesses, governments and alumni to ensure that Bangor University maintains relevance to their needs and the needs of emerging markets, ensuring that we maximise our positive net contribution to the local and regional economy.

Approaching 400 students are now studying in the strategically important Bangor College China, a collaboration between Bangor University and The Central South University of Forestry and Technology in Changsha, China. Our teaching input began in the 2015/16 year, and we have recently welcomed over 130 students into the UK to continue their studies in this country ahead of their graduation.

We are continuing to develop an ambitious strategy for our estate, which is backed by funding from the European Investment Bank. We have recently invested in a number of new developments including the £50m Pontio centre that has lecture rooms, social learning spaces, a theatre, cinema, innovation space and a new home for the Students' Union as well as the Marine Centre Wales in Menai Bridge, both opened in 2016. In addition, we are now operating a recently built 600 room student Village, and have redeveloped our sports facilities at Canolfan Brailsford to the highest standards within the sector. Upgrading our teaching, research and accommodation facilities right across the campus, including those within the main historic University building, will ensure that future generations of students benefit from excellent academic facilities and a world-class student experience.

The University remains committed to the formation of beneficial strategic relationships in the region. In particular, the further strengthening of the relationship with the Betsi Cadwaladr University Health Board as a platform for building increased collaborative strength in health and medical-related research and education.

Strategic Plan 2015 - 2020

The University's strategic plan for the period 2015-2020 sets out a strategic direction for Bangor University as a confident and successful University, which is able to think differently to identify challenges, risks and opportunities for all areas of our business. Work is underway now to refresh this, for the next phase in the University's development. The full strategic plan is available on our website: www.bangor.ac.uk/strategic-plan.

Our Vision

To be a leading University with an international reputation for teaching and research, while fostering the intellectual and personal development of our students and staff, providing a supportive multicultural environment, promoting widening access and

Strategic Review

Year ended 31 July 2018

inclusiveness, and ensuring that our activities result in environmental benefit and social progress within a resilient economy.

An Excellent Education and Student Experience

Through our highly valued emphasis on the Student Voice and by working in partnership with the Students' Union in the operation and delivery of the University's activities, we will continue our emphasis on student satisfaction and on engaging students as partners.

- We shall continue to build toward the goal of universal teaching excellence with the aim of ensuring that all our students leave the University as capable, creative and well-rounded global citizens with an understanding of the challenges and solutions required for a sustainable, resilient world;
- We shall continue to build a high-quality research base of international significance, nurturing existing researchers, supporting leadership and continuing to deliver strategies which ensure a strong foundation across our research disciplines;
- We shall focus on 'putting knowledge to work' by promoting greater overall understanding and awareness of the University. The skills of our students and staff, their expertise and the University's facilities will be available for the benefit of the region. Whilst demonstrating the wider economic benefit and societal impact of our research we also learn from and share the knowledge that exists in our region;
- We shall continue to develop an international University for the region, promoting and exporting Bangor University and the region's capabilities and values with continuing focus on international recruitment through productive partnerships, research and teaching collaboration and international experience;
- We shall strive to strengthen our position as the main provider of Welsh medium higher education in Wales and continue to play our part in realising the Welsh Government's vision of a thriving, living Welsh language;
- We shall continue our emphasis on sustainability, aiming for an international and 'best in class' reputation for our commitment to sustainable development, setting short and long-term targets to integrate all aspects of sustainability into our daily operations;
- We will ensure adaptable, efficient, responsive and effective corporate governance and administration, maximising our financial sustainability; and

- We shall continue to ensure senior-level commitment to our strategic partners in Wales and our collaborations with the Betsi Cadwaladr University Health Board. The University will deliver strong leadership, define clear aspirations and set effective targets in collaboration with senior colleagues in those partner organisations.

The University has a strong tradition of research-informed, student-focused teaching and learning, which is supported by innovative methods of delivery and assessment, a caring ethos, a strong sense of community, and a wealth of extracurricular activities. Our student experience ambitions are driven by a strategy developed with the student body that will enable the University to lead the sector in an approach that is founded on partnership working with students. Our fifth successive ranking in the top 15 Universities in the NSS this year, along with the award of a GOLD rating in the first sector Teaching Excellence Framework (TEF) demonstrates the effectiveness of our focus on the student experience at the heart of what we do.

We remain committed to working with communities in the region who do not traditionally engage with further and/or higher education. The University embraces this broad responsibility and we continue to commit resources to delivering an environment where educational aspirations can thrive.

Enhancing Research Success

We will improve our research performance and deliver an environment where the research community has the best opportunity to thrive at all levels, supporting the existing areas of research strength, which form our "pinnacles of excellence", and nurturing new research areas across all disciplines.

We will devise a thematic framework to build a coherent narrative of the research interests across the institution and to ensure that our research contributes to European, UK and Welsh Government research priorities.

We shall continue to collaborate with key regional partners to develop a common and joint approach to research enhancement, both in research activities and in supporting research.

We will include a strong emphasis on research which has commercial and applied potential to support regional economic and policy priorities, seeking to deliver innovation and expertise to the regional economy and beyond, whilst ensuring a direct research impact on the learning and teaching experiences of our students.

Strategic Review

Year ended 31 July 2018

An International University for the Region

Bangor University has the ambition to be a leading international higher education provider and to give our own students the intercultural expertise demanded in the global economy.

We shall continue to develop our international reputation, to offer high-quality international education, to integrate international students with domestic students, and to provide a relevant modern curriculum that is locally situated but globally applicable. This ambition will be facilitated by building links with partners, as evidenced in the case of Bangor College China, that allow two way physical exchanges of staff as well as students, leading to a broadening of individual experiences and cultural integration. The recently launched Bangor University International College, a partnership with OIEG based in Bangor, has successfully attracted significant numbers of international students looking to further their studies in UK Higher Education.

Welsh Language, Culture and Civic Engagement

Since its inception in 1884, the University has a tradition of integral links with its local community. Our identity is inextricably associated with our location and we play a leading role in the Welsh culture and economy and in fostering the Welsh language. We are the leading provider of higher education through the medium of Welsh, in terms of volume, breadth of courses and expertise, and we are the sector's standard-bearer for Welsh Language services and support.

More credits are studied through the medium of Welsh at Bangor than any other Welsh university. It is now possible to study elements of every academic subject on offer at Bangor in Welsh – from single modules to full degree programmes. Indeed, of all students in Wales studying 40 or more credits through the medium of Welsh, 34% are doing so at Bangor University.

Not only is there a general increase in uptake of Welsh-medium provision across the University, significant increases have been seen in subject areas where the provision is still relatively new, such as Psychology, Sports Science and Healthcare Sciences. In addition, 70% of all Bangor University staff have Welsh language skills.

Finally, in respect of civic engagement, it has been a very exciting year and the now established Pontio building is providing an artistic programme of the highest quality that is innovative, ambitious and one that resonates with and is relevant to our communities and audiences.

Strategic Enablers

People are our key resource and the University is committed to a fair and inclusive environment for staff, making us an employer of choice by supporting staff to reach their full potential and valuing the contribution of all equally.

Our financial strategy strikes a balance between generating earnings and enabling significant infrastructure investment. A transformational programme of building and refurbishment is underway that will ensure that all our buildings are of a high quality and that we enhance the infrastructure for teaching and research. Execution of this programme is contingent upon continued funding for the sector being made available by the Welsh Government from the Higher Education budget, which is acknowledged to be under pressure from the impact of the Fee Grants policy still in place for the majority of Welsh students. Recent moves in implementing the Diamond Report recommendations in this area, will hopefully provide a basis for sustainable future budget settlements for the Welsh HE sector.

In order to adapt successfully to the rapidly changing HE environment we will have a coherent strategy, be speedy in our decision-making, and cultivate innovation. We are committed to delivering continual improvement in governance and management arrangements.

Our marketing focus will be local, national and international, and we will build an increasing level of trust that will enhance our reputation and make Bangor the University of choice for a wide range of people.

We aim to become, in all aspects, 'the Sustainable University'. Our ambition embraces not only the infrastructure and operation of University sites, but also how the University plans for growth as well as our role for Wales and beyond.

Student Recruitment

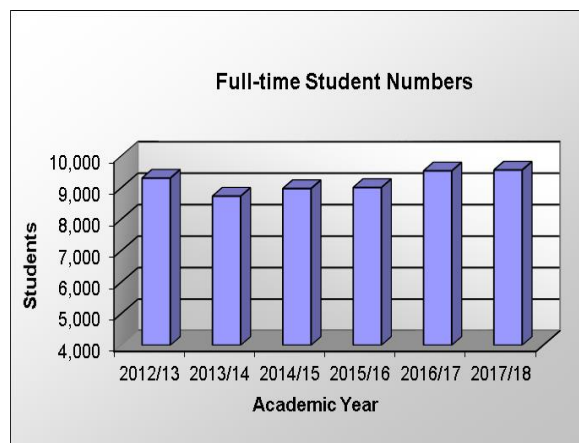
Student recruitment remains reasonably stable; however, it has become very clear that competition is intensifying between institutions in all areas of recruitment. Overall home/EU and international recruitment was broadly on target in 2017/18, but we are keeping expectations on future recruitment to Bangor University under close review, supported by renewed marketing efforts.

Funding for teaching and the fees paid by undergraduate students has changed from September 2018, with a loan based system now in place for Welsh and English undergraduates, whilst all Welsh undergraduates also benefit from a means tested Maintenance Grant of a minimum of £1,000 up to a maximum of just over £10,000.

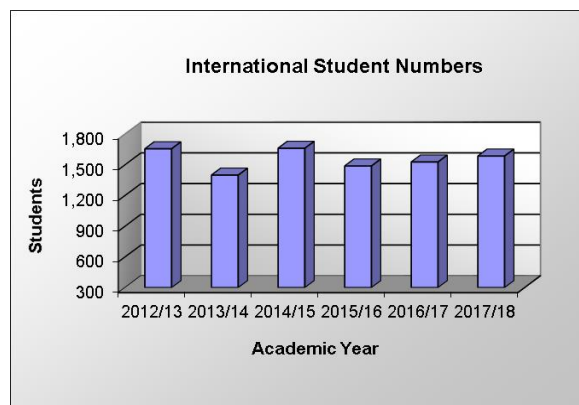
Strategic Review

Year ended 31 July 2018

In response to this new market place, student mobility across borders has increased and all UK institutions have increased their marketing and conversion activity. We will invest in a new marketing strategy and will continue to develop traditional and contemporary programmes in areas for which there is student or employer demand, both locally and globally, to ensure that Bangor University remains competitive in the new market.



A fee plan has been agreed by HEFCW including a fee of £9,000 for Home Undergraduate and PGCE students for the years through to 2019/20. The fee plan includes an increasing number of investments to support widening access, the student experience, Welsh medium and employability, including providing free access to all sports clubs, societies and volunteering activities in the Students' Union, and enhanced library and sporting provision. These investments equate to around £1,500 per student and will ensure continuous improvement in the student experience. The 88% overall satisfaction recorded in the 2018 National Student Survey maintains recent achievements and places us 8th in the 120+ non-specialist Institutions in the UK.



Boosting numbers of postgraduate and international students is also important and we will ensure our offering of courses is both sustainable and attractive, building on developments such as Pontio, and

strengthening the brand of the University at home and overseas. The development of closer links with a number of international partners, as well as the continued development of the Bangor College China, are key steps in the development of a continued flow of students to the UK as well as widening the footprint of our teaching and student base.

Capital Developments

A transformational programme of building and refurbishment will continue in the coming years to ensure that all our buildings are of a high quality, that we enhance the infrastructure for teaching and research and achieve a sustainable estate.

The next major phase of work under development will address the science-based research and teaching facilities currently situated in Deniol Road and Dean Street; these will receive significant strategic investment and will complement progress over recent years in enhancing other teaching and social learning space in the University. Early works, covering the demolition of redundant buildings on the Deniol Road site have taken place, thus creating decant and expansion space for future development that provides not only teaching facilities but supports the engagement with, and support to, all levels of local business and enterprise.

Our major investment in 2017/18 has been the completion of the £20m Menai Science Park at Gaerwen on Anglesey, supported by capital grant funding from the Welsh Government and EU structural funds. The project, on a 15-acre site, provides state of the art facilities to start-up and expanding local businesses as well as large corporates, with a focus on those supporting low carbon and related markets. Construction was completed to programme and budget, with the first occupants moving in on St David's Day, 1st March 2018. Since opening, numerous technical, scientific and business event have been successfully hosted whilst occupancy levels have exceeded expectations; the site provides flexible office space and laboratory facilities along with business support services, as well as space for future expansion or complementary developments.

Principal Risks and Uncertainties

The University recognises that there are inherent risks and uncertainties associated with many aspects of its operations. It aims to identify, manage and mitigate those risks wherever possible and promotes a culture of active risk management throughout the University. The institutional risk register is formally reviewed by the Risk Management Task Group and Executive regularly, and reported periodically to the Audit and Risk Committee. This, along with other considerations, informs the internal audit plan for the forthcoming year.

Strategic Review

Year ended 31 July 2018

Among the key risks of particular significance at present for the University are:

- The impact of 'Brexit' on future levels of research funding, grant collaboration and student recruitment/exchanges as well as the future status of staff who are EU nationals;
- Inability to sustain the financial health of the institution, and to maintain liquidity, at a time of significant economic constraints and heightened competition. See also comments under the Going Concern section below;
- Inadequate response to an increasingly competitive market, including our ability to achieve student recruitment forecasts, in light of the reforms to student funding and the increase in marketing investment by competing institutions; and
- The potential impact of a long-term Deficit Recovery Plan associated with the USS Pension Scheme, alongside escalating future annual contribution rates for both USS and the local 'BUPAS' Pension Scheme.

