

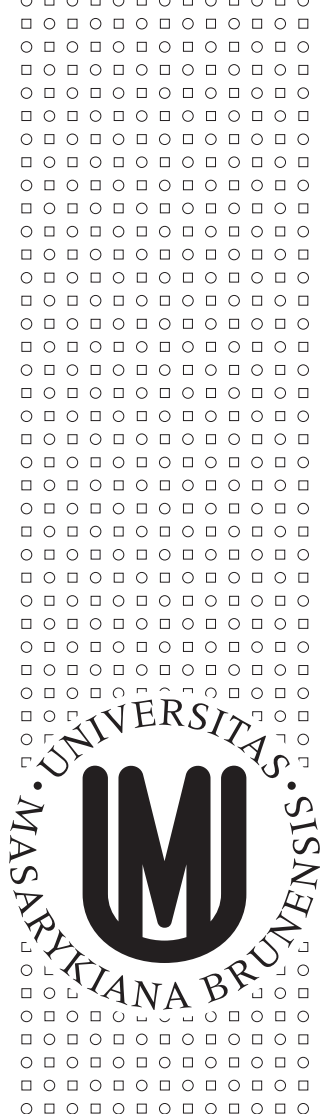


MASARYK UNIVERSITY



ANNUAL FINANCIAL REPORT

2007



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Prof. PhDr. Petr Fiala, Ph.D.
Rector

April 2008

Approved by the MU Academic Senate on: 5 May 2008
Discussed by the MU Board of Trustees

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Introduction

Masaryk University (hereinafter referred to as "MU") submits, in accordance with Section 21 (3) of Act No 111/1998 Coll., the Higher Education Act, as amended, and the Unified Syllabus of the Ministry of Education, Youth and Sports, the Annual Report of the Higher Education Institution for 2007, which is prepared on the basis of MU accounts and other selected data.

MU is a public university established pursuant to Act No 111/1998 Coll., the Higher Education Act, and ranks among a group of accounting units, whose main object of activity is not business undertaking. Consequently, MU used accounting methods applicable to the above-mentioned type of organisations in the 2007 accounting period, namely accounting methods prescribed by Decree No 504/2002 Coll. implementing certain provisions of Act No 563/1991 Coll., the Accounting Act, as amended. The accounting period at MU is a calendar year. Assets and liabilities of MU are valued at historical cost. Accounting documents are kept in electronic form; while most types of accounting documents (invoices received, invoices issued, internal accounting documents) are also kept in printed form.

The authorized representative of MU is the Rector, prof. PhDr. Petr Fiala, Ph.D.

The 2007 financial statements for MU were audited. The auditor's report is attached to the 2007 financial statements for MU.

The book profit of MU for the 2007 accounting period amounts to 71.644 mil. CZK and represents at the same time profit after taxation.

Since 1 January 2005, in relation to the amendment to Section 38 of Decree No 504/2002 Coll. becoming effective, the difference between the amount of book depreciation not recognisable for tax purposes and tax depreciation, which formerly had a significant impact on the income tax base, has been eliminated. At the same time, however, additions to the capital asset regeneration fund (hereinafter FRIM) were reduced by the book depreciation of assets acquired from funding provided by the Ministry of Education. Total depreciation in 2007 amounted to 261 mil. CZK, of which the depreciation of assets acquired from the funding provided by the Ministry of Education (hereinafter referred to as "funded asset depreciation") represented 192 mil. CZK (i.e. 74% of total depreciation) and depreciation of assets not acquired from the funding (hereinafter "non-funded asset depreciation") represented 69 mil. CZK (i.e. 26% of total depreciation). In 2007 FRIM was created from non-funded asset depreciation in the amount of 69 mil. CZK (the same amount as in 2006), accounting for a profit of 2006 in the amount of 51 mil. CZK and a transfer balance of the capital contribution in the amount of 15 mil. CZK.

Pursuant to amendments of Act No 111/1998 Coll. (first amendment effective as of 13 September 2005, the second as of 1 January 2006) universities are entitled to a contribution from the Ministry of Education for educational, scientific, research, development, artistic and other creative activities (hereinafter the "contribution") and to transfer the unused contribution to the operational fund, FRIM and unused earmarked public funds to the fund for earmarked financial resources.

Total non-capital investment revenues of MU in 2007 amounted to 3,667 mil. CZK (an increase of 16% compared to 2006), expenses amounted to 3,595 mil. CZK (decrease of 15%).

