

**FY 2008**  
**(The Third Term of the Fiscal Year)**

# **Financial Statement**



FROM: April 1, 2008

TO: March 31, 2009

**The Public University Corporation,**  
**The University of Aizu**

## Table of Contents

Balance Sheet .....	1
Statement of Income .....	2
Statement of Cash Flow .....	3
Appropriation of Profits .....	4
Calculation of Costs for Implementation of Administrative Services .....	5
Notes .....	6
Notes Regarding Financial Statement	
( 1) Statement of Acquisition, Disposal, and Depreciation (including the amount equivalent to depreciation not associated with profit and loss, calculated based on “No. 84: Accounting Procedures Regarding Depreciation of Specific Depreciable Assets) of Fixed Assets and Existing Losses .....	8
( 2) Statement of Inventory Assets .....	9
( 3) Statement of Prefectural Property Used without Compensation .....	9
( 4) Statement of PFI (Private Finance Initiative) .....	9
( 5) Statement of Securities .....	9
( 6) Statement of Investments .....	9
( 7) Statement of Long-term Loans .....	9
( 8) Statement of Debts .....	9
( 9) Statement of Reserves .....	1 0
(10) Statement of Guaranteed Liabilities .....	1 0
(11) Statement of Capital Stock and Capital Surplus .....	1 0
(12) Statement of Reserves and Diversion of Appropriated Surplus .....	1 0
(13) Statement of Operating Expenses and General Administrative Expenses ...	1 1
(14) Statement of Liabilities and Profit on Operational Subsidies .....	1 4
(15) Statement of Funding other than Operational Subsidies from the Government of Fukushima Prefecture, Etc. ....	1 4
(16) Statement of Salaries for Executives, Faculty and Administrative Personnel .....	1 5
(17) Segment Information that should be Disclosed .....	1 6
(18) Statement of Donations .....	1 6
(19) Statement of Commissioned Research .....	1 6
(20) Statement of Cooperative Research .....	1 6
(21) Statement of Commissioned Projects, Etc. ....	1 6
(22) Statement of Grant-In-Aid for Scientific Research (KAKENHI) .....	1 7
(23) Statement of Major Assets and Liabilities .....	1 8

Balance Sheet  
(March 31, 2009)