Other risks, which the University actively manages on an ongoing basis, include:

- Ensuring that the University estate is compliant and fit for purpose;
- Ensuring compliance with legislation and regulations e.g. data security, Visa regulations;
- Ensuring continued maintenance of a high-quality student experience; and
- Ensuring bank loan covenants are met.

Financial Position

As noted in the introductory comments, the Operating Results this year are enhanced by the inclusion of two major 'windfall' items of Income that have been recognised in line with the requirements of FRS102. The underlying figures are however, a continuation of previous progress in moving towards a longer term sustainable financial target of generating an Adjusted EBITDA of at least £20m. This progress is primarily attributable to a restructuring exercise that was completed during the year that will improve operational efficiency and effectiveness whilst delivering sustainable savings of c£10m per year.

Operating performance - Year ended 31 July 2018

As previously highlighted, the reported surplus for the year of £27m is unrepresentative of underlying performance. In fact, the approach of simply taking EBITDA (Earnings before interest, tax, depreciation and amortisation) or Net Surplus/Deficit as measures of underlying financial performance have been markedly reduced under FRS102. These measures can be materially influenced by balance sheet date valuation driven data, as well as receipts such as

capital grants that the University would not consider as reflective of recurrent performance. The University has therefore adopted a more relevant measure of financial sustainability, based on adjusting results for the most distorting items of annual movements, in line with a methodology developed for use across the Higher Education (HE) sector. The adopted measure is based on EBITDA, but is then subject to the elimination of the impact of non-recurrent adjustments present in the published figures; this allows a more realistic and meaningful comparison of underlying performance between years, or indeed organisations.

The table below outlines the results arising under the 'HE Adjusted EBITDA' methodology:

	2017/18 £m	2016/17 £m	Change £m
Surplus/(Deficit) pre Tax	19.9	(8.1)	28.0
<i>Add back</i>			
Depreciation	12.5	11.6	0.9
Interest	5.9	6.1	(0.2)
EBITDA	38.3	9.6	28.7
<i>Adjustments</i>			
Investments and disposal of fixed asset gains & JV	(0.3)	(0.7)	0.4
Pension credit	(1.0)	(0.6)	(0.4)
Capital grants	(20.8)	(0.7)	(20.1)
New endowments	(0.2)	(0.1)	(0.1)
Restructuring costs	(1.0)	4.0	(5.0)
Adjusted EBITDA	15.0	11.5	3.5

The 2017/18 HE Adjusted EBITDA of £15.0m represents an outcome over £2m ahead of plan, as well as up £3.9m on last year, once the major items of volatility are removed. This reflects an encouraging movement in the direction of our interim target of £20m, although it is acknowledged that there is substantial work still to be done to get to a position of long-term financial sustainability.

Looking at the c£21.5m income increase between years, both Fee Income and Research Income were up around £3m each on the comparative figures, reflecting sustainable growth in underlying income. This gain was partially offset by the continued reduction in recurrent HEFCW funding, with other income relatively stable overall. A large one-off recognition of £17.3m Capital Grant related to the Menai Science Park is reported this year, creating a very large windfall in the reported income, and given the minimal related cost, the resultant surplus.

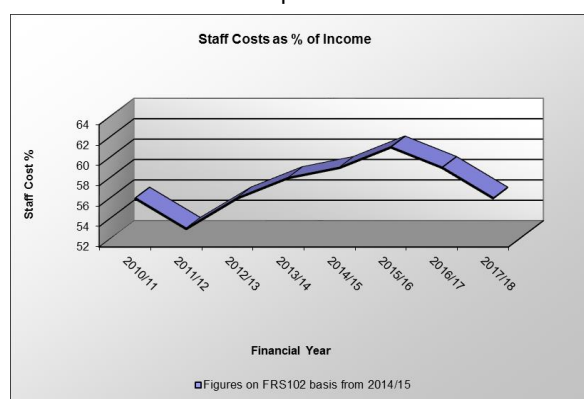
The margin on Research Grants and Contracts was slightly reduced this year from £1.9m to £1.5m reflecting the continued pressures on funders to restrict recovery of relevant costs and institutional overhead and support costs.

In respect of costs, there was a second successive underlying decrease in actual pay costs, resulting from a lower staffing level of 1,685 fte this year

Strategic Review

Year ended 31 July 2018

against 1,812 fte in 2016/17. This 7% drop reflects the outcome of the major organisational redesign project implemented during the year, as provided for in the Restructuring provision made last year-end. The exercise met its objective of reducing the recurrent pay costs in both academic and support areas, and was completed at a lower than estimated cost, leading to a write-back of just over £1m of provision this year. Staff costs also benefitted from a £1.2m reduction in the size of the USS provision, due to revised estimates and market factors. A combination of low pay costs and increased total Income (before capital grants) this year, have brought the staff cost ratio down to a more competitive level of 56%.



Non-pay costs remain tightly controlled whilst depreciation costs went up with the opening of the Menai Science Park and continuing investment in equipment and infrastructure feeding through.

Having seen the moderate positive progress in underlying operating performance, it is pleasing to note that the impact of the local pension scheme year-end valuation has provided a £7m increase in the 'bottom line' surplus this year, thereby also extinguishing the liability on the Balance Sheet. There is in fact an unrecognised surplus of £9.6m associated with the scheme, arising from asset outperformance and highly effective liability management over recent years. This has allowed the University to agree to cease deficit recovery payments after the 2018/19 year, as well as providing a buffer against future volatility in the market value of return seeking assets.

There are relatively few noteworthy issues in relation to the Balance Sheet. Capital expenditure this year has broadly offset the depreciation charge, with minimal movement in non-current assets reflecting a small increase in closing cash balances. Net current assets show a healthy improvement because of the previous capital grant receipts now having been recognised through the SOCI. Repayment of over £3.2m of debt, and a reduction of c£11m of provisions, leave overall net assets at £238m, up from £211m last year. Finally, in relation to cash flow, the operational cash generation this year is marginally up

on last year, despite an appreciable amount being spent on the restructuring programme during the year, which was provided for in the previous financial year.

Pension Schemes

The 2017 Triennial valuation of the 'Bangor University Pension & Assurance Scheme' (BUPAS) was completed based on data at 31 July 2017, with the resultant Valuation Report and a new Schedule of Contributions agreed with the Trustees in July 2018. The figures underlying that valuation have provided the basis for the 31 July 2018 valuation figure included in these accounts. Looking at the historic accounting deficit within BUPAS, as calculated under FRS102, the start of year position was a funding level of around 96%, by the end of the year however, this had risen to 107%. This reflects the continuing above planned returns on growth assets of £7.6m, combined with an actuarial gain of £9.0m driving down the liabilities. On a less positive note, the cost of future accrual of benefits within the scheme have again risen substantially due to market factors. This has led to the University opening discussions about the need for further reform of the benefit structure to allow the scheme to remain affordable and sustainable.

It has been a major concern for both the University and the sector alike that the national scheme for academic and related staff (USS) has faced increasing deficits over recent years. As identified in Note 28A, the funding at March 2018 has however now improved from 77% to 88% on an FRS102 basis. Until the technical provisions and other assumptions for the 2017 Valuation are agreed, it is not possible to put a figure on the final size of the updated scheme deficit or any related repair plan. However, it is unlikely to be a lesser burden than is being currently met by a 2.1% ongoing contribution that forms the basis of the current provision balance of £12.5m.

At the time of writing, a consultation with the 350 USS employers is taking place to establish the extent to which there might be a way forward in resolving the impasse that has arisen with finalising the 2017 Valuation. Unless and until this is finalised, as disclosed in note 28A, there is a material uncertainty regarding the size of the deficit and consequently the provision disclosed in the accounts.

Treasury Policies and Objectives

The University holds funds arising from bequests and other gifts, which are recognised in these accounts as either endowments or donations with or without restrictions. These funds have been invested on a pooled basis and are managed by UBS in line with the University's sustainable investment policy. During the year, the funds performed satisfactorily and generated a return of £159k and an appreciation of £318k in asset values, with the total value of funds invested closing at £6.021m (2016/17 £6.169m).

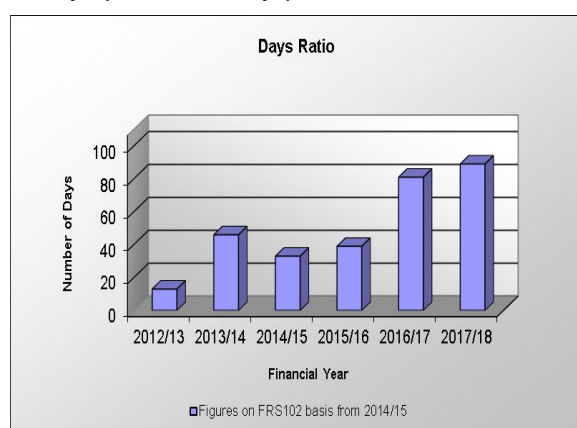
Strategic Review

Year ended 31 July 2018

The University's short term deposits are invested either with our relationship bankers, Santander up to a fixed credit limit, and beyond that managed by the Royal London Asset Management Group who invest the funds in highly rated and short dated pooled funds. Short-term balances increased slightly by £1.403m, to £32.448m at 31 July 2018.

Cash Flow and Liquidity

In line with management expectations the University's cash flow and liquidity position closed in a reasonable position and ahead of the previous year, with Net Current Assets at £16.110m (2016/17 £5.894m) and a Days Net Liquid Assets to Total Expenditure ratio of 89 days (2016/17 74 days).



The end of year liquidity position represents a 'normal' level for this time of year, and is supplemented by the existence of a Revolving Credit Facility with Santander that was renewed during 2017/18 to support volatility of in-year cash flows, attributable largely to the profile of income received from the Student Loan Company.

Capital Funding

Expenditure of £14.257m was incurred on capital projects in 2017/18 (2016/17 £12.759m) and was financed partially through capital grants. This investment represents the final phase of the construction of the Menai Science Park, opened in March 2018, along with a number of other smaller projects across the estate including the acquisition of the Freehold of Fron Heulog in Bangor. Work was also undertaken in preparation for the next phase of the Science site development on Deiniol Road, where substantive work is expected to commence shortly as our capital investment programme resumes.

Going Concern

As highlighted in foregoing paragraphs, operating performance in the year under review has been up on that of 2016/17 and the key measure of Adjusted EBITDA is above the level planned. Although liquidity has also been fully maintained, the level of own funded capital investment has been below the level required to maintain and improve our asset base. It is

therefore self-evident that future financial performance needs to improve to secure the long-term financial sustainability of the University as well as providing a buffer against banking covenants, some of which are under active review with lenders at the time of writing.

Taking account of these caveats, alongside a modest but unexpected shortfall in the September 2018 student intake, Council has mandated that further steps be taken to secure savings and flexibility in the University cost base. At the same time, a review of the breadth of future course provision has also been mapped onto future trends in both home and International markets, with a view to determining realistic future income assumptions. This assessment also reflects what is considered to be a realistic assessment of the political risk attached to future funding of HE in Wales.

The conclusion of this work has been modelled over the next four years and Council are confident it will deliver an outcome that supports the adoption of the 'going concern' assumption.

David W Williams MBE DL
Treasurer

Public Benefit Statement

Year ended 31 July 2018

Bangor University is a Registered Charity (number 1141565) in accordance with the terms of the Charities Act 2011. In setting and reviewing the University's objectives and activities, the University has due regard to the Charity Commission's guidance on the reporting of public benefit and particularly its supplementary public benefit guidance on the advancement of education.

Bangor University is a strong, confident institution recognised regionally, nationally and internationally as a centre of excellence for its varied portfolio of teaching and research, and for the unique, multicultural, inclusive experience it provides for its staff and students. The University was founded as a direct result of a campaign from the communities of North Wales for higher education provision in the region. Established with significant local support, both financially and otherwise, the University continues to take pride in our role as a member of the community and our bilingual heritage.

An Excellent Education and Student Experience

The University provides higher education for over 11,000 students in a wide range of disciplines in the arts and humanities, social sciences, natural sciences, physical sciences, health and education.

The University admits students who can demonstrate their ability to benefit from higher education – regardless of their financial, social, religious or ethnic background. We safeguard fair access and increased retention through the provision of bursaries, scholarships and hardship schemes and targeted financial support for care leavers and the homeless.

The University works with schools to raise educational aspirations and awareness of under-represented groups; by identifying individuals with potential, and developing skills to prepare students for Higher Education.

Extra-curricular and volunteering activities develop individuals, enhance their employability, and promote engagement with the community. The University provides access to all sports clubs, societies and volunteering activities free at the point of delivery, regardless of the student's ability to pay.

In the field of teaching and learning, the University provides a curriculum that is attractive and fit for purpose with academic programmes of high quality, excellent teaching facilities and a wide range of support services (including academic, financial, pastoral, spiritual and careers advice). Our programmes reflect our commitment to ensuring our students are global citizens.

Enhancing Research Success

Research at Bangor University is having a major impact on the economy and the lives of people around the world. Our research is disseminated through the publication of papers and books, through lectures and conference presentations.

Opportunities for postgraduate study and research (including the provision of studentships) are available in every academic school.

The University also provides services to industry and commerce, through enterprise support (for example Knowledge Transfer Partnerships – of which there have been nearly 100 – with various businesses in North Wales and beyond), assistance with new product development, the promotion and support of spin-out companies, the commercialisation of ideas and the exploitation of intellectual property.

An International University for the Region

Bangor University is listed among the 200 most international universities globally and the most international university in Wales. The University provides a thriving international community and welcomes staff and students from over 100 countries worldwide, providing a unique Bangor experience for international students. The University works with partners across the world, including the recent establishment of Bangor College China.