Normative funding from the Ministry of Education (funding for teaching activities according to indicator A and funding of special research) amounted to 1,712 mil. CZK, representing 47% of total revenues, in 2007. Out of this amount the prescriptive portion of non-capital investment funding for teaching activities (indicator A) represented 1,592 mil. CZK (an increase of 7% compared to 2006) and funding of specific research amounted to 120 mil. CZK (an increase of 6%).

The increase in the number of students from 35,721 (2006) to 38,989 (2007), representing an increase of 9%, had a positive effect on MU revenues in 2007, which was namely due to the year-on-year increase of the contribution from the Ministry of Education by 7%.

In 2007 MU received funding in the amount of 824 mil. CZK for research and development, representing an increase of 6% compared to 2006, of which 661 mil. CZK was received from the Ministry of Education, 150 mil. CZK from other parts of the State budget and budgets of local and regional government bodies and 13 mil. CZK of research funding came from abroad. The share of non-capital funding for research and development in the total revenues of the university in 2007 amounted to 720 mil. CZK (20% of total revenues, representing an increase of 13% compared to 2006), the capital investment funding for research and development amounted to 104 mil. CZK (a decrease of 31% compared to 2006).

Non-capital funding and contributions for teaching activities and operation (prescriptive and targeted) amounted in total to 2,043 mil. CZK (56% of total revenues), of which 1,978 mil. CZK was received from the Ministry of Education, 3 mil. CZK from other parts of the State budget and budgets of local and regional government bodies and 62 mil. CZK for projects co-financed by the EU and from abroad.

Non-capital funding for the accommodation and catering of students amounted to 18 mil. CZK (i.e. by 10% more than in 2006) in 2007.

In 2007 the total amount of funding from public sources of the Czech Republic and from abroad amounted to 3,222 mil. CZK, of which 2,746 mil. CZK was made up of non-capital funding and contributions (up by 10% over 2006) and 458 mil. CZK of capital expense funding, including funding of Programme 233 330 (decrease of 56%) as a result of the delay to the construction of the University Campus and the related decrease of capital expenditure. For a detailed analysis of funds provided from public sources and their financial settlement with the State budget see table 2 and 6.

MU revenues from non-public sources amounted to 906 mil. CZK (25% of total non-capital revenues), representing an increase of 35% compared to 2006. These revenues consisted of self-generated income from principal activity in the amount of 796 mil. CZK (i.e. by 39% more than in 2006) and of supplementary income in the amount of 110 mil. CZK (i.e. by 16% more than in 2006). The self-generated income from principal activity includes funded asset depreciation in the amount of 192 mil. CZK and the use (reduction) of funds in the amount of 164 mil. CZK. Net revenues from non-public sources, i.e. revenues reduced by funded assets depreciation and use of funds, then amounted to 550 mil. CZK, which is 20% more than in 2006. The share of net revenues from non-public sources on total non-capital revenues amounts to 15%.

In 2007 the total non-capital expenses amounted to 3,595 mil. CZK (an increase of 15%). The expenses also include the cost of funded asset depreciation and additions to funds. The year-on-year increase of expenses adjusted by funded asset depreciation and additions to funds represents 13%.

In 2007 the share of paid wages and salaries from all sources (including other personnel expenses) without social and health insurance on the total expenses amounted to 1,386 mil. CZK (table 2.2.1), representing 38% of total non-capital revenues. Wages and salaries, excluding other personnel expenses, amounted to 1,306 mil. CZK. The mean salary at MU (excluding other personal expenses) amounted to 33,433 CZK/month, representing an increase of 7.4% compared to 2006, while the amount of employees was 3,255.

Out of the total number of 3,255 full-time equivalent employees of MU, 1,407 were academic staff, 49 were researchers and 1,800 were others (of which 531 were professional staff, 967 were administrative staff and 302 were workers).

Social and health insurance contributions paid to the state in 2007 amounted to 466 mil. CZK. The total share of personnel expenses, including social and health insurance in 2007 then amounted to 1,852 mil. CZK, representing 52% of the total MU non-capital expenses.

In 2007 the total amount of 291 mil. CZK was paid on scholarships, of which 102 mil. CZK was for scholarships for doctoral students, 96 mil. CZK for accommodation grants, 8 mil. CZK for bursaries and 85 mil. was for other grants.

MU manages assets in the total volume of 7,939 mil. CZK at purchase value (an increase of 28% compared to 2006), of which 7,841 mil. CZK are long-term tangible assets (up by 28% compared to 2006) and 98 mil. CZK are long-term intangible assets (up by 3% compared to 2006).

Total accumulated depreciation amounted to 2,165 mil. CZK and total write off, i.e. the ratio of total depreciation to the total value of assets, amounted to 27% (while in 2006 total write off amounted to 32%).