Unit: Yen

Assets			
I Fixed Assets			
1 Tangible assets			
Land		6,620,300,000	
Buildings	12,661,114,429		
Accumulated depreciation	<u>△4,790,071,597</u>	7,871,042,832	
Structures	1,039,997,538		
Accumulated depreciation	<u>△628,248,650</u>	411,748,888	
Machinery and equipment	1,034,250		
Accumulated depreciation	<u>△1,034,249</u>	1	
Tools, furniture and durable goods	1,945,295,926		
Accumulated depreciation	<u>△658,117,350</u>	1,287,178,576	
Library materials		1,499,209,308	
Works of art and collections		<u>5,600,003</u>	
Vehicle and delivery equipment	7,558,860		
Accumulated depreciation	<u>△1,364,792</u>	6,194,068	
Construction in progress		<u>143,774,000</u>	
Total tangible assets		<u>17,845,047,676</u>	
2 Intangible assets			
Patent Rights	1,448,047		
Accumulated depreciation	<u>△105,981</u>	1,342,066	
Other intangible assets		2,230,200	
Patent Rights in progress		<u>13,656,048</u>	
Total intangible assets		<u>17,228,314</u>	
3 Investments and other assets			
Long-term prepaid expenses		<u>41,240</u>	
Total investments and other assets		<u>41,240</u>	
Total Fixed Assets			<u>17,862,317,230</u>
II Current Assets			
Cash on hand and in banks		1,155,539,659	
Payments from students receivable		2,954,000	
		6,535,047	
Prepaid expenses		341,914	
Other current assets		<u>89,647,087</u>	
Uncollected income			
Total Current Assets			<u>1,255,017,707</u>
TOTAL ASSETS			<u>19,117,334,937</u>
Liabilities			
I Fixed Liabilities			
Asset offsetting liabilities			
Asset offsetting operational subsidies, etc.	40,303,742		
Asset offsetting subsidies, etc.	31,122,991		
Asset offsetting donations	47,482,705		
Amount of items received or donated as offsetting of assets	1,463,976,287		
Patent rights in progress offsetting operational subsidies, etc.	13,656,048		
Construction in progress offsetting operational subsidies, etc.	<u>143,774,000</u>	1,740,315,773	
Long-term accounts payable		777,605,120	
Other fixed liabilities		<u>3,210,225</u>	
Total Fixed Liabilities			<u>2,521,131,118</u>
II Current Liabilities			
Operational subsidy liabilities		178,601,513	
Donation liabilities		33,288,431	
Commissioned research expenses, etc. received in advance		4,959,448	
Advances		552,000	
KAKENHI, etc. entrusted		4,777,546	
Deposits received		48,367,745	
Accounts payable		455,412,731	
Short-term lease payable		480,880,303	
Accrued consumption taxes, etc.		<u>2,081,500</u>	
Total Current Liabilities			<u>1,208,921,217</u>
TOTAL LIABILITIES			<u>3,730,052,335</u>
CAPITAL			
I Capital Stock			
Investments from local public entities		<u>19,304,393,953</u>	
Total Capital Stock			<u>19,304,393,953</u>
II Capital Surplus			
Capital surplus		1,046,725,241	
Accumulated depreciation not associated with profit and loss		<u>△5,464,969,201</u>	
Total Capital Surplus			<u>△4,418,243,960</u>
III Earned Surplus			
Reserve funds for improvement of education and research, and for improvement of organization and administration		235,929,358	
Reserve funds		1,322,866	
Unappropriated surplus at the end of the current term		263,880,385	
(Current gross profit		<u>263,880,385</u>	
Total Earned Surplus			<u>501,132,609</u>
TOTAL CAPITAL			<u>15,387,282,602</u>
TOTAL LIABILITIES AND CAPITAL			<u>19,117,334,937</u>

Statement of Income  
(From April 1, 2008 to March 31, 2009)

Unit: Yen

Ordinary Expenses			
Operating expenses			
Educational expenses	258,535,060		
Research expenses	262,766,156		
Educational and research assistance expenses	940,701,423		
Commissioned research expenses	40,046,986		
Commissioned project expenses	85,296,637		
Personnel expenses for executives	91,749,870		
Personnel expenses for faculty			
Salaries for full-time faculty	1,158,951,476		
Salaries for part-time faculty	134,107,534	1,293,059,010	
Personnel expenses			
Salaries for full-time personnel	548,103,644		
Salaries for part-time personnel	113,405,383	661,509,027	3,633,664,169
General administrative expenses			369,163,903
Financial costs			
Interest expenses	52,525,314	52,525,314	
Miscellaneous loss			408
Total Ordinary Expenses			<u>4,055,353,794</u>
Ordinary Income			
Operational subsidies		3,039,800,294	
Tuition fees		766,425,240	
Admission fees		179,908,400	
Examination fees		23,875,200	
Seminar fees		368,700	
Income from commissioned research, etc.			
Organizations other than Government or local governments	43,265,334	43,265,334	
Income from commissioned projects, etc.			
Organizations of Government and local governments	74,844,433		
Organizations other than Government or local governments	14,299,093	89,143,526	
Donations			12,617,206
Reversal of asset offsetting liabilities			
Reversal of asset offsetting operational subsidies, etc.	3,949,361		
Reversal of asset offsetting subsidies, etc.	2,978,798		
Reversal of asset offsetting donations	2,156,448		
Reversal of amount of items received or donated as offsetting of assets	12,508,149	21,592,756	
Subsidies, etc.			85,899,381
Financial income			
Interest income	4,492,887	4,492,887	
Miscellaneous income			
Income from property lending	31,238,838		
Other miscellaneous income	19,130,818	50,369,656	
Total Ordinary Income			<u>4,317,758,580</u>
Ordinary Profit			<u>262,404,786</u>
Temporary Losses			
Fixed assets elimination loss		1	1
Temporary Profit			
Reversal of allowance receivable		1,475,600	1,475,600
Current Net Profit			<u>263,880,385</u>
Current Gross Profit			<u>263,880,385</u>