Employability and global citizenship are strengthened by the University's internationalisation of the curriculum and promotion and support for outward mobility, allowing all students to experience time abroad as part of their academic programme.

Welsh Language, Culture & Civic Engagement

The University is leading the field for Welsh-medium higher education provision. The University actively encourages Welsh-medium students to undertake their courses through the medium of Welsh and promotes the use of Welsh in the workplace.

There is an extensive Library, the Archive department of which has the status of a 'Place of Deposit for Public Records'. The Library holdings and collections are shared with external members of the public through schemes such as 'Linc y Gogledd' which make University Library resources available in local public libraries in North Wales.

The University also promotes cultural development through its Public Lecture programme, a programme of music and drama, a Museum and Art Gallery, together with a major art collection, and unique collections including ceramics, musical instruments, and natural history specimens.

Pontio, a major £50m Arts and Innovation Centre, encompassing a theatre, studio theatre, cinema, large lecture facilities and innovation hub, outdoor performance area, as well as public cafes, foyers and bars has recently been completed. This makes an immense contribution to cultural, economic and social development. The university also provides high-quality sporting facilities and classes for the local community.

The University estate contains nearly 150 buildings, including 14 listed buildings (one of which is a grade 1 listed building of historical significance).

Public Benefit Statement

Year ended 31 July 2018

In this financial year community benefits were delivered on three contracts. A number of social value projects were delivered through the M-Sparc project; as part of a contract to demolish the W Charles Evans & Memorial buildings; and through the measured term contract for Electrical and Mechanical Services.

The University employs approximately 2,000 members of staff, and is therefore one of the largest employers in North Wales.

Commitment to Sustainability and the Environment

The University is committed to sustainability not only in the context of our rich, natural environment, but also in terms of social cohesion, financial stability, and resource efficiency. Sustainability is one of our strategic enablers and we contribute to the Welsh Government's well-being of future generations' goals and the UN Sustainable Development goals.

Bangor's commitment to sustainability is reflected in its environmental policy, which states that *"We will not only seek to protect our natural environment, but also actively pursue opportunities to enhance it, promote a culture of environmental stewardship amongst our staff and students and work towards the goals of sustainable development."* In the year of reporting, Waste Management was a focus for the Sustainability Lab and the Campus Environmental Performance team (CEPT). Student training sessions, presentations, workshops are delivered throughout the year and the first ever Waste Awareness Week held in October 2017. The percentage of waste diverted from landfill increased to 66% and carbon emissions associated with waste decreased by 33% compared to the previous reporting year. The team worked with many collaborators internally and externally with Cyngor Gwynedd, CIWM and British Heart Foundation.

Biodiversity is another focus. Habitats within our grounds hold educational, social, cultural, recreational and environmental value for students, staff and the wider community. The new Biodiversity Action Plan seeks to promote biodiversity in all campus habitats and integrate biodiversity into our operations as we conduct our business. Outreach through the Treborth Botanic Garden continues.

Commitment to Sustainability through our Investment Policy

The University, through a sub-committee of the Finance and Resources Committee, has this year approved the issue of a new Sustainable Investment Policy applicable to the Endowment funds that are managed on its behalf by UBS. The policy ensures that the University optimises its investment returns without compromising our commitment to sustainability and well-being of current and future generations. This involves positive and negative screening of all companies for compliance with ethical and socially responsible standards, including the

avoidance of activities that are harmful to the environment or well-being of their workforce. There are also specific exclusions for areas such as weapons, alcohol, gambling, tobacco etc. A copy of the Policy can be found at www.bangor.ac.uk/finance/pl/documents/SIPBU-Eng.

Corporate Governance Statement

Year ended 31 July 2018

The University is committed to exhibiting best practice in all aspects of corporate governance.

The University is an independent corporation, whose legal status derives from a Royal Charter originally granted in 1885. It was registered as a charity (number 1141565) in 2011. Its objects, powers and framework of governance are set out in the Charter and its supporting Statutes, to which amendments are approved by the Privy Council from time to time.

The Charter and Statutes require the University to have three separate bodies, each with clearly defined functions and responsibilities, to oversee and manage its activities, as follows:

The Council is the governing body, responsible for the finance, property, investments and general business of the University, and for setting the general strategic direction of the institution.

The Council endeavours to conduct its business in accordance with the seven principles identified by the Committee on Standards in Public Life (selflessness, integrity, objectivity, accountability, openness, honesty and leadership).

The Council has taken note of the Code of Practice on governance as set out in the Committee of University Chairs (CUC) Higher Education Code of Governance (December 2014), and, following a recent audit, is of the view that it is compliant with the Code.

The Council applies an approach of continuous improvements to governance and regularly undertakes a review of governance effectiveness. A formal governance effectiveness review is underway and will be completed in 2018/19.

The matters specially reserved to the Council for decision are set out in the Statutes of the University, by custom and under the Memorandum of Assurance and Accountability with the Higher Education Funding Council for Wales.

The roles of Chancellor, Chair of Council, Pro-Chancellor and Treasurer are separated from the role of the University's Chief Executive, the Vice-Chancellor. The Council has a majority of members from outside the University (described as lay members), from whom its Chair must be drawn. Also included in its members are representatives of the staff of the University and the student body.

The University is committed to promoting equality and diversity and all vacancies for lay members are advertised externally with applications particularly welcome from under-represented groups. Applications are considered by the Nominations and Governance Committee and matched against the current skills matrix. None of the lay members receive any payment, apart from the reimbursement of expenses, for the work

which they do for the University. All appointed members of the Council serve for a period of 4 years, but may be reappointed for a maximum period of 8 years.

The Senate is the academic authority of the University and draws its membership entirely from the academic staff and the students of the institution. The membership of the Senate has been reviewed and extended in the past year.

The Court is a large, mainly formal body (somewhat akin to the shareholders' meeting of a large public company). It offers a means whereby the wider interests served by the University can be associated with the institution, and provides a public forum where members of Court can raise any matters about the University. The Court normally meets once a year to receive the Annual Report and Accounts of the University. In addition, major changes to the Charter or Statutes of the University require the approval of the Court before they can be submitted to the Privy Council.

A majority of the members of the Court are drawn from outside the University, representing the North Wales community and other designated bodies with an interest in the work of the University, but the membership also includes representatives of the staff of the University (both academic and non-academic) and the student body.

The Council met on five occasions during 2017-18 but much of its detailed work is handled initially by standing committees of the Council. All Committees are formally constituted with terms of reference and membership which includes lay members of Council.

The **Finance and Resources Committee** meets at least four times a year and is responsible for monitoring the work of management in all aspects relating to the physical and financial resources of the University.

The **Nominations and Governance Committee** considers nominations for specific vacancies in the Council membership under the relevant Statute, and other governance issues. Certain lay members are appointed by external bodies.

The **Remuneration Committee** determines the remuneration of the most senior staff, including the Vice-Chancellor. The University Council has adopted the principles of the CUC Remuneration Code. The terms of reference and membership of the Remuneration Committee are currently under review in order to capture the Code within a revised set of Terms of Reference.

The **Audit and Risk Committee**, which meets quarterly, comprises three lay Council members and two co-opted external members. The University's internal and external auditors attend all meetings. The Committee considers reports and

Corporate Governance Statement

Year ended 31 July 2018

recommendations for the improvement of the University's systems of internal control, together with management's responses and implementation plans. Whilst senior executives attend meetings of the Audit & Risk Committee as necessary, they are not members of the Committee, and the Committee meets regularly (before each Committee meeting) with the internal and external auditors on their own for independent discussions. The Committee advises the Council on the appointment and remuneration of the internal and external auditors.

In accordance with the University's Risk Management Policy, the Risk Management Task Group has formal processes in place for evaluating and managing significant risks facing the institution. It receives reports setting out key performance and risk indicators and considers possible control issues brought to their attention by early warning mechanisms which are embedded within the operational units and reinforced by risk awareness training. The emphasis is on obtaining the relevant degree of assurance and not merely reporting by exception. The Audit & Risk Committee considers documentation from the Risk Management Task Group and internal audit, and takes account of events since the previous year end. It reports on Risk Management to the Council.

Day-to-day management of the University is undertaken by an **Executive**, consisting of the Vice-Chancellor, the Pro-Vice-Chancellors, Deans of College, the Director of Finance, the University Secretary, and Heads of specified Central Services.

Members of the group have executive authority over their respective portfolios. The Executive generally meets fortnightly and is assisted in its work by Task Groups which it has established to consider particular themes. It is accountable to the Council.

The principal academic and administrative officer of the University is the Vice-Chancellor, who has a general responsibility to the Council for maintaining and promoting the efficiency and good order of the University. Under the terms of the formal Memorandum of Assurance and Accountability between the University and the Higher Education Funding Council for Wales, the Vice-Chancellor is the designated officer of the University and in that capacity can be summoned to appear before the Public Accounts Committee of the National Assembly for Wales.

Risk and Internal Control

The University's Council is responsible for the University's system of internal control that supports the achievement of the University's aims and objectives, whilst safeguarding public and other funds.

The systems of internal control is designed to manage, rather than eliminate, significant risks which threaten the University's business objectives; it can

therefore only provide reasonable, but not absolute, assurance against material misstatement or loss.

The Council receives an annual report of the work undertaken by the internal auditor from the Audit & Risk Committee, which provides an assurance on the effectiveness of the University's system of internal control, risk management and governance processes.

For the year ended 31 July 2018 the report expresses a satisfactory opinion that sufficient internal audit work has been undertaken to draw reasonable conclusion that, subject as in previous years to the implementation of certain audit recommendations, the University has adequate and effective risk management, control and governance processes to manage the achievement of the University's objectives.

The Council is of the view that there is a satisfactory process for identifying, evaluating and managing the University's significant risks, that it has been in place for the year ended 31 July 2018 and up to the date of approval of the Annual Report and Accounts, that it is regularly reviewed by the Audit & Risk Committee on behalf of the Council.

The key elements of the University's system of internal financial control, which is designed to discharge the responsibilities set out above, include the following:

- clear definitions of the responsibilities of, and the authority delegated to, heads of academic and administrative departments;
- a comprehensive medium and short-term planning process, supplemented by detailed annual income, expenditure and capital budgets;
- regular reviews of academic performance and quarterly reviews of financial results involving variance reporting and updates of forecast outturns;
- clearly defined and formalised requirements for approval and control of expenditure, with investment decisions involving capital or revenue expenditure being subject to formal detailed appraisal and review according to approval levels set by the Council;
- comprehensive Financial Regulations, detailing financial controls and procedures, approved by the Audit & Risk Committee and the Resources Committee;
- a professional outsourced Internal Audit function whose annual programme is approved by the Audit & Risk Committee.

Statement of Council Responsibilities in respect of the Consolidated Financial Statements

Year ended 31 July 2018

The Council are responsible for preparing the consolidated financial statements in accordance with the requirements of the Higher Education Funding Council for Wales's Memorandum of Assurance and Accountability issued by HEFCW and applicable law and regulations.

They are required to prepare group and parent University financial statements in accordance with UK accounting standards and applicable law (UK Generally Accepted Accounting Practice), including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. The Memorandum of Assurance and Accountability further requires the financial statements to be prepared in accordance with the 2015 Statement of Recommended Practice – Accounting for Further and Higher Education, in accordance with the requirements of HEFCW's Accounts Direction to higher education institutions. The Council are required to prepare financial statements which give a true and fair view of the state of affairs of the group and parent University and of their income and expenditure, gains and losses and changes in reserves for that period.

In preparing each of the group and parent University financial statements, the Council are required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- assess the group and parent University's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and
- use the going concern basis of accounting unless they either intend to liquidate the group or the parent University or to cease operations, or have no realistic alternative but to do so.

The Council are responsible for keeping adequate accounting records that are sufficient to show and explain the parent University's transactions and disclose with reasonable accuracy at any time the financial position of the parent University and enable them to ensure that its financial statements comply with relevant legislation and other relevant accounting standards. They are responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error, and have general responsibility for taking such steps as are reasonably open to them to safeguard the

assets of the group and to prevent and detect fraud and other irregularities.

The Council are also responsible under the Memorandum of Assurance and Accountability for:

- ensuring that funds from HEFCW and other funding bodies are used only for the purposes for which they have been given and in accordance with the Memorandum of Assurance and Accountability and any other conditions which HEFCW may from time to time prescribe;
- ensuring that there are appropriate financial and management controls in place to safeguard public funds and funds from other sources; and
- securing the economical, efficient and effective management of the university's resources and expenditure.

The Council are responsible for the maintenance and integrity of the corporate and financial information included on the University's website. Legislation in the UK governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Independent Auditor's Report to the Council of Bangor University

Year ended 31 July 2018

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Opinion

We have audited the financial statements of Bangor University ("the University") for the year ended 31 July 2018 which comprise the Consolidated and University Statement of Comprehensive Income and Expenditure, Consolidated and University Statement of Changes in Reserves, Consolidated and University Balance Sheet, Consolidated Statement of Cash Flows and related notes, including the Statement of Accounting Policies.

In our opinion the financial statements:

- give a true and fair view of the state of the Group's and the University's affairs as at 31 July 2018, and of the Group's and the University's income and expenditure, gains and losses and changes in reserves, and of the Group's cash flows, for the year then ended;
- have been properly prepared in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*, and with the 2015 *Statement of Recommended Practice – Accounting for Further and Higher Education*;
- meet the requirements of HEFCW's Accounts Direction to higher education institutions for 2017-18 issued on 24 July 2018; and
- have been properly prepared in accordance with the requirements of the Charities Act 2011.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the group in accordance with, UK ethical requirements including the FRC Ethical Standard. We believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects.