Significant financial indicators also include the balance of funds created pursuant to Act No 111/1998 Coll., the Higher Education Act. The total value of the individual funds as of 31 December 2007 amounted to 629 mil. CZK (an increase of 18% over the previous year). Balances in the individual funds were as follows: 133 mil. CZK (operational fund, up 36%), 53 mil. CZK (fund for earmarked financial resources, up 29%), 22 mil. CZK (fund for bonuses, up 16%), 96 mil. CZK (reserve fund, up 0%), 269 mil. CZK (FRIM, up 11%), 39 mil. CZK (scholarship and bursary fund, up 62%) and 17 mil. CZK (social fund, up 54%).

Additions to the fund for bonuses and FRIM were affected by the accounting for the profit achieved in 2006 in the amount of 60 mil. CZK, of which 9 mil. CZK went to the fund for bonuses and 51 mil. CZK to FRIM.

In 2007 a total of 1,178 mil. CZK was used on the regeneration of capital assets of MU, of which 458 mil. CZK was from capital-investment funding and 111 mil. CZK from FRIM.

Out of the total capital expenditures in 2007, 900 mil. CZK was used for the realization of Programme 233 330. The Programme funding came from various sources: 229 mil. CZK came from the Ministry of Education, 510 mil. CZK from the loan, 99 mil. CZK from the City of Brno and 62 mil. CZK from FRIM. In addition, 85 mil. CZK of non-capital funding was used for the Programme realization, namely for the initial equipment of new buildings within the Bohunice Campus and for equipping the reconstructed Faculty of Science buildings at the Kotlářská campus.

In connection with the implementation of Sub-programme 233 332 - building of the University Campus, a total of 906 mil. CZK of capital funding was used in 2007, of which 153 mil. CZK came from the Ministry of Education, 510 mil. CZK from the loan, 99 mil. CZK from the City of Brno and 60 mil. CZK from FRIM. In connection with the implementation of Sub-programme 233 333 - reconstruction and modernisation, a total of 79 mil. CZK of capital funding was used, of which 60 mil. CZK was from the Ministry of Education and 2 mil. from FRIM.

The above-mentioned non-capital funding in the total amount of 85 mil. CZK was used on the implementation of Sub-programme 233 332 in the amount of 83 mil. CZK and for the implementation of Sub-programme 233 333 in the amount of 2 mil. CZK.

Funding of the Programme from MU's own resources in 2007 then amounted to 147 mil. CZK (62 mil. CZK from FRIM and 85 mil. CZK from non-capital funds).

The total funding used for the Programme implementation from its beginning in 2002 to 31 December 2007 amounts to 4,041 mil. CZK, of which 2,391 mil. CZK came from the Ministry of Education, 265 mil. CZK from the City of Brno and 675 mil. CZK from MU's own resources. The loan was used in the total amount of 710 mil. CZK.

Ladislav Janíček
Bursar

1. Financial Statements

1.1 Balance Sheet

MU uses accounting methods prescribed by Decree No 504/2002 Coll., as amended, which implements certain provisions of Act No 563/1991 Coll., the Accounting Act, as amended, and which is applicable to accounting units, the main object of whose activity is not business undertaking.

Table 1.1 **BALANCE SHEET** (in thou. CZK)