Statement of Cash Flow  
(From April 1, 2008 to March 31, 2009)

Unit: Yen

I	Cash Flow from Operation Activities	
	Expenses for purchase of materials, goods, or services	△1,018,428,631
	Personnel expenses	△2,082,464,126
	Other operating expenses	△391,995,535
	Income from operational subsidies	3,283,210,000
	Income from tuition fees	751,967,640
	Income from admission fees	176,858,000
	Income from examination fees	23,935,200
	Income from commissioned research, etc.	42,353,475
	Income from commissioned projects, etc.	33,696,236
	Income from subsidies, etc.	85,346,682
	Income from donations	13,168,302
	Other operating income	51,019,188
	Increase/decrease in deposits	△7,885,329
	Subtotal	960,781,102
	Cash Flow from Operation Activities	960,781,102
II	Cash Flow from Investing Activities	
	Expenses for acquisition of tangible assets	△21,277,563
	Expenses for acquisition of intangible assets	△9,668,488
	Expenses for fixed deposits, etc.	△300,000,000
	Income from repayment of fixed deposits, etc.	350,000,000
	Subtotal	19,053,949
	Interest and dividends received	4,565,972
	Cash Flow from Investing Activities	23,619,921
III	Cash Flow from Financial Activities	
	Expenses for payment of lease liabilities	△482,636,519
	Subtotal	△482,636,519
	Amount of interest paid	△52,525,314
	Cash Flow from Financial Activities	△535,161,833
IV	Increase in Funds	449,239,190
V	Fund Balance at the Beginning of the Fiscal Year	406,300,469
VI	Fund Balance at the End of the Fiscal Year	855,539,659

## Appropriation of Profits

Unit: Yen

I Unappropriated Surplus at the End of the Current Term		263,880,385
Current Gross Profit		263,880,385
II Appropriation of Profits		
Reserve Funds		184,546
Amount requiring approval from the head of the founding organization, in accordance with the provisions of Article 40, Paragraph 3 of the Local Independent Administrative Corporation Law		
Reserve funds for improvement of education and research, and for improvement of organizations and administration		
		<u>263,695,839</u> <u>263,880,385</u>

Calculation of Costs for Implementation of Administrative Services  
(From April 1, 2008 to March 31, 2009)

Unit: Yen

I Operating Expenses			
(1) Classification of expenses in the Statement of Income			
Operational expenses	3,633,664,169		
General administrative expenses	369,163,903		
Financial costs	52,525,314		
Miscellaneous loss	<u>408</u>	4,055,353,794	
(2) Incomes, etc. earned independently by the Public Corporation (Deduction)			
Tuition fees	△766,425,240		
Admission fees	△179,908,400		
Examination fees	△23,875,200		
Seminar fees	△368,700		
Income from commissioned research, etc.	△43,265,334		
Income from commissioned projects, etc.	△89,143,526		
Donations	△12,617,206		
Reversal of asset offsetting dominations	△2,156,448		
Financial income	△4,492,887		
Miscellaneous income	<u>△41,078,656</u>	<u>△1,163,331,597</u>	
Total Operating Expenses			2,892,022,197
II Depreciation Equivalent not Associated with Profit and Loss			
Depreciation equivalent not associated with profit and loss			951,579,575
III Estimated Amount of Increase in Retirement Benefits other than the Reserve for Retirement Allowances			
			128,671,876
IV Opportunity Costs			
Opportunity costs for lease transactions of properties of the national government or local public entities without compensation or reduced usage charges		19,450	
Opportunity costs invested by local public entities		<u>205,849,993</u>	205,869,443
V Payments by the Founding Organization (Deduction)			
			<u>0</u>
VI Costs for Implementation of Administrative Services			
			<u>4,178,143,091</u>

## Annotations

### I Important Accounting Policies

#### 1 Criteria for Realization of Income from Operational Subsidies and Tuition Fees

With the exception of the operational subsidies listed below, time-based income realization criteria (期間進行基準) is used for appropriation of income.