Other information

The Council is responsible for the other information, which comprises the Strategic Review and the Public Benefit, Corporate Governance and Responsibilities

of Council Statements. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work, we have not identified material misstatements in the other information.

Council responsibilities

As explained more fully in their statement set out on page 13, the Council (who are also trustees for the purposes of charity law) is responsible for: the preparation of the financial statements and for being satisfied that they give a true and fair view; such internal control as it determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the group and parent University's ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless it either intends to liquidate the group or the parent University or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities

We have been appointed as auditor under section 144 of the Charities Act 2011 (or its predecessors) and report in accordance with regulations made under section 154 of that Act.

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at:
www.frc.org.uk/auditorsresponsibilities.

Independent Auditor's Report to the Council of Bangor University

Year ended 31 July 2018

REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS

We are required to report on the following matters under the HEFCW Audit Code of Practice (effective 1 August 2016) issued under the Further and Higher Education Act 1992.

In our opinion, in all material respects:

- funds from whatever source administered by the Group or the University for specific purposes have been properly applied to those purposes and managed in accordance with relevant legislation; and
- funds provided by HEFCW have been applied in accordance with the Memorandum of Assurance and Accountability and any other terms and conditions attached to them.

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Council, in accordance with Article 12(ii) of the Charters and Statutes of the University and section 124B of the Education Reform Act 1988 and in accordance with section 144 of the Charities Act 2011 (or its predecessors) and regulations made under section 154 of that Act. Our audit work has been undertaken so that we might state to the Council 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 University and Council for our audit work, for this report, or for the opinions we have formed.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where the Charities Act 2011 requires us to report to you if, in our opinion:

- the information given in the Strategic Review is inconsistent in any material respect with the financial statements; or
- the University has not kept sufficient accounting records; or
- the financial statements are not in agreement with the accounting records; or
- we have not received all the information and explanations we require for our audit.

Michael Rowley
for and on behalf of
KPMG LLP, Statutory Auditor
Chartered Accountants

One Snowhill
Queensway
Birmingham
B4 6GH

Date:

KPMG LLP is eligible to act as an auditor in terms of section 1212 of the Companies Act 2006

The maintenance and integrity of the Bangor University website is the responsibility of the Council; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Consolidated Statement of Comprehensive Income and Expenditure

Year ended 31 July 2018

		2017/18		2016/17	
	Notes	Consolidated £'000	University £'000	Consolidated £'000	University £'000
Income					
Tuition fees and education contracts	1	85,099	85,099	82,466	82,466
Funding body grants	2	28,415	28,415	12,395	12,395
Research grants and contracts	3	21,130	21,130	18,286	18,286
Other income	4	29,427	26,538	29,564	26,665
Investment income	5	299	437	284	344
Endowments and donations	6	507	507	385	385
Total income		164,877	162,126	143,380	140,541
Expenditure					
Staff costs	7	80,305	78,584	83,955	82,317
Restructuring costs / (not utilised)	9	(1,014)	(1,014)	3,968	3,968
Other operating expenses		47,657	46,951	46,507	45,824
Depreciation	11	12,544	12,119	11,651	11,228
Interest and other finance costs	8	5,861	5,831	6,063	5,842
Total expenditure	9	145,353	142,471	152,144	149,179
Surplus/(Deficit) before other gains/(losses) and share of operating surplus of joint venture		19,524	19,655	(8,764)	(8,638)
Gain on disposal of fixed assets		0	0	249	249
Gain on investments		318	318	361	361
Share of operating surplus in joint venture	15	25	0	48	0
Surplus/(Deficit) before tax		19,867	19,973	(8,106)	(8,028)
Taxation	10	0	0	0	0
Surplus/(Deficit) for the year		19,867	19,973	(8,106)	(8,028)
Actuarial gain in respect of pension schemes	28	0	0	5,098	5,098
Pension Provision movement	28	6,985	6,985	0	0
Total comprehensive income/(expenditure) for the year		26,852	26,958	(3,008)	(2,930)
Represented by:					
Endowment comprehensive income for the year		494	494	408	408
Restricted comprehensive income for the year		45	45	(215)	(215)
Unrestricted comprehensive income for the year		26,313	26,419	(3,201)	(3,123)
		26,852	26,958	(3,008)	(2,930)
Surplus/(Deficit) for the year attributable to:					
Non-controlling interest		25	0	48	0
University		19,842	19,973	(8,154)	(8,028)
Total Comprehensive income/(expenditure) for the year attributable to:					
Non-controlling interest		25	0	48	0
University		26,827	26,958	(3,056)	(2,930)

All items of total comprehensive income and expenditure relate to continuing activities.

The Statement of Accounting Policies and Notes on pages 20 to 43 form part of the financial statements.

Consolidated and University Statement of Changes in Reserves

As at 31 July 2018

Consolidated	Income and expenditure account			Total £'000
	Endowment £'000	Restricted £'000	Unrestricted £'000	
At 1 August 2016	6,338	703	206,846	213,887
Surplus/(deficit) from the income and expenditure statement	538	230	(8,874)	(8,106)
Other comprehensive income	0	0	5,098	5,098
Release of restricted funds spent in year	(130)	(207)	337	0
Transfer between reserves	0	(238)	238	0
Total comprehensive income for the year	408	(215)	(3,201)	(3,008)
At 1 August 2017	6,746	488	203,645	210,879
Surplus from the income and expenditure statement	644	212	19,011	19,867
Other comprehensive income	0	0	6,985	6,985
Release of restricted funds spent in year	(150)	(167)	317	0
Transfer between reserves	0	0	0	0
Total comprehensive income for the year	494	45	26,313	26,852
At 31 July 2018	7,240	533	229,958	237,731

University	Income and expenditure account			Total £'000
	Endowment £'000	Restricted £'000	Unrestricted £'000	
At 1 August 2016	6,338	703	206,803	213,844
Surplus from the income and expenditure statement	538	230	(8,796)	(8,028)
Other comprehensive income	0	0	5,098	5,098
Release of restricted funds spent in year	(130)	(207)	337	0
Transfer between reserves	0	(238)	238	0
Total comprehensive income for the year	408	(215)	(3,123)	(2,930)
At 1 August 2017	6,746	488	203,680	210,914
Surplus/(deficit) from the income and expenditure statement	644	212	19,117	19,973
Other comprehensive income	0	0	6,985	6,985
Release of restricted funds spent in year	(150)	(167)	317	0
Transfer between reserves	0	0	0	0
Total comprehensive income for the year	494	45	26,419	26,958
At 31 July 2018	7,240	533	230,099	237,872

The Statement of Accounting Policies and Notes on pages 20 to 43 form part of the financial statements.

Consolidated and University Balance Sheets

As at 31 July 2018

		2018		2017	
		Consolidated	University	Consolidated	University
	Notes	£'000	£'000	£'000	£'000
Non-current assets					
Fixed assets	11	335,133	328,758	333,420	326,642
Investments	14	6,184	6,234	6,279	6,409
Investment in joint venture	15	74	0	49	0
		<u>341,391</u>	<u>334,992</u>	<u>339,748</u>	<u>333,051</u>
Current assets					
Stock	16	91	70	98	76
Trade and other receivables	17	20,435	23,540	19,886	22,784
Cash and cash equivalents	23	32,448	32,225	31,045	30,556
		<u>52,974</u>	<u>55,835</u>	<u>51,029</u>	<u>53,416</u>
Less: Creditors: amounts falling due within one year	18	(36,706)	(35,216)	(45,025)	(43,282)
		<u>16,268</u>	<u>20,619</u>	<u>6,004</u>	<u>10,134</u>
Net current assets					
		<u>16,268</u>	<u>20,619</u>	<u>6,004</u>	<u>10,134</u>
Total assets less current liabilities		<u>357,659</u>	<u>355,611</u>	<u>345,752</u>	<u>343,185</u>
Creditors: amounts falling due after more than one year	19	(107,395)	(105,206)	(111,675)	(109,073)
Provisions					
Pension provisions	20	(12,533)	(12,533)	(20,098)	(20,098)
Other provisions	20	0	0	(3,100)	(3,100)
		<u>237,731</u>	<u>237,872</u>	<u>210,879</u>	<u>210,914</u>
Total net assets					
Restricted Reserves					
Income and expenditure reserve - endowment reserve	21	7,240	7,240	6,746	6,746
Income and expenditure reserve - restricted reserve	22	533	533	488	488
Unrestricted Reserves					
Income and expenditure reserve - unrestricted		229,958	230,099	203,645	203,680
		<u>237,731</u>	<u>237,872</u>	<u>210,879</u>	<u>210,914</u>
Total Reserves					
		<u>237,731</u>	<u>237,872</u>	<u>210,879</u>	<u>210,914</u>

The Statement of Accounting Policies and Notes on pages 20 to 43 form part of the financial statements.

The financial statements were approved by the Council on 30 November 2018 and were signed on its behalf by:

J Hughes, Vice-Chancellor

D W Williams, Treasurer

M Davies, Director of Finance

Consolidated Cashflow Statement

Year Ended 31 July 2018

	Notes	2017/18 £'000	2016/17 £'000
Cash flow from operating activities			
Surplus / (Deficit) for the year		<u>19,867</u>	<u>(8,106)</u>
Adjustment for non-cash items			
Depreciation	11	12,544	11,651
Gain on investments		(318)	(361)
Decrease / (Increase) in stock	16	7	(7)
Decrease / (Increase) in debtors		(601)	(1,590)
Increase / (Decrease) in creditors		(21,205)	(876)
Increase / (Decrease) in pension provision	20	(580)	69
Increase / (Decrease) in other provisions	20	(3,100)	2,927
Share of operating surplus in joint venture	15	(25)	(48)
		<u>(13,278)</u>	<u>11,765</u>
Adjustment for investing or financing activities			
Capital grant income		(3,515)	(727)
Profit on the sale of fixed assets		0	(249)
Investment income	5	(299)	(284)
Interest payable	8	5,443	5,401
Endowment income	6	(167)	(125)
		<u>1,462</u>	<u>4,016</u>
Net cash inflow from operating activities		<u>8,051</u>	<u>7,675</u>
Cash flows from investing activities			
Capital grant receipts		14,196	8,311
Proceeds from sales of fixed assets		0	438
Payments made to acquire fixed assets		(11,775)	(12,853)
Investment income	5	299	284
New current asset investments		0	(32)
Disposal of current asset investments		0	5,414
New non-current asset investments		(1,675)	(6,903)
Disposal of non-current asset investments		2,089	1,236
		<u>3,134</u>	<u>(4,105)</u>
Cash flows from financing activities			
Interest paid	8	(1,266)	(1,378)
Interest element of finance lease and service concession payments	8	(4,177)	(4,023)
Endowment cash received	21	167	125
Repayment of finance leases and service concessions	18/19	(1,351)	(1,284)
Repayment of secured loans	18/19	(1,065)	(1,435)
Net (repaid) / new unsecured loans	18/19	(2,090)	19,050
		<u>(9,782)</u>	<u>11,055</u>
Increase in cash and cash equivalents in the year		<u>1,403</u>	<u>14,625</u>
Cash and cash equivalents at beginning of the year	23	31,045	16,420
Cash and cash equivalents at end of the year	23	<u>32,448</u>	<u>31,045</u>
		<u>1,403</u>	<u>14,625</u>

The Statement of Accounting Policies and Notes on pages 20 to 43 form part of the financial statements.

Statement of Accounting Policies

Year ended 31 July 2018

1. Basis of preparation

These financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP): Accounting for Further and Higher Education 2015 and in accordance with Financial Reporting Standards (FRS 102). The University is a public benefit entity and therefore has applied the relevant public benefit requirement of FRS 102. The financial statements are prepared in accordance with the historical cost convention (modified by the revaluation of certain fixed assets).

2. Basis of consolidation

The consolidated financial statements include the University and its subsidiaries for the financial year to 31 July 2018. The results of subsidiaries acquired or disposed of during the period are included in the consolidated statement of income and expenditure from the date of acquisition or up to the date of disposal. Intra-group transactions are eliminated on consolidation.

The consolidated financial statements do not include the income and expenditure of the Students' Union as the University does not exert control or a dominant influence over policy decisions.

Joint ventures are accounted for using the equity method.

3. Going Concern

The financial statements are prepared on a going concern basis which the Council believes to be appropriate for the following reasons. The Group meets its day to day working capital requirements through existing unrestricted cash balances, which are adequate to meet liabilities as they fall due for the foreseeable future. The Council has prepared detailed monthly cash flow information for both 2018/19 and 2019/20. On the basis of this cash flow information, the Council considers that the Group will continue to maintain adequate liquidity for the foreseeable future.

In preparing the accounts and future projections, due regard has been given to the unprecedented level of competition and uncertainty that presently exists in the HE sector and are unlikely to dissipate soon. The University has responded to this by putting in place a Financial Sustainability Plan that seeks to secure continued realisation of cost savings across many areas, to ensure it has the capacity and flexibility to continue to operate within prudent financial limits and its covenant obligations. Achieving this plan is recognised as critical to the continued compliance with bank covenants, as well as to provide the cash basis for the continuation of the planned further capital investment. In keeping with the rest of the HE sector, the University is waiting for the European Investment Bank to formulate new loan covenants in accordance with the introduction of FRS102. These are to be negotiated such that they do not result in any material alteration in the commercial effect of the University's obligations. In the meantime, the University has to measure financial performance using a frozen UK GAAP calculation basis, and has continued to demonstrate compliance on this basis for the last 3 years. Performance will be closely monitored through 2018/19 to ensure that the necessary savings are delivered to ensure that these tests are met in the future. The delivery of this plan involves numerous assumptions and risks over the short and medium-term, that will be kept under constant review by the governing body, with further corrective action taken as and when considered necessary. The University undertook a similar cost savings exercise in 2017/18, which was successful in realising savings of £10.0m, which exceeded the original planned savings of £6.0m.