ASSETS

	Account number	line (I.)	Balance as at 1 January 2007	Balance as at 31 December 2007
			1	2
A. Total fixed assets 1. 2+10+21+29		0001	5,348,092.80	6,280,897.25
I. Total intangible fixed assets 1. 3 to 9		0002	95,664.31	99,175.44
1. Research and development	012	0003	318.93	318.93
2. Software	013	0004	76,892.94	80,570.61
3. Valuable rights	014	0005		
4. Low-value intangible fixed assets	018	0006	16,915.02	15,704.91
5. Other intangible fixed assets	019	0007	1,074.90	1,805.30
6. Intangible fixed assets under construction	041	0008	462.52	775.69
7. Advance payments for intangible fixed assets	051	0009		
II. Total tangible fixed assets 1. 11 to 20		0010	7,253,907.41	8,346,673.78
1. Land	031	0011	346,097.32	343,375.34
2. Works of art and art collections		0012	29,925.20	30,658.62
3. Structures	021	0013	3,572,932.48	5,004,362.25
4. Separate movable items and sets of movable items	022	0014	1,720,034.31	2,049,459.73
5. Perennial crops	025	0015		
6. Breeding and draught animals	026	0016		
7. Low-value tangible fixed assets	028	0017	446,803.84	412,523.59
8. Other tangible fixed assets	029	0018	55.37	55.37
9. Tangible fixed assets under construction	042	0019	1,137,363.17	506,238.88
10. Advance payments for tangible fixed assets	052	0020	695.72	
III. Total financial investments 1. 22 to 28		0021	100.00	260.82
1. Shares and ownership interests in enterprises with controlling influence	061	0022	100.00	100.00
2. Shares and ownership interests in enterprises with substantial influence	062	0023		
3. Bonds and debentures held until maturity	063	0024		
4. Intercompany loans	066	0025		
5. Other long-term loans	067	0026		
6. Other financial investments	069	0027		160.82
7. Acquired financial investments	043	0028		
IV. Total accumulated depreciation - fixed assets 1. 30 to 40		0029	-2,001,578.92	-2,165,212.79
1. Total accumulated depreciation - research and development	072	0030	-272.05	-301.66
2. Accumulated depreciation - software	073	0031	-47,919.67	-58,990.94
3. Accumulated depreciation - valuable rights	074	0032		
4. Accumulated depreciation - low-value intangible fixed assets	078	0033	-16,915.02	-15,704.91
5. Accumulated depreciation - other intangible fixed assets	079	0034	-77.05	-268.87
6. Accumulated depreciation - structures		0035	-532,897.60	-595,532.37
7. Accumulated depreciation - individual movable assets and sets of movable assets	082	0036	-956,693.69	-1,081,890.45
8. Accumulated depreciation - perennial crops	085	0037		
9. Accumulated depreciation - breeding and draught animals	086	0038		
10. Accumulated depreciation - low-value tangible fixed assets	088	0039	-446,803.84	-412,523.59
11. Accumulated depreciation - other tangible fixed assets	089	0040		

	Account number	line (L.)	Balance as at 1.1.2007	Balance as at 31.12.2007
			1	2
B. Total current assets	1. 42+52+72+81	0041	973,776.02	1,099,153.34
I. Total inventory	item 43 to 51	0042	20,668.08	22,880.38
1. Material in store	112	0043	8,739.59	9,215.08
2. Material in transit	119	0044	0.00	21.99
3. Work-in-process	121	0045	1.05	75.91
4. Semi-finished products	122	0046	0.00	0.00
5. Finished products	123	0047	10,597.98	12,133.53
6. Animals	124	0048	136.01	159.31
7. Merchandise in store and in retail shops	132	0049	1,193.45	1,274.56
8. Merchandise in transit	139	0050	0.00	0.00
9. Advance payments for inventory	z 314	0051	0.00	0.00
II. Total receivables	1. 53 to 71	0052	51,558.42	59,913.36
1. Customers	311	0053	13,494.84	17,747.31
2. Bills of exchange to be collected	312	0054		
3. Receivables for discounted securities	313	0055		
4. Advance payments made	z 314	0056	5,084.03	7,961.20
5. Other receivables	315	0057	26.07	24.54
6. Receivables from employees	335	0058	15,566.72	12,419.73
7. Receivables from social security and public health insurance institutions	336	0059		
8. Due from State - income tax	341	0060	1,105.90	
9. Due from State - other direct taxes	342	0061		
10. Due from State - value added tax	343	0062		
11. Due from State - other taxes and fees	345	0063		
12. Entitlement to subsidies and other due to and from the State budget	346	0064		
13. Subsidies receivable and other due to and from budgets of self-governing units	348	0065		
14. Receivables from participants in an association	358	0066		
15. Receivables from fixed term operations (purchased options)	373	0067		
16. Issued bonds - receivable/asset	375	0068		
17. Sundry receivables	378	0069	6,162.92	1,424.02
18. Estimated receivables	388	0070	10,237.97	20,493.21
19. Adjustment to receivables	391	0071	-120.03	-156.65
III. Total financial assets	1. 73 to 80	0072	889,877.12	1,001,605.66
1. Cash on hand	211	0073	3,759.17	3,840.66
2. Stamps and vouchers	213	0074	579.53	522.19
3. Bank accounts	221	0075	885,516.21	997,190.85
4. Shares and similar securities	251	0076		
5. Bonds, debentures and similar securities	253	0077		
6. Other securities	256	0078		
7. Short-term financial assets - acquired	259	0079		
8. Cash in transit	261	0080	22.21	51.96
IV. Total other assets	1. 82 to 84	0081	11,672.40	14,753.94
1. Deferred expenses	381	0082	11,207.56	13,900.63
2. Accrued revenues	385	0083	317.17	525.81
3. Foreign currency exchange losses	386	0084	147.67	327.50
Total ASSETS	item 1+41	0085	6,321,868.82	7,380,050.59