##### (1) Cost-based income realization criteria (費用進行基準)

- ① Operational subsidies appropriated for retirement allowances
- ② Operational subsidies appropriated for personnel expenses designated by the Government of Fukushima Prefecture, granter of the subsidies, as specified expenses
- ③ Operational subsidies designated by the Government of Fukushima Prefecture, granter of the subsidies, as facility maintenance expenses

#### 2 Accounting Procedures Regarding Depreciation

##### (1) Tangible assets

The straight-line method is adopted.

Useful life-spans of assets are based on useful life-spans determined by corporate-tax codes.

For fixed assets inherited from the Government of Fukushima Prefecture, estimated useful life-spans are used. Specific depreciable assets purchased by income from commissioned research, etc., are based on useful life-span.

However, the straight line depreciation method using lease periods as useful life-spans of assets is applied to leased assets.

Amounts equivalent to depreciation for specific depreciable assets (Local Independent Administrative Corporation Accounting Rules, No. 84) are deducted from the capital surplus as accumulated depreciation not associated with profit and loss.

Useful life-spans of major assets are as follows:

- ① Buildings 4 years to 36 years
- ② Structures 1 years to 48 years
- ③ Tools, furniture and durable goods 1 year to 6 years

##### (2) Intangible assets

As the intangible assets possessed by the Corporation are only telephone subscription rights and patent rights suspense accounts, they have not been subject to depreciation.

#### 3 Criteria for Appropriation of Reserves

##### (1) Criteria for appropriation of reserves and estimates regarding retirement benefits

As retirement allowances are financed by operational subsidies, no reserves for retirement benefits are appropriated.

For the Estimated Amount of Increase in Retirement Benefits other than Reserve for Retirement Allowances entered in the Calculation of Costs for Implementation of Administrative Services, the increase for this term in reserves for retirement benefits regarding retirement allowances calculated based on No. 85, Item 4 of the Accounting Rules is appropriated.

##### (2) Uncollectible reserves

As a result of judgment made individually regarding the possibility of collection of unpaid tuition fees individually, there were no applicable cases.

#### 4 Accounting Procedures Regarding Lease Transactions

For finance lease transactions for a total lease of 3 million yen or more, accounting procedures based on the methods used for ordinary sales transactions are applied.

#### 5 Accounting Procedures Regarding Consumption Taxes, Etc.

Accounting regarding consumption taxes, local consumption taxes is conducted on a pretax basis.

#### 6 Methods for Appropriation of Opportunity Costs for Calculation of Costs Used in the Statement for Implementation of Administrative Services

##### (1) Method for appropriation of opportunity costs for no-cost or discounted lease transactions regarding properties of the national government or local public entities

Usage charges are calculated based on the Aizu-Wakamatsu City Ordinance Regarding Road Occupancy, and other regulations.

##### (2) Rates used for appropriation of opportunity costs invested by local public entities

The rate of 1.340 % is used for calculation, based on the yield of government bonds as of March 31, 2009.

### II Annotations Regarding the "Balance Sheet"

Estimation of Amount for Retirement Benefit from Operational Subsidy 877,554,385 yen

(This amount excludes estimation of retirement benefit for personnel who are sent from Fukushima Prefecture)

### III Annotations Regarding the "Cash Flow Statement"

#### 1 Breakdown of Term-end Capital Balance Comparison Tables Items

Cash and savings	1,155,539,659	Yen
A fixed deposit	△ 300,000,000	Yen
Final term-end capital balance	855,539,659	Yen

#### 2 Important Non-capital Transactions



(1) Increase of assets due to transfer of assets at no cost

Tools, furniture, and durable goods	1,999,646	Yen
<u>Library materials</u>	<u>3,368,881</u>	<u>Yen</u>
Total	5,368,527	Yen

(2) Acquisition of assets by financing and leasing

1,213,640,845 Yen

IV Annotations Regarding "the Statement for Calculation of Costs for Implementation of Administrative Services"

The estimated amount of increase in retirement benefits includes expenses for loaned (dispatched), and prefectural employees. (39,185,923 yen)

V Important Activities Regarding Debt Burdens

Not applicable.

VI Important Events After Creation of the Balance Sheet

Not applicable.