Based on the above indications, the Council believes that it remains appropriate to prepare the financial statements on a going concern basis. The financial statements do not include any adjustments that would result from the basis of preparation being inappropriate.

4. Income recognition

Income from the sale of goods or services is credited to the Consolidated Statement of Comprehensive Income and Expenditure when the goods or services are supplied to the external customers or the terms of the contract have been satisfied.

Fee income is stated gross of any expenditure which is not a discount and credited to the Consolidated Statement of Income and Comprehensive Expenditure over the period in which students are studying. Where the amount of the tuition fee is reduced, for example, by way of a discount for prompt payment or other form of waiver, income receivable is shown net of such reductions. The actual payment of bursaries and scholarships are accounted for gross as expenditure and not deducted from income.

Statement of Accounting Policies

Year ended 31 July 2018

Investment income is credited to the statement of income and expenditure on a receivable basis.

Funds the University receives and disburses as paying agent on behalf of a funding body are excluded from the income and expenditure of the University where the University is exposed to minimal risk or enjoys minimal economic benefit related to the transaction.

Grant funding

Grant funding including funding council block grant, research grants from government sources and grants (including research grants) from non-government sources are recognised as income when the University is entitled to the income and performance related conditions have been met. Income received in advance of performance related conditions being met is recognised as deferred income within creditors on the balance sheet and released to income as the conditions are met.

Donations and endowments

Non exchange transactions without performance related conditions are donations and endowments.

Donations and endowments with donor imposed restrictions are recognised in income when the University is entitled to the funds. Income is retained within the restricted reserve until such time that it is utilised in line with such restrictions at which point the income is released to general reserves through a reserve transfer.

Donations with no restrictions are recognised in income when the University is entitled to the funds.

Investment income and appreciation of endowments is recorded in income in the year in which it arises as either restricted or unrestricted income according to the terms of the individual endowment fund. There are four main types of donations and endowments identified within reserves:

1. Restricted donations - the donor has specified that the donation must be used for a particular objective.
2. Unrestricted permanent endowments - the donor has specified that the fund is to be permanently invested to generate an income stream for the general benefit of the University.
3. Restricted expendable endowments - the donor has specified a particular objective other than the purchase or construction of tangible fixed assets, and the University has the power to use the capital.
4. Restricted permanent endowments - the donor has specified that the fund is to be permanently invested to generate an income stream to be applied to a particular objective.

Capital grants

Capital grants are recognised in income when the University is entitled to the funds subject to any performance related conditions being met.

5. Accounting for retirement benefits

The two principal pension schemes for the University's staff are the Universities Superannuation Scheme (USS) and the Bangor University Pension and Assurance Scheme 1978 (BUPAS). The schemes are defined benefit schemes which are externally funded and contracted out of the State Second Pension (S2P).

Each fund is valued every three years by professionally qualified independent actuaries.

Bangor University participates in the Universities Superannuation Scheme. With effect from 1 October 2016, the scheme changed from a defined benefit only pension scheme to a hybrid pension scheme, providing defined benefits (for all members), as well as defined contribution benefits. The assets of the scheme are held in a separate trustee-administered fund. Because of the mutual nature of the scheme, the assets are not attributed to individual institutions and a scheme-wide contribution rate is set. The institution is therefore exposed to actuarial risks associated with other institutions' employees and is unable to identify its share of the underlying assets and liabilities of the scheme on a consistent and reasonable basis. As required by Section 28 of FRS 102 "Employee benefits", the University accounts for the scheme as if it were a defined contribution scheme.

Statement of Accounting Policies

Year ended 31 July 2018

As a result, the amount charged to the income and expenditure account represents the contributions payable to the scheme. Since the University has entered into an agreement (the Recovery Plan) that determines how each employer within the scheme will fund the overall deficit, the University recognises a liability for the contributions payable that arise from the agreement (to the extent that they relate to the deficit) and therefore an expense is recognised.

Defined Contribution Plan

A defined contribution plan is a post-employment benefit plan under which the company pays fixed contributions into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contributions to defined contribution pension plans are recognised as an expense in the income statement in the periods during which services are rendered by employees.

Defined Benefit Plan

Defined benefit plans are post-employment benefit plans other than defined contribution plans. Under defined benefit plans, the University's obligation is to provide the agreed benefits to current and former employees, and actuarial risk (that benefits will cost more or less than expected) and investment risk (that returns on assets set aside to fund the benefits will differ from expectations) are borne, in substance, by the University. The Group should recognise a liability for its obligations under defined benefit plans net of plan assets. This net defined benefit liability is measured as the estimated amount of benefit that employees have earned in return for their service in the current and prior periods, discounted to determine its present value, less the fair value (at bid price) of plan assets. The calculation is performed by a qualified actuary using the projected unit credit method. Where the calculation results in a net asset, recognition of the asset is limited to the extent to which the University is able to recover the surplus either through reduced contributions in the future or through refunds from the plan.

6. Employment benefits

Short term employment benefits such as salaries and compensated absences are recognised as an expense in the year in which the employees render service to the University. Any unused benefits are accrued and measured as the additional amount the University expects to pay as a result of the unused entitlement.

7. Finance leases

Leases in which the University assumes substantially all the risks and rewards of ownership of the leased asset are classified as finance leases. Leased assets acquired by way of finance lease and the corresponding lease liabilities are initially recognised at an amount equal to the lower of their fair value and the present value of the minimum lease payments at inception of the lease.

Minimum lease payments are apportioned between the finance charge and the reduction of the outstanding liability. The finance charge is allocated to each period during the lease term so as to produce a constant periodic rate of interest on the remaining balance of the liability.

8. Service Concession Arrangements

Private Finance Initiative (PFI) transactions which meet the definition of a service concession arrangement are accounted for as 'on Balance Sheet' by the University. The underlying assets are recognised as Fixed Assets at their fair value as determined in the operators' model. An equivalent financial liability is recognised in accordance with FRS 102.

The annual contract payments are apportioned between the repayment of the liability, a finance cost and the charges for services. The finance cost is calculated using the implicit interest rate for the scheme.

The service charge is recognised in operating expenses and the finance cost is charged to Finance Costs in the Statement of Comprehensive Income.

An element of the annual unitary payment increase due to cumulative indexation is allocated to the finance lease. In accordance with FRS 102, this amount is not included in the minimum lease payments, but is instead treated as contingent rent and is expensed as incurred. In substance, this amount is a finance cost in respect of the liability and the expense is presented as a contingent finance cost in the Statement of Comprehensive Income.

Lifecycle replacement costs are recognised in operating expenses based on the operators' planned programme of lifecycle replacement.

Statement of Accounting Policies

Year ended 31 July 2018

9. Operating leases

Costs in respect of operating leases are charged on a straight-line basis over the lease term. Any lease premiums or incentives are spread over the minimum lease term.

10. Foreign currency

Transactions in foreign currencies are translated to the respective functional currencies of Group entities at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated to the functional currency at the foreign exchange rate ruling at that date. Foreign exchange differences arising on translation are recognised as a Surplus or Deficit.

Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are retranslated to the functional currency at foreign exchange rates ruling at the dates the fair value was determined.

11. Fixed assets

Fixed assets are stated at deemed cost less accumulated depreciation and accumulated impairment losses.

Certain land and buildings have been revalued to fair value at the date of transition to the 2015 FE HE SORP, and are measured on the basis of deemed cost, being the revalued amount at the date of that revaluation. The valuation was undertaken by a professionally qualified firm of Chartered Surveyors. Some assets were excluded from the valuation where they were considered for disposal, demolition or major refurbishment.

Land and buildings

Costs incurred in relation to land and buildings after initial purchase or construction are capitalised to the extent that they increase the expected future benefits to the University.

Freehold land is not depreciated as it is considered to have an indefinite useful life. Unless they are componentised, freehold buildings are depreciated on a straight line basis over their expected useful lives as follows:

Buildings	50 years
Building refurbishments	15 years

Where appropriate, buildings are componentised into three parts: building structure, fit out and mechanical & engineering. These are accounted for as separate items of fixed assets and each part is depreciated on a straight line basis over their respective useful lives:

Buildings structure	Up to 50 years
Fit out	Up to 20 years
Mechanical and engineering	Up to 20 years

Leasehold improvements are depreciated over the life of the lease.

No depreciation is charged on assets in the course of construction.

Equipment

Equipment, including computers and software, costing less than the de-minimis of £10,000 per individual item, or group of related items, is recognised as expenditure. All other equipment is capitalised.

Capitalised equipment is stated at cost and depreciated over its expected useful life as follows:

Computer Equipment	5 years
Equipment acquired for specific research projects	5 years
Other Equipment	5 years
Motor Vehicles	5 years

Depreciation methods, useful lives and residual values are reviewed at the date of preparation of each Balance Sheet.

Statement of Accounting Policies

Year ended 31 July 2018

Borrowing costs

Borrowing costs are recognised as expenditure in the period in which they are incurred.

A review for impairment of fixed assets is carried out if events or changes in circumstances indicate that the carrying amount of the fixed assets may not be fully recoverable.

12. Heritage assets

The University owns an extensive collection of works of art, and other museum collections including ceramics, musical instruments, natural history items, geological artefacts and manuscripts, which have been mostly donated or bequeathed to the University during the last 130 years. These items are not included in the financial statements, as the University considers that in most cases, due to their unique nature, it would not be practical to obtain a meaningful valuation. Very few heritage assets could be sold by the University due to the restrictive nature of their acquisition. Further information is provided in Note 12. The cost of conservation and restoration of the heritage collection is reported in the Statement of Comprehensive Income for the year it is incurred.

13. Investments

Non-current asset investments in unlisted securities are held on the Balance Sheet at cost less impairment.

Investments in jointly controlled entities, associates and subsidiaries are carried at cost less impairment in the University's accounts.

Both non-current and current asset investments in listed securities are held at fair value with movements recognised in the Surplus or Deficit.

14. Stock

Stock is held at the lower of cost and net realisable value, and is measured using an average cost formula.

15. Cash and cash equivalents

Cash includes cash in hand and deposits repayable on demand. Deposits are repayable on demand if they are in practice available within 24 hours without penalty.

Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash with insignificant risk of change in value.

16. Provisions, contingent liabilities and contingent assets

Provisions are recognised in the financial statements when:

- (a) the University has a present obligation (legal or constructive) as a result of a past event;
- (b) it is probable that an outflow of economic benefits will be required to settle the obligation; and
- (c) a reliable estimate can be made of the amount of the obligation.

The amount recognised as a provision is determined by discounting the expected future cash flows at a pre-tax rate that reflects risks specific to the liability.

A contingent liability arises from a past event that gives the University a possible obligation whose existence will only be confirmed by the occurrence or otherwise of uncertain future events not wholly within the control of the University. Contingent liabilities also arise in circumstances where a provision would otherwise be made but either it is not probable that an outflow of resources will be required or the amount of the obligation cannot be measured reliably.

A contingent asset arises where an event has taken place that gives the University a possible asset whose existence will only be confirmed by the occurrence or otherwise of uncertain future events not wholly within the control of the University.

Contingent assets and liabilities are not recognised in the Balance Sheet but are disclosed in the notes.

17. Accounting for Joint Operations, Jointly Controlled Assets and Jointly Controlled Operations

The University accounts for its share of joint ventures using the equity method.

The University accounts for its share of transactions from joint operations and jointly controlled assets in the Consolidated Statement of Income and Expenditure.

Statement of Accounting Policies

Year ended 31 July 2018

18. Taxation

Current tax, including UK corporation tax and foreign tax, is provided at amounts expected to be paid (or recovered) using the tax rates and laws that have been enacted or substantively enacted by the balance sheet date.

The University is considered to pass the tests set out in Paragraph 1 of Schedule 6 to the Finance Act 2010 and therefore it meets the definition of a charitable company for UK corporation tax purposes. Accordingly, the University is potentially exempt from taxation in respect of income or capital gains received within categories covered by section 478-488 of the Corporation Tax Act 2010 (CTA 2010) or section 256 of the Taxation of Chargeable Gains Act 1992, to the extent that such income or gains are applied to exclusively charitable purposes.

19. Reserves

Reserves are classified as restricted or unrestricted. Restricted endowment reserves include certain balances which, through endowment to the University, are held as a permanently restricted fund which the University must hold in perpetuity.

Other restricted reserves include balances where the donor has designated a specific purpose and therefore the University is restricted in the use of these funds.

20. Financial liabilities and equity

Financial liabilities and equity are classified according to the substance of the financial instrument's contractual obligations, rather than the financial instrument's legal form.

All loans, investments and short term deposits held by the Group are classified as basic financial instruments in accordance with FRS 102. These instruments are initially recorded at the transaction price less any transaction costs (historical cost). FRS 102 requires that basic financial instruments are subsequently measured at amortised cost, however the Group has calculated that the difference between the historical cost and amortised cost basis is not material and so these financial instruments are stated on the balance sheet at historical cost. Loans and investments that are payable or receivable within one year are not discounted.

21. Other basic financial instruments

Trade and other debtors / creditors

Debtors and creditors with no stated interest rate and receivable or payable within one year are recorded at transaction price. Any losses arising from impairment are recognised in the statement of comprehensive income in other operating expenses.

Investments

Investments within the scope of Section 11 of FRS 102 (therefore excluding investments in subsidiaries, associates and joint ventures) are recognised initially at fair value, which is normally the transaction price. Transaction costs are excluded if the investments are subsequently measured at fair value through profit and loss. Subsequent to initial recognition investments that can be measured reliably are measured at fair value with changes recognition in profit or loss. Other investments are measured at cost less impairment in profit or loss.