LIABILITIES

	Account number	line (l.)	Balance as at 1 January 2007	Balance as at 31 December 2007
			3	4
A. Total own resources	1. 87+91	0086	5,803,004.99	6,006,774.71
I. Total equity	1. 88 to 90	0087	5,742,989.16	5,935,130.29
1. Equity	901	0088	5,209,313.60	5,306,366.01
2. Funds	911	0089	533,675.56	628,764.28
3. Gains or losses from revaluation of assets and liabilities	921	0090		
II. Total profit (loss)	1. 92 to 94	0091	60,015.83	71,644.42
1. Profit (loss) account	963	0092	x	71,644.42
2. Profit (loss) to be approved	931	0093	60,015.83	x
3. Retained earnings, accumulated losses from previous years	932	0094		
B. Total not-own capital	1. 96+98+106+130	0095	518,863.83	1,373,275.88
I. Total reserves	1. 97	0096	0.00	0.00
1. Reserves	941	0097	0.00	0.00
II. Total long-term payables	1. 99 to 105	0098	200,000.00	710,016.66
1. Long-term bank loans	951	0099	200,000.00	
2. Bonds issued	953	0100		
3. Payables from lease	954	0101		
4. Long-term advances received	955	0102		
5. Long-term bills of exchange to be paid	958	0103		
6. Estimated payables	z 389	0104		
7. Other long-term payables	959	0105		710,016.66
III. Total short-term payables	1. 107 to 129	0106	279,978.55	614,295.93
1. Suppliers	321	0107	53,310.71	70,014.23
2. Bills of exchange to be paid	322	0108		
3. Advance payments received	324	0109	6,064.72	6,660.76
4. Other payables	325	0110	2,184.71	2,629.84
5. Employees	331	0111	5,159.39	4,296.81
6. Other payables to employees	333	0112	100,848.50	109,293.13
7. Payables to social security and public health insurance institutions	336	0113	64,560.50	70,099.30
8. Due to State - income tax	341	0114	0.00	0.00
9. Due to State - other direct taxes	342	0115	26,885.55	29,751.39
10. Due to State - value added tax	343	0116	4,273.53	3,307.37
11. Due to State - other taxes and fees	345	0117	75.17	14.87
12. Subsidies from the State budget - payable	346	0118	1,305.28	3,210.23
13. Subsidies from budgets of self-governing units - payable	348	0119	260.09	155.14
14. Payables for unpaid subscribed shares and participations	367	0120	100.00	
15. Payables to participants in an association	368	0121		300,000.00
16. Payables for fixed term operations (purchased options)	373	0122		
17. Other payables	379	0123	10,696.29	8,421.64
18. Short-term bank credits	231	0124	11.36	119.71
19. Credits for discounted securities	232	0125		
20. Issued short-term bonds	241	0126		
21. Own bonds (debentures) issued	255	0127		
22. Estimated payables	z 389	0128	4,242.75	6,321.51
23. Other short-term financial assistance	249	0129		
VI. Total other liabilities	1. 131 to 133	0130	38,885.28	48,963.29
1. Accrued expenses	383	0131	1,238.86	1,168.41
2. Deferred revenues	384	0132	37,583.28	47,765.03
3. Foreign currency exchange gains	387	0133	63.14	29.85
Total LIABILITIES	1. 86+95	0134	6,321,868.82	7,380,050.59

Commentary on material changes in the Balance Sheet items:

1. Material changes in the Balance Sheet items include the following:
 - An increase of intangible fixed assets on l. 4 - Software in the amount of 3.7 mil. CZK. This increase is related namely to the technical base of database applications and acquisition of teaching SW.
 - A decrease of tangible fixed assets on l. 11 - Land in the value of 2.7 mil. CZK. This decrease is related to two exchanges of land (between CD XXI a.s. and the Brno Faculty Hospital) under contracts of exchange entered into on 4 June 2007 and 10 July 2007. A total of 2,290 m² of land owned by MU with a total purchase value of 1,601,420 CZK was subject to the exchange; the book value of the retired asset amounts to 4,323,400.44 CZK. Legal effects of an entry of the record of property rights in the Land Register occurred on 18 June 2007 and 11 July 2007 respectively.
 - An increase in the item on l. 12 - Works of art and collections in the amount of 739 thou. CZK is related to the acquisition of works of art for the campuses of the Faculty of Law and Faculty of Education and acquisition of the Dean's insignia for the Faculty of Social Studies and Faculty of Informatics.
 - An increase in the item on l. 13 - Structures in the amount of 1.431 billion. CZK. The increase is related to the construction of new buildings, reconstruction and modernisation of existing MU buildings as specified below:

reconstruction of buildings on the campus of the Faculty of Science at Kotlářská	46.8 mil. CZK
reconstruction of the building of the Faculty of Law	11.8 mil. CZK
reconstruction of the building of the Faculty of Informatics	7.4 mil. CZK
reconstruction of the campus of the Faculty of Education	15.1 mil. CZK
completion of the Blue Stage of the Masaryk University Campus in Brno-Bohunice...	1,311.2 mil. CZK
extension of the optic cable network and data infrastructure.....	8.3 mil. CZK
reconstruction of the building of the MU Rector's office.....	7.9 mil. CZK
other minor reconstructions of MU buildings	23.2 mil. CZK
 - An increase in low-value tangible assets in item on l. 14 - Individual movable assets and sets of movable assets amounts to 329.4 mil. CZK. The increase represents namely the extension of equipment for teaching and research, laboratory equipment and instruments of the recently completed pavilions of the University Campus in Bohunice - Blue Stage and further equipping individual faculty sites with communication, office and audiovisual technology. During 2007 assets were written-of (retired) in a total amount of 61.8 mil. CZK and acquired in a total amount of 391.2 mil. CZK.
 - The major items shown in the balance of account 042 on l. 19 are the following:
 - University Campus in Bohunice 449.1 mil. CZK
 - reconstruction of buildings on the campus of the Faculty of Science at Kotlářská 46.6 mil. CZK
 - In 2007 an entry of the record of acquired land in the Land Registry was recorded on the off-balance sheet account 996 501,601 - Assets - proceedings before the Land Registry. This asset represents a total amount of 1,212,250 CZK - land for the construction of UCB.
 - L. 22 of the Balance Sheet shows an investment contribution of MU into CEITEC, s.r.o. in the amount of 100 thou. CZK (MU has a 50% share in the registered capital of said company, the remaining 50% MU invested into Vysoké učení technické v Brně).
2. The total amount of unpaid receivables as at 31 December 2007 amounts to 17,747 thou. CZK (l.53 of the Balance Sheet).
3. In regards to l. C 56 of the Balance Sheet:

The advance payments made shown in accounting are reduced by the VAT value of 274.3 thou. CZK. The actual amount of advance payments made as at 31 December 2007 amounts to 8,235.5 thou. CZK.
4. In regards to l. C 60 of the Balance Sheet:

In 2007 an advance in the amount of 1,105,900 CZK was transferred for the payment of a tax liability - VAT due to the State.
5. When writing off assets acquired partly or wholly from funding specified in Section 27 (7) of Decree No 504/2002 Coll., as amended, the methods stipulated in the provisions of Section 38 (9) of said Decree were applied in 2007. MU also regards assets acquired from the funding as assets, which were received by MU pursuant to Section 101 (5) of the Higher Education Act. Depreciation (proportionate part of depreciation) of fixed assets acquired from the subsidy (funding) was debited to account 901 - Equity and credited to account 649 - Other sundry revenues. Of the total amount of revenues shown on l. 66 of the Profit and Loss Account this represents an amount of 192,438 thou. CZK. This fact needs to be taken into account during the time series analysis of the shown item.
6. L. 71 of the Balance Sheet shows adjustments in the amount of 20%, i.e. 76.62 thou. CZK, to non-time barred debts, pursuant to Section 8a (1) of the Reserves Act, with respect to unpaid debts in the amount of 383.13 thou. CZK. Of which adjustments created in 2007 amounted to 15.14 thou. CZK with respect to unpaid debts recorded in the amount of 75.71 thou. CZK in 2007. Adjustments in the amount of 100% to non-time-barred debts pursuant to Section 8a (2) of the Reserves Act, with respect to unpaid debts recorded until 2006 amount to 2.44 thou. CZK. Adjustments created pursuant to Section 8c of the Reserves Act in the amount of 100% amount to 77.59 thou. CZK.