22. Critical accounting judgements and key sources of estimation uncertainty

In the application of the University's accounting policies the members of Council 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 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.

Statement of Accounting Policies

Year ended 31 July 2018

In preparing these financial statements, management have made the following judgements and estimations:

Service concession agreements

The University has two service concession agreements on its Balance Sheet, the Ffriddoedd Road and St Mary's schemes (Note 13). The associated finance obligations have been derived using a modelling tool for service concession agreements under guidance from the University's professional advisors, with inputs derived from the operator models which underpinned the contracts concluded with the private sector partners. The asset values are based on costs taken from the same operator models, and these are subject to an annual impairment review using valuations undertaken by an independent firm of professionally qualified Chartered Surveyors. No impairment arose in 2017/18 (2016/17 - Nil). It has been assumed that any lifecycle expenditure is revenue in nature based on the information in the operator models.

Provisions for liabilities

The University is required to exercise judgement in assessing whether a potential liability should be accounted for as a provision or contingent liability. In calculating the level of provisions the University also exercises judgement; they are measured at the University's best estimate of the costs required to settle the obligation at the Balance Sheet date.

USS pension provision

FRS 102 makes the distinction between a Group Plan and a multi-employer scheme. A Group Plan consists of a collection of entities under common control typically with a sponsoring employer. A multi-employer scheme is a scheme for entities not under common control and represents (typically) an industry-wide scheme such as University Superannuation Scheme. The accounting for a multi-employer scheme where the employer has entered into an agreement with the scheme that determines how the employer will fund a deficit results in the recognition of a liability for the contributions payable that arise from the agreement (to the extent that they relate to the deficit) and the resulting expense in income or expenditure in accordance with section 28 of FRS102. The members of Council are satisfied that the scheme provided by USS meets the definition of a multi-employer scheme and has therefore recognised the discounted fair value of the contractual contributions under the funding plan in existence at the date of approving the financial statements.

The University has a provision, Note 20, of £12,533k (2017: £13,680k) for USS on the Balance Sheet. Changes in staff numbers, estimated pay increases and the discount rate are the three areas of significant judgement required to calculate the University's provision. A movement, up or down, of 0.5% in each of these three categories would result in a respective adverse or favourable movement of circa £1m on the provision.

Retirement benefits (BUPAS)

The pension liability position, as contained within the accounts, is based on a number of complex assessments and judgements relating to discount rates, projected salary increases, changes in retirement ages, mortality rates and expected returns on scheme assets. A professional firm of consulting actuaries is engaged by the University to provide expert advice on the assumptions to be applied and the calculation of the scheme liability.

Bad debt provisions

The University's Trade Receivables balance, Note 17, discloses the amount due to the University and the Group after deducting the bad debt provision of £1,187k (2017: £1,140k) and £1,264k (2017: £1,210k) respectively. The bad debt provision mainly relates to residential and tuition fees owed by students. Management have reviewed individual debts and assessed recoverability having regard to age, status of the debtor, and any other relevant information relating to the delay in payment.

Notes to the Financial Statements

Year ended 31 July 2018

	2017/18		2016/17	
	Consolidated £'000	University £'000	Consolidated £'000	University £'000
1 Tuition fees and education contracts				
Full-time home and EU students	55,043	55,043	55,913	55,913
Full-time international students	16,352	16,352	14,293	14,293
Part-time students	1,730	1,730	1,542	1,542
Research training support grants	1,097	1,097	1,081	1,081
Short course fees	668	668	819	819
Education contracts	10,209	10,209	8,818	8,818
	<u>85,099</u>	<u>85,099</u>	<u>82,466</u>	<u>82,466</u>
2 Funding body grants				
Recurrent grant				
Higher Education Funding Council for Wales	6,463	6,463	6,421	6,421
Specific grants				
Higher Education Funding Council for Wales				
National research network	267	267	292	292
Newton fund & global challenge	145	145	122	122
Reaching higher reaching wider	491	491	486	486
Capital Grants	1,117	1,117	727	727
Strategic development fund	0	0	1,440	1,440
Welsh medium initiatives	959	959	1,184	1,184
Other	(14)	(14)	73	73
Welsh Government				
National practitioners	345	345	212	212
Welsh for adults language centre	1,261	1,261	1,337	1,337
Other	104	104	101	101
Welsh Government / Welsh European Funding Office				
Menai Science Park Capital Grant	17,277	17,277	0	0
	<u>28,415</u>	<u>28,415</u>	<u>12,395</u>	<u>12,395</u>
3 Research grants and contracts				
Research councils	3,227	3,227	3,644	3,644
UK charities	1,478	1,478	1,685	1,685
UK government	5,642	5,642	5,199	5,199
UK industry & commerce	558	558	867	867
EU government	9,290	9,290	5,502	5,502
EU other	29	29	53	53
Other overseas	575	575	559	559
Other sources	331	331	777	777
	<u>21,130</u>	<u>21,130</u>	<u>18,286</u>	<u>18,286</u>
4 Other income				
Residences, catering and conferences	15,117	15,118	14,812	14,813
Other services rendered by the University	4,511	4,511	4,200	4,200
Other income	6,838	6,909	7,681	7,652
Subsidiary Companies				
NWWMDL Ltd	2,650	0	2,863	0
Others	311	0	8	0
	<u>29,427</u>	<u>26,538</u>	<u>29,564</u>	<u>26,665</u>
5 Investment income				
Investment income on endowments	160	160	127	127
Investment income on restricted reserves	0	0	2	2
Other investment income	139	277	155	215
	<u>299</u>	<u>437</u>	<u>284</u>	<u>344</u>

The Research grants and contract totals include fully recognised income of £2.4m received for capital grants where performance conditions have been met. The associated equipment purchased will be depreciated over 5 years in accordance with the University's Accounting Policies.

Notes to the Financial Statements

Year ended 31 July 2018

6 Donations and endowments

	2017/18		2016/17	
	Consolidated	University	Consolidated	University
	£'000	£'000	£'000	£'000
New endowments	167	167	125	125
Donations with restrictions	212	212	213	213
Unrestricted donations	128	128	47	47
	<u>507</u>	<u>507</u>	<u>385</u>	<u>385</u>

7 Staff costs

	2017/18		2016/17	
	Consolidated	University	Consolidated	University
	£'000	£'000	£'000	£'000
Salaries	64,287	62,712	67,039	65,475
Social security costs	6,232	6,102	6,288	6,243
Movement on USS provision	(1,400)	(1,400)	(882)	(882)
Other pension costs	11,186	11,170	11,510	11,481
Total	<u>80,305</u>	<u>78,584</u>	<u>83,955</u>	<u>82,317</u>

Emoluments of the Vice-Chancellor:

Salary	252	248
Pension contributions to USS in relation to deficit recovery plan	5	5
	<u>257</u>	<u>253</u>

The emoluments of the Vice-Chancellor are shown on the same basis as for higher paid staff but include the employer contribution to the USS deficit recovery plan.

Remuneration of higher paid staff, excluding employer's pension contributions:

	No.	No.
£100,000 to £109,999	7	6
£110,000 to £119,999	3	3
£120,000 to £129,999	0	2
£130,000 to £139,999	3	2
£140,000 to £149,999	1	1
£150,000 to £159,999	1	1
£160,000 to £169,999	0	1
£250,000 to £259,999	1	1
	<u>16</u>	<u>17</u>

Average staff numbers by major category :

	No.	No.
Academic & related and research	955	1,018
Clerical	339	368
Technical	92	97
Other	299	329
	<u>1,685</u>	<u>1,812</u>

Staff numbers are expressed as full-time equivalents.

Compensation for loss of office was paid to one former higher paid employee under the terms of the University's standard voluntary severance scheme, the amount paid was £51,825 (2016/17 £nil)

Key management personnel

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the University. Staff costs include both employers' pension and NI contributions.

	2017/18	2016/17
	£'000	£'000
Key management personnel staff cost	1,443	1,495
	No.	No.
Number of key management personnel	10	10

At the 31 July 2018 there were 9 key management personnel, one member left the Executive Committee on the 26 February 2018.

Notes to the Financial Statements

Year ended 31 July 2018

7 Staff costs (continued)

Council Members

The University council members are the trustees for charitable law purposes. Due to the nature of the University's operations and the composition of the Council, being drawn from local public and private sector organisations, it is inevitable that transactions will take place with organisations in which a member of the Council may have an interest.

All transactions involving organisations in which a member of Council may have an interest are conducted at arm's length and in accordance with the University's Financial Regulations and usual procurement procedures. The value of these transactions reflected in the accounts for the year ended 31 July 2018 are set out below.

Organisation	Name	Position	Income £000	Expenditure £000	Due from/(to) at 31 July 2018 £000
Anglesey Sea Salt	Ms Alison Lea-Wilson	Director	6	0	0
Arts Council Wales	Mrs Marian Wyn Jones	Board Member	433	0	0
Awyr Las	Dr. Peter Higson	Trustee	7	0	0
Betsi Cadwalader University Health Board	Dr. Peter Higson Dr. Olwen Williams Prof. Jo Rycroft- Malone	Chairperson Chief of Staff Board Member	818	1,619	97
Cartrefi Conwy Cyfyngedig	Prof. David Shepherd	Non-Exec Director	39	0	1
Coleg Cymraeg Cenedlaethol	Prof. Jerry Hunter	Board Member	29	16	0
Grŵp Llandrillo- Menai	Dr. Griffith W Jones Mr. David Williams	Vice-Chairperson Board Member	550	506	159
Menter Mon	Dr Griffith W Jones	Director	0	7	(5)
National Eisteddfod	Dr Alwyn Roberts	Council Member	2	23	0
Welsh Government	Mr. David Williams	Advisory Board	2,961	9	32

One lay council member received remuneration from the group during the year (2017 - One) in their role as a Director of one of the University's subsidiary companies.

The total expenses paid to or on behalf of 4 lay council members was £2,047 (2017 – paid £3,024 to 6 members). This represents travel expenses incurred in attending Council, Committee meetings and other events in their official capacity.

8 Interest and other finance costs

Note	2017/18		2016/17	
	Consolidated £'000	University £'000	Consolidated £'000	University £'000
Loan interest	1,266	1,236	1,378	1,157
Finance lease interest (including service concession finance charge)	4,177	4,177	4,023	4,023
Net charge on pension scheme	418	418	662	662
Other	0	0	0	0
	<u>5,861</u>	<u>5,831</u>	<u>6,063</u>	<u>5,842</u>

Notes to the Financial Statements

Year ended 31 July 2018

	2017/18		2016/17	
	Consolidated	University	Consolidated	University
	£'000	£'000	£'000	£'000
9 Analysis of total expenditure by activity				
Academic departments	46,352	46,765	48,810	49,233
Academic services	10,664	10,691	10,857	10,913
Central administration and services	10,304	10,316	11,190	11,207
General educational	12,107	12,125	12,814	12,835
Staff and student facilities	5,933	5,426	5,926	5,335
Premises	21,292	21,688	19,137	19,535
Residences and catering operations	15,165	15,169	15,304	15,307
Research grants and contracts	17,595	17,623	16,392	16,392
Services rendered	6,551	3,216	6,572	3,265
Restructuring costs / (not utilised)	(1,014)	(1,014)	3,968	3,968
Other	404	466	1,174	1,189
	<u>145,353</u>	<u>142,471</u>	<u>152,144</u>	<u>149,179</u>
Other operating expenses include:				
	£'000	£'000	£'000	£'000
External auditors remuneration				
Audit services	64	50	62	49
Non-audit services	107	100	113	106
Operating lease rental				
Land and buildings	13	13	418	418
Other	1,086	1,086	1,074	1,074
Restructuring costs / (not utilised) include				
Staff severance	(480)	(480)	3,416	3,416
Other	(534)	(534)	600	600

10 Taxation

	2017/18		2016/17	
	Consolidated	University	Consolidated	University
	£'000	£'000	£'000	£'000
Current tax				
UK corporation tax of 19% (2017: 19.67%) on deficit for the year	0	0	0	0
Total tax charge	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Factors affecting the tax charge				
The tax assessed for the year is lower than the standard rate of corporation tax in the UK. The difference is explained below.				
Surplus/(Deficit) before taxation	19,867	19,973	(8,106)	(8,028)
Surplus/(Deficit) multiplied by the standard rate of corporation tax in the UK of 19% (2017: 19.67%)	3,775	3,795	(1,594)	(1,579)
(Deficit)/Surplus within charitable exemption	(3,775)	(3,795)	1,594	1,579
Impact of change in corporation tax rate	0	0	0	0
Current tax charge	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Notes to the Financial Statements

Year ended 31 July 2018

11 Fixed Assets	Freehold Land and Buildings	Leasehold Improvements	Service concession arrangement Land and Buildings	Fixtures, Fittings and Equipment	Assets in the Course of Construction	Total
Consolidated Cost	£'000	£'000	£'000	£'000	£'000	£'000
At 1 August 2017	269,086	11,079	68,652	24,697	13,100	386,614
Additions	1,958	0	0	4,018	8,281	14,257
Transfers	19,478	0	0	0	(19,478)	0
Disposals	0	0	0	(739)	0	(739)
At 31 July 2018	290,522	11,079	68,652	27,976	1,903	400,132
Depreciation						
At 1 August 2017	22,937	4,342	3,698	22,217	0	53,194
Charge for the year	8,881	372	1,465	1,826	0	12,544
Disposals	0	0	0	(739)	0	(739)
At 31 July 2018	31,818	4,714	5,163	23,304	0	64,999
Net book value						
At 31 July 2018	258,704	6,365	63,489	4,672	1,903	335,133
At 31 July 2017	246,149	6,737	64,954	2,480	13,100	333,420
University						
Cost	£'000	£'000	£'000	£'000	£'000	£'000
At 1 August 2017	269,086	58	68,652	22,918	13,100	373,814
Additions	1,958	0	0	3,996	8,281	14,235
Transfers	19,478	0	0	0	(19,478)	0
Disposals	0	0	0	(739)	0	(739)
At 31 July 2018	290,522	58	68,652	26,175	1,903	387,310
Depreciation						
At 1 August 2017	22,937	4	3,698	20,533	0	47,172
Charge for the year	8,881	2	1,465	1,771	0	12,119
Disposals	0	0	0	(739)	0	(739)
At 31 July 2018	31,818	6	5,163	21,565	0	58,552
Net book value						
At 31 July 2018	258,704	52	63,489	4,610	1,903	328,758
At 31 July 2017	246,149	54	64,954	2,385	13,100	326,642

At 31 July 2018, freehold land and buildings included £38.7m (2017 - £38.7m) in respect of freehold land and is not depreciated.

Leased assets included above:

Net Book Value:	£'000
At 31 July 2017	155
At 31 July 2018	84

Notes to the Financial Statements

Year ended 31 July 2018

12 Heritage assets

The University holds a number of collections of Heritage Assets, including: Arts Collection - approximately 600 oil paintings, watercolours, prints, and drawings, plus 9 sculptures, dating from the 17th to the 21st centuries; Ceramics Collection - contains around 500 pieces on display and in store; Music Collection - approximately 600 ethnographic musical instruments, together with 325 pre-Columbian clay instruments; Geology Collection – around 8,000 rocks and 6,000 fossils from all over the world; Natural History Collection - composed of around 40,000 specimens (of which around 500 are on display); Welsh Antiquities Collection – and other antiquities are held on display in the Gwynedd Museum & Art Gallery; and a Manuscripts Collection – the Library has around 16,500 books of rare or special significance and the Archives Department holds around 80 collections, mostly of estate and family papers from the counties of North Wales, together with private papers of prominent individuals and a miscellaneous collection of literary, historical and antiquarian records.

The University's Heritage Assets are documented and were valued at £12.3m for insurance purposes only. This value is not reflected in the University's Financial Statements.

13 Service concession arrangements

The University has two on Balance Sheet service concession arrangements, the St Mary's and Ffriddoedd Road sites, where service delivery has commenced.

Movement in service concession arrangement assets

The asset value of the service concessions included on the Balance Sheet as at 31 July 2018 is £63,489k (1 August 2017 £64,954k). The decrease of £1,465k results from depreciation charges during the year.

Movement in service concession arrangement liabilities

The total liabilities relating to the service concessions included on the Balance Sheet as at 31 July 2018 were £66,128k (1 August 2017 £67,408k). The decrease of £1,280k results from depreciation charges during the year.

Future commitments

The following table analyses the University's future commitments in relation to service concession arrangements.

	Payable in 1 year	Payable in 2-5 years	Payable in 6 years or more	Total
	£'000	£'000	£'000	£'000
Liability repayments	1,346	5,668	59,115	66,129
Finance charge	3,674	13,773	42,034	59,481
Service charge	1,810	8,616	78,442	88,868
	<u>6,830</u>	<u>28,057</u>	<u>179,591</u>	<u>214,478</u>

The notes below give more information on the University's current on Balance Sheet service concession arrangements:

a) Ffriddoedd Road scheme

On 6 October 2006 the University entered into a 29 year contract with a third party provider for the provision and maintenance of accommodation to 1,136 students.

The assets and liabilities relating to this scheme are recognised on the University's Balance Sheet.

The service commenced on 1 October 2009 and the contract will finish on 30 September 2038.

b) St Mary's scheme

On 23 July 2014 the University entered into a 40 year contract with a third party provider for the provision and maintenance of accommodation to 602 students.

The assets and liabilities relating to this scheme are recognised on the University's Balance Sheet.

The service commenced on 25 September 2015 and the contract will finish on 24 September 2055.

Notes to the Financial Statements

Year ended 31 July 2018

14 Non-Current Investments	Subsidiary companies (Note 27)	Associate companies (Note 27)	Joint venture (Note 15)	Other non- current investments	Total
Consolidated	£'000	£'000	£'000	£'000	£'000
At 1 August 2017	0	50	0	6,229	6,279
Release in Year	0	0	0	(413)	(413)
Revaluation	0	0	0	318	318
At 31 July 2018	0	50	0	6,134	6,184
University	£'000	£'000	£'000	£'000	£'000
At 1 August 2017	0	50	50	6,309	6,409
Release in Year	0	0	0	(493)	(493)
Revaluation	0	0	0	318	318
At 31 July 2018	0	50	50	6,134	6,234

Non-current investments are stated at cost with the exception of the University's managed funds which are stated at market value.

	University £'000
Other non-current investments consist of :	
CVCP Properties plc	33
Laser Micromachining Ltd	80
Managed funds in equities and fixed interest securities	6,021
	6,134

Managed funds are held with UBS Asset Management (UK) Limited and HSBC Private Bank (UK) Limited who are licensed by the Financial Conduct Authority.

15 Investment in joint venture

The University holds a 50% share (50,000 £1 Ordinary shares) of P&O Maritime Ocean Sciences Limited, a company registered in England, which undertakes the chartering of a research vessel. This is a joint venture company owned equally by the University and P&O Maritime Services (UK) Limited. The arrangement is treated as a joint venture and is accounted for using the equity method, such that 50% of the company's gross assets and liabilities are incorporated into the consolidated balance sheet of the University and 50% of its net income is reported in the University's consolidated Statement of Comprehensive Income.

	2017/18 £'000	2016/17 £'000
Income and expenditure account		
Share of income	460	470
Share of expenditure	(435)	(422)
Share of surplus for year	25	48
	2018	2017
Balance sheet	£'000	£'000
Fixed assets	289	382
Current assets	347	501
	636	883
Creditors: amounts due within one year	(176)	(334)
Creditors: amounts due after more than one year	(386)	(500)
	(562)	(834)
Share of net assets	74	49

Notes to the Financial Statements

Year ended 31 July 2018

16 Stock	2018		2017	
	Consolidated £'000	University £'000	Consolidated £'000	University £'000
Catering and retail stocks	91	70	98	76
	<u>91</u>	<u>70</u>	<u>98</u>	<u>76</u>
17 Trade and other receivables	2018		2017	
	Consolidated £'000	University £'000	Consolidated £'000	University £'000
Amounts falling due within one year:				
Trade receivables	10,333	9,522	9,300	8,493
Other receivables - taxation recoverable	0	0	415	411
Prepayments and accrued income	9,242	9,232	9,037	8,912
Amounts due from subsidiary companies	0	1,725	0	1,495
Amount due from joint venture	152	152	202	202
Prepayment to joint venture	50	50	49	49
	<u>19,777</u>	<u>20,681</u>	<u>19,003</u>	<u>19,562</u>
Amounts falling due after one year :				
Loan to joint venture	525	525	700	700
Prepayment to joint venture	133	133	183	183
Prepayment to subsidiary undertaking	0	2,201	0	2,339
	<u>20,435</u>	<u>23,540</u>	<u>19,886</u>	<u>22,784</u>
18 Creditors : amounts falling due within one year	2018		2017	
	Consolidated £'000	University £'000	Consolidated £'000	University £'000
Obligations under finance leases	71	71	71	71
Service concession arrangements (Note 13)	1,346	1,346	1,279	1,279
Secured loans	532	230	1,063	581
Unsecured loans	2,326	2,326	2,089	2,089
Creditors	8,895	8,920	8,852	8,825
Social security and other taxation payable	1,753	1,646	1,755	1,642
Accruals and deferred income	21,674	20,495	29,719	28,567
Amounts due to joint venture	109	109	197	197
Amounts due to subsidiary undertakings	0	73	0	31
	<u>36,706</u>	<u>35,216</u>	<u>45,025</u>	<u>43,282</u>
Deferred income				
Included within accruals and deferred income are the following items of income which have been deferred until specific performance related conditions have been met.				
Research grants received on account	4,233	4,233	4,043	4,043
Capital grants	0	0	10,582	10,582
Funding Body grants	910	910	689	689
Other	960	960	969	969
	<u>6,103</u>	<u>6,103</u>	<u>16,283</u>	<u>16,283</u>

Notes to the Financial Statements

Year ended 31 July 2018

19 Creditors : amounts falling due after more than one year

	2018		2017	
	Consolidated	University	Consolidated	University
	£'000	£'000	£'000	£'000
Deferred income	291	291	293	183
Obligations under finance lease	13	13	84	84
Service concession liabilities due after one year	64,782	64,782	66,129	66,129
Secured loans	2,511	322	3,045	553
Unsecured loans	39,798	39,798	42,124	42,124
	<u>107,395</u>	<u>105,206</u>	<u>111,675</u>	<u>109,073</u>

Analysis of secured and unsecured loans:

Due within one year or on demand	<u>2,858</u>	<u>2,556</u>	<u>3,152</u>	<u>2,670</u>
Due between one and two years	2,912	3,214	2,684	2,382
Due between two and five years	8,542	9,448	8,095	7,189
Due in five years or more	30,855	27,458	34,390	33,106
Due after more than one year	<u>42,309</u>	<u>40,120</u>	<u>45,169</u>	<u>42,677</u>
Total secured and unsecured loans	<u>45,167</u>	<u>42,676</u>	<u>48,321</u>	<u>45,347</u>
Secured loans repayable by 2026	3,043	552	4,108	1,134
Unsecured loans repayable by 2033	42,124	42,124	44,213	44,213
	<u>45,167</u>	<u>42,676</u>	<u>48,321</u>	<u>45,347</u>

Included in loans are the following:

Borrower	Amount £'000	Maturity	Interest rate %	Lender
University	551	2020	LIBOR + 1.45%	Bank of Scotland plc
University	23,548	2033	Fixed 3.913%	European Investment Bank
University	18,577	2033	Fixed 2.135%	European Investment Bank
Total University	<u>42,676</u>			
North West Wales Management Development Centre Ltd	2,491	2026	7.215% to 31/7/2017 then LIBOR + 1%	Barclays Bank plc
Total Consolidated	<u>45,167</u>			

Notes to the Financial Statements

Year ended 31 July 2018

20 Provisions for liabilities	USS deficit	Local scheme deficit	Total Pensions Provisions	Restructuring Provision	Total Other
	£'000	£'000	£'000	£'000	£'000
Consolidated and University					
At 1 August 2017	13,680	6,418	20,098	3,100	3,100
Staff cost/(credit)	(1,400)	402	(998)	0	0
Finance cost	253	165	418	0	0
Movement on Pension Scheme	0	(6,985)	(6,985)	0	0
Utilised	0	0	0	(2,086)	(2,086)
Release of provision not utilised	0	0	0	(1,014)	(1,014)
At 31 July 2018	12,533	0	12,533	0	0

USS deficit

The obligation to fund the past deficit on the Universities Superannuation Scheme (USS) arises from the contractual obligation with the pension scheme for total payments relating to benefits arising from past performance. Management have assessed future employees within the USS scheme and salary payment over the period of the contracted obligation in assessing the value of this provision.

Local scheme deficit

Defined benefit obligations at 1 August 2017 related to the liabilities under the University's BUPAS pension scheme. Further details are given in Note 28.

Restructuring Provision

The University's major restructuring programme, approved by the Council during July 2017, was completed during the year at lower cost than provided for. This resulted in the release of the unused provision.

21 Endowment reserves	Restricted permanent endowments	Unrestricted permanent endowments	Restricted expendable endowments	2018 Total	2017 Total
	£'000	£'000	£'000	£'000	£'000
Consolidated and University					
At 1 August					
Capital	4,153	191	1,556	5,900	5,530
Accumulated income	708	0	138	846	808
	4,861	191	1,694	6,746	6,338
New endowments	20	0	147	167	125
Investment income	112	6	42	160	127
Expenditure	(56)	0	(94)	(150)	(130)
Increase in market value of investments	224	10	83	317	286
Total endowment comprehensive income for the year	300	16	178	494	408
At 31 July	5,161	207	1,872	7,240	6,746
Represented by:					
Capital	4,377	201	1,639	6,217	5,900
Accumulated income	784	6	233	1,023	846
	5,161	207	1,872	7,240	6,746
Analysis by asset					
Non-current asset investments				6,021	5,900
Cash & cash equivalents				1,219	846
				7,240	6,746

Notes to the Financial Statements

Year ended 31 July 2018

22 Other restricted reserves

Reserves with restrictions are as follows:

	2017/18 Donations £'000	2016/17 Donations £'000
Consolidated and University		
At 1 August	488	703
New donations	212	213
Investment income	0	2
Expenditure	(167)	(207)
Increase in market value of investments	0	15
Transfer between reserves	0	(238)
Total restricted comprehensive income for the year	45	(215)
At 31 July	533	488

23 Cash and cash equivalents

	2018		2017	
	Consolidated £'000	University £'000	Consolidated £'000	University £'000
At 1 August	31,045	30,556	16,420	15,812
Cashflows	1,403	1,669	14,625	14,744
At 31 July	32,448	32,225	31,045	30,556

24 Capital and other commitments

Provision has not been made for the following capital commitments at 31 July 2018:

	2018		2017	
	Consolidated £'000	University £'000	Consolidated £'000	University £'000
Commitments contracted for	2,372	2,372	3,563	3,563
	<u>2,372</u>	<u>2,372</u>	<u>3,563</u>	<u>3,563</u>

25 Lease obligations

Total rentals payable under operating leases:

Consolidated and University	Land and buildings £'000	Other leases £'000	2018 Total £'000	2017 Total £'000
Payable during the year	13	1,086	1,099	1,492
Not later than 1 year	219	839	1,058	1,273
Later than 1 year and not later than 5 years	760	2,113	2,873	4,185
Later than 5 years	14,577	0	14,577	25,417
Total lease payments due	15,556	2,952	18,508	30,875

Notes to the Financial Statements

Year ended 31 July 2018

26 Events after the reporting period

Non adjusting Post Balance Sheet Events

On 26 October, the High Court handed down a judgment involving the Lloyds Banking Group's defined benefit pension schemes. The judgment concluded the schemes should be amended to equalise pension benefits for men and women in relation to guaranteed minimum pension benefits. The issues determined by the judgment arise in relation to many other defined benefit pension schemes. We are working with the trustees of the Bangor University Pension and Assurance Scheme to understand the extent to which the judgment crystallises additional liabilities for our pension scheme. The extent to which the judgment will increase the liabilities in the Bangor University Pension and Assurance Scheme is not possible to identify at this point.