7. Pursuant to Section 18 of Act No 111/1998, Coll., the Higher Education Act, as amended, MU continued to make additions to funds, the detailed analysis of which is specified in Chapter 4.
8. L. 99 of the Balance Sheet recorded an amount of used loan for Programme 233 330. In the auditors' opinion this amount was to be posted on account 959 - Other long-term liabilities are shown in l. 105. Accounting for this item was corrected in 2007 after the financial statements for 2006 were prepared.
9. In regards to line 109 of the Balance Sheet - advance payments made shown in accounting are reduced by the VAT value of 58.2 thou. CZK. The actual amount of advance payments received as at 31 December 2007 amounts to 6,719 thou. CZK.
10. L. 116 of the Balance Sheet shows an amount of VAT of 3,307.37 thou. CZK, which includes the tax liability for December 2007 in the amount of 3,358.69 thou. CZK and overpaid VAT tax shown in the balance of the personal account of the payer in the amount of 51.32 thou. CZK.
11. L. 118 of the Balance Sheet shows refunds of subsidies, which were paid in connection with financial settlement with the State budget in January 2008.
12. During the 2007 accounting period settlement of the MU's claim from St. Anna's Faculty Hospital, which accrued in 2001 as a result of the sale of the forensic medicine building (total amount of the debt was 15,424,930 CZK) continued under a contract in the form of monthly instalments. The payments in 2007 amounted to 2,884,986 CZK and the debt was paid in full by 31 December 2007.
13. As at 31 December 2007 the cover of the capital assets regeneration fund by financial means was secured. A reduction of this fund was not accounted for pursuant to the provisions of Section 38 (7) of Decree No 504/2002 Coll., as amended.
14. Out-of-books MU's contingent liabilities under lease contracts made before 31 December 2007 represented by the amount of future lease instalments in the period from January 2008 to August 2010 amount to 1,946 thou. CZK.

1.2. Profit and Loss Account

MU uses accounting methods prescribed by Decree No 504/2002 Coll., as amended, which implements certain provisions of Act No 563/1991 Coll., the Accounting Act, as amended, and which is applicable to accounting units, the main object of whose activity is not business undertaking. Tables 1.2a to 1.2c show the Profit and Loss Account for MU in aggregate and further separately for MU without the Accommodation and Catering Services (ACS) and separately for the Accommodation and Catering Services.

Table 1.2 Profit and Loss Account - aggregate (in thou. CZK)

Name of item	Account number	line (I.)	Principal activity	Supplementary activity	Total
			1	2	3
A. Expenses					
I. Total consumed purchases		001	440,644.10	20,858.03	461,502.13
1. Material consumption	501	002	348,115.57	8,459.87	356,575.44
2. Energy consumption	502	003	91,532.85	4,479.12	96,011.97
3. Consumption of other non-inventory items	503	004	0.00	0.00	0.00
4. Merchandise sold	504	005	995.68	7,919.04	8,914.72
II. Total services		006	370,260.85	23,133.30	393,394.15
5. Repairs and maintenance	511	007	52,317.94	2,408.61	54,726.55
6. Travel allowances	512	008	61,835.09	1,673.30	63,508.39
7. Representation expenses	513	009	1,446.26	380.65	1,826.91
8. Other services	518	010	254,661.56	18,670.74	273,332.30
III. Total personnel expenses		011	1,869,410.90	45,032.75	1,914,443.65
9. Wages and salaries	521	012	1,351,841.75	33,739.28	1,385,581.03
10. Legal social insurance	524	013	455,747.86	10,381.77	466,129.63
11. Other social insurance	525	014	19,954.25	0.00	19,954.25
12. Legal social security expenses	527	015	41,806.54	911.70	42,718.24
13. Other social security expenses	528	016	60.50	0.00	60.50
IV. Taxes and charges (fees)		017	441.31	64.55	505.86
14. Road tax	531	018	152.47	18.60	171.07
15. Real estate tax	532	019	0.00	0.00	0.00
16. Other taxes and charges	538	020	288.84	45.95	334.79
V. Total sundry operating expenses		021	557,364.57	1,367.53	558,732.10
17. Contractual fines and interest on late payments	541	022	0.00	0.00	0.00
18. Other fines and penalties	542	023	44.02	0.00	44.02
19. Write-off of a bad debt	543	024	184.88	41.21	226.09
20. Interests	544	025	0.03	0.06	0.09
21. Exchange rate losses	545	026	4,042.39	21.38	4,063.77
22. Gifts	546	027	0.00	0.00	0.00
24. Shortages and damage	548	028	1,219.38	0.00	1,219.38
25. Other sundry expenses	549	029	551,873.87	1,304.88	553,178.75
VI. Total depreciation, assets sold, additions to reserves and adjustments		030	264,869.03	1,670.83	266,539.86
25. Depreciation of intangible and tangible fixed assets	551	031	259,958.96	1,421.72	261,380.68
26. Net book value of intangible and tangible fixed assets sold	552	032	4,622.71	0.00	4,622.71
27. Securities and ownership interests sold	553	033	0.00	0.00	0.00
28. Material sold	554	034	130.71	249.11	379.82
29. Additions to reserves	556	035	0.00	0.00	0.00
30. Additions to adjustments	559	036	156.65	0.00	156.65
VII. Total contributions provided		037	2.00	0.00	2.00
31. Provided contributions accounted for between units	581	038	0.00	0.00	0.00
32. Provided member's fees	582	039	2.00	0.00	2.00
VIII. Total income tax		040	0.00	0.00	0.00
33. Supplementary income tax	595	041	0.00	0.00	0.00
Total expenses		042	3,502,992.76	92,126.99	3,595,119.75