For the USS defined benefit pension scheme, the provision included within the financial statements at note 28 will only be impacted to the extent the change in benefits increases cash financing.

There are no other post balance sheet events to report.

27 Subsidiary and associate company undertakings

	Status	Share Capital Held	Country of Registration	Principal Activity
North West Wales Management Development Centre Limited	100%	1 £1 Ordinary share	Wales	Management courses, conferencing and accommodation
UNDEB (Trading) Cyfyngedig	100%	2 £1 Ordinary shares	Wales	Certain commercial activities in support of the Students' Union
Menai Science Park Limited	100%	1 £1 Ordinary share	Wales	Development of a science park
The Shellfish Centre	-	Limited by guarantee	Wales	Shellfish processing and research
Naturiol Bangor Limited	20%	20 £1 Ordinary shares	Wales	Natural materials research
Holding acquired at a cost of £50,000				
Suprex Limited	40%	3,600 £0.01 Ordinary shares	Wales	Chemical processing and research services
Holding acquired at a cost of £36 on the 9 June 2016				

The Centre for Advanced Software Technology Limited was struck off the Register at Companies House on the 15 August 2017.

The University transferred its' share in Aber-Bangor Consultancy Limited to Aberystwyth University on the 1 December 2017.

The financial statements do not incorporate Naturiol Bangor Limited, Suprex Limited or The Shellfish Centre as the results and assets and liabilities of these companies are not considered material.

Notes to the Financial Statements

Year ended 31 July 2018

28 Pension Schemes

Different categories of staff were eligible to join one of the following schemes:

- Universities' Superannuation Scheme (USS)
- Bangor University Pension and Assurance Scheme 1978 (BUPAS)
- The Government's workplace pension scheme (NEST)

A small number of staff remain in other schemes that are not open to new members.

28A The Universities Superannuation Scheme

The Universities' Superannuation Scheme (USS) is the main scheme covering most academic and academic-related staff.

The total cost charged to the Statement of Comprehensive Income is £8,085k (2017: £8,405k).

The latest available full actuarial valuation of the scheme was at 31 March 2014 ("the valuation date"), which was carried out using the projected unit method. The valuation as at 31 March 2017 is underway but not yet completed.

Since the institution cannot identify its share of scheme assets and liabilities, the following disclosures reflect those relevant for the scheme as a whole.

The 2014 valuation was the third valuation for USS under the scheme-specific funding regime introduced by the Pensions Act 2004, which requires schemes to adopt a statutory funding objective, which is to have sufficient and appropriate assets to cover their technical provisions. At the valuation date, the value of the assets of the scheme was £41.6 billion and the value of the scheme's technical provisions was £46.9 billion indicating a shortfall of £5.3 billion. These figures will be revised once the 2017 Scheme Valuation is complete.

Defined benefit liability numbers for the Scheme for accounting purposes have been produced using the following assumptions as at 31 March 2017 and 2018:

	2018	2017
Discount rate	2.64%	2.57%
Pension increases (CPI)	2.02%	2.41%

The main demographic assumption used relates to the mortality assumptions. These assumptions have been updated for the 31 March 2018 accounting position, based on updated analysis of the Scheme's experience carried out as part of the 2017 actuarial valuation. The mortality assumptions used in these figures are as follows:

	2018	2017
	<u>Pre-retirement</u>	
Mortality Base Table	71% of AMC00 (duration 0) for males and 112% of AFC00 (duration 0) for females.	98% of SAPS S1NA "light" YOB unadjusted for males
	<u>Post-retirement</u>	
Future Improvements to mortality	96.5% of SAPS S1NMA "light" for males and 101.3% of RFV00 for females. CMI_2016 with a smoothing parameter of 8.5 and a long term improvement rate of 1.8% p.a. for males and a 1.6% p.a. for females.	98% of SAPS S1NA "light" YOB with a -1 year adjustment for females. CMI_2014 with a long term rate of 1.5% p.a.

The current life expectancies on retirement at age 65 are:

	2018	2017
Males currently aged 65	24.5	24.4
Females currently aged 65	26	26.6
Males currently aged 45	26.5	26.5
Females currently aged 45	27.8	29.0

Existing benefits:

Scheme assets	£63.6bn	£60.0bn
Total scheme liabilities	£72.0bn	£77.5bn
FRS 102 total scheme deficit	£8.4bn	£17.5bn
FRS 102 total funding level	88%	77%

Notes to the Financial Statements

Year ended 31 July 2018

28A The Universities Superannuation Scheme (continued)

The USS scheme is in deficit and a funding plan has been agreed. Bangor University has therefore recognised a liability for the contributions payable that arise from the agreement to fund the scheme (to the extent that they relate to the deficit) and the resulting expense in profit and loss.

The University has agreed to a 16 year deficit reduction plan on the 31st July 2015. The present value of future payments under this deficit reduction plan has been determined using a deficit modeller produced by USS. A discount rate of 2.16% (1.85% in 2016/17) has been used to calculate the present value of future payments. This discount factor is based on the yield of high quality corporate bonds as required by FRS102.

	2017/18 £'000	2016/17 £'000
Deficit at 1 August	(13,680)	(14,183)
Net interest cost	(253)	(379)
Current service cost	(6,228)	(7,394)
Change in deficit reduction plan assumptions	(457)	(129)
USS pension cost in consolidated Statement of Comprehensive Income	<u>(6,938)</u>	<u>(7,902)</u>
Contribution from University	<u>8,085</u>	<u>8,405</u>
Deficit at 31 July (Note 20)	<u>(12,533)</u>	<u>(13,680)</u>

28B Bangor University Pension and Assurance Scheme 1978 (BUPAS)

The University operates a defined benefit pension scheme for ancillary and support staff, the Bangor University Pension and Assurance Scheme 1978 (BUPAS). The scheme is externally funded and was contracted out of the State Second Pension (S2P) until 31 March 2016.

The last formal triennial actuarial valuation of the scheme was performed as at 1 August 2017 by a professionally qualified actuary.

During the year, the University paid contributions to the pension scheme at the rate of 18.35% (2017: 18.35%).

The total cost of contributions paid by the University was £1,755k (2017: £1,887k). The University paid a further contribution of £700k (2017: £700k) towards the scheme's deficit repair plan.

Assumptions

The financial assumptions used to calculate scheme liabilities under FRS102 at the year ended 31 July are:

	2018 % p.a.	2017 % p.a.
Price inflation (RPI)	3.35%	3.35%
Price inflation (CPI)	2.35%	2.35%
Rate of increase in salaries	3.65%	3.35%
Rate of increase of pensions in payment for BUPAS members	2.20%	2.20%
Increases to deferred pensions before retirement	2.35%	2.35%
Discount rate	2.70%	2.50%

The most significant non-financial assumption is the assumed level of longevity. The table below shows the life expectancy assumptions used in the accounting assessments at the year ended 31 July based on the life expectancy of male and female members at age 65.

	2018		2017	
	Male	Female	Male	Female
Member aged 65 retiring today	21.1	24.0	21.0	24.0
Member aged 45 retiring in 20 years	22.5	25.6	22.3	25.5

Notes to the Financial Statements

Year ended 31 July 2018

28B Bangor University Pension and Assurance Scheme 1978 (continued)

The major categories of scheme assets were as follows:	2017/18	2016/17
	£'000	£'000
Equities	108,123	106,003
Liability driven investments	31,261	24,425
Property	6,088	5,562
Cash	744	937
Total market value of assets	146,216	136,927

The scheme has no investments in the University or in any property occupied by the University.

Total return on scheme assets:	2017/18	2016/17
	£'000	£'000
Interest income	3,402	3,101
Return on plan assets (excluding amount included in net interest expense)	7,599	12,688
Total	11,001	15,789

Analysis of the amount shown in the balance sheet:	2017/18	2016/17
	£'000	£'000
<i>Reconciliation of Assets</i>		
At 1 August	136,927	122,078
Benefits paid	(4,542)	(4,019)
Administration expenses	(536)	(446)
Employer contributions	3,286	3,441
Employee contributions	80	84
Interest income	3,402	3,101
Return on assets	7,599	12,688
At 31 July	146,216	136,927

<i>Reconciliation of Liabilities</i>		
At 1 August	(143,345)	(133,022)
Benefits paid	4,542	4,019
Service cost	(3,152)	(3,284)
Employee contributions	(80)	(84)
Interest expense	(3,567)	(3,384)
Actuarial gain / (loss)	8,979	(7,590)
At 31 July	(136,623)	(143,345)

Net pension carried forward / (liability/provision) (Note 20)	9,593	(6,418)
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£6,985k of the Actuarial Gain in 2017/18 has been recognised against the provision in Note 20. £9,593k represents the balance carried forward but not recognised as an asset in the University's Balance Sheet.

Remeasurement of the net liability:	2017/18	2016/17
	£'000	£'000
Return on plan assets	7,599	12,688
Actuarial loss	8,979	(7,590)
Total	16,578	5,098

Notes to the Financial Statements

Year ended 31 July 2018

28B Bangor University Pension and Assurance Scheme 1978 (continued)

Analysis of operating charges:	2017/18	2016/17
	£'000	£'000
Current service cost	3,152	3,284
Administration expenses	536	446
Net interest expense	165	283
Total	3,853	4,013
Analysis of net interest cost:	2017/18	2016/17
	£'000	£'000
Interest income on plan assets	3,402	3,101
Interest expense on pension liabilities	(3,567)	(3,384)
Total	(165)	(283)
Analysis of movement in scheme deficit:	2017/18	2016/17
	£'000	£'000
At 1 August	(6,418)	(10,944)
Administration expenses	(536)	(446)
Contributions or benefits paid by the University	3,286	3,441
Current service cost	(3,152)	(3,284)
Other finance charge	(165)	(283)
Return on assets (excluding amount included in net interest)	7,599	12,688
Gain / (loss) recognised in other comprehensive income	8,979	(7,590)
At 31st July - unrecognised asset/(provision)	9,593	(6,418)

29 Related party transactions

Included within the financial statements are financial transactions with the following related parties in which the University does not have a controlling interest. All transactions are conducted at arm's length and in accordance with the University's Financial Regulations and usual procurement procedures. The value of these transactions reflected in the accounts for the year ended 31 July 2018 are set out below.

Organisation	Note	Income £'000	Expenditure £'000	Due from / (to) at 31 July 2018 £'000
Bangor University Students' Union		10	1,193	(2)
P&O Maritime Ocean Sciences Ltd	15	62	939	751

Other transactions with related parties involving members of the University's Council are disclosed under Note 7.

Notes to the Financial Statements

Year ended 31 July 2018

30 Financial Instruments		2018		2017	
	Note	Consolidated £'000	University £'000	Consolidated £'000	University £'000
Financial assets					
Financial assets measured at cost:					
Cash and cash equivalents	23	32,448	32,225	31,045	30,556
Financial assets measured at fair value:					
Non-current investments	14	6,021	6,021	6,196	6,196
Financial assets measured at cost less impairment:					
Non-current investments	14	83	213	83	213
Trade receivables	17	10,333	9,522	9,300	8,493
Other receivables	17	10,102	14,018	10,586	14,291
		<u>58,987</u>	<u>61,999</u>	<u>57,210</u>	<u>59,749</u>
Financial liabilities					
Financial liabilities measured at cost:					
Trade and other payables	18/19	32,722	31,534	40,816	39,445
Financial liabilities measured at amortised cost:					
Loans	18/19	45,167	42,676	48,321	45,347
Service concession arrangements	18/19	66,128	66,128	67,408	67,408
Finance leases	18/19	84	84	155	155
		<u>144,101</u>	<u>140,422</u>	<u>156,700</u>	<u>152,355</u>

The income and expenditure in respect of the financial instruments is summarised below:

		£'000	£'000	£'000	£'000
Total investment income for financial assets at cost	5	139	277	155	215
Total investment income for financial assets at fair value	5	160	160	129	129
Total interest expenditure for financial liabilities at amortised cost	8	5,443	5,413	5,401	5,180

The University enters into predominantly non-complex or short term transactions resulting in basic financial instruments. As such the risk associated with the assets and liabilities outlined above is deemed by the University to be relatively low. The financial assets measured at cost are mainly in the form of cash or cash equivalents held with financial institutions on deposit. Financial assets measured at market value are exposed to the risk of changes in market prices. These are actively managed by professional fund managers according to an investment strategy set by the University.

For further details on terms and conditions associated with loans refer to Note 19.

31 Bursaries

The University is the paying agent on behalf of the National Health Service and the Welsh Government in respect of bursaries and expenses made available for students studying nursing and teacher training. The sums paid are:

	2017/18 £'000	2016/17 £'000
Nursing	4,263	3,682
Teacher Training	328	287
	<u>4,591</u>	<u>3,969</u>

The bursaries and related disbursements are excluded from the Statement of Comprehensive Income.