Name of item	Account number	line (l.)	Principal activity	Supplementary activity	Total
			1	2	3
B. Revenues					
I. Total revenues from own outputs and merchandise		043	267,672.68	105,309.86	372,982.54
1. Revenues from own products	601	044	8,703.59	1,564.41	10,268.00
2. Revenues from services	602	045	257,348.77	92,787.65	350,136.42
3. Revenues from merchandise	604	046	1,620.32	10,957.80	12,578.12
II. Total change in inventory		047	1,409.03	273.50	1,682.53
4. Change in work-in-progress	611	048	-44.08	59.04	14.96
5. Change in semi-finished products inventory	612	049	0.00	0.00	0.00
6. Change in finished products inventory	613	050	1,453.11	191.16	1,644.27
7. Change in animal inventory	614	051	0.00	23.30	23.30
III. Total capitalization		052	971.07	199.90	1,170.97
8. Capitalization of materials and merchandise	621	053	919.40	199.90	1,119.30
9. Capitalization of internal services	622	054	0.00	0.00	0.00
10. Capitalization of intangible fixed assets	623	055	0.00	0.00	0.00
11. Capitalization of tangible fixed assets	624	056	51.67	0.00	51.67
IV. Total sundry operating revenues		057	491,113.63	86.29	491,199.92
12. Contractual fines and interest on late payments	641	058	5,008.84	0.00	5,008.84
13. Other fines and penalties	642	059	0.00	0.00	0.00
14. Revenues from written-off receivables	643	060	29.28	0.00	29.28
15. Interests	644	061	31,573.19	0.00	31,573.19
16. Exchange rate gains	645	062	-11.01	9.33	-1.68
17. Accounting for funds	648	063	164,189.60	0.00	164,189.60
18. Other sundry operating revenues	649	064	290,323.73	76.96	290,400.69
V. Total revenues from sale of assets, accounting for reserves and adjustments		065	1,914.40	514.67	2,429.07
19. Revenues from sale of intangible and tangible fixed assets	652	066	1,655.73	187.56	1,843.29
20. Revenues from sale of shares and ownership interests	653	067	0.00	0.00	0.00
21. Revenues from sales of materials	654	068	178.97	286.78	465.75
22. Revenues from short-term financial assets	655	069	0.00	0.00	0.00
23. Accounting for reserves	656	070	0.00	0.00	0.00
24. Revenues from financial investments	657	071	0.00	0.00	0.00
25. Accounting for adjustments	659	072	79.70	40.33	120.03
VI. Total contributions received		073	33,299.96	3,401.20	36,701.16
26. Received contributions accounted for between units	681	074	0.00	0.00	0.00
27. Contributions received (gifts)	682,3	075	33,299.96	3,401.20	36,701.16
29. Member's fees received	684	076	0.00	0.00	0.00
VII. Total subsidies for operations		077	2,760,597.98	0.00	2,760,597.98
30. Subsidies for operations	691-2	078	2,760,597.98	0.00	2,760,597.98
Total revenues		079	3,556,978.75	109,785.42	3,666,764.17
C. Profit (loss) before taxation		080	53,985.99	17,658.43	71,644.42
30. Income tax	591	081	0.00	0.00	0.00
D. Profit after tax		082	53,985.99	17,658.43	71,644.42

Table 1.2 Profit and Loss Account - MU excluding ACS (in thou. CZK)

Name of item	Account number	line (l.)	Principal activity	Supplementary activity	Total
			1	2	3
A. Expenses					
I. Total consumed purchases		001	386,125.46	6,460.86	392,586.32
1. Material consumption	501	002	319,660.39	5,432.01	325,092.40
2. Energy consumption	502	003	65,469.39	876.01	66,345.40
3. Consumption of other non-storable inventories	503	004	0.00	0.00	0.00
4. Merchandise sold	504	005	995.68	152.84	1,148.52
II. Total services		006	333,095.44	18,039.41	351,134.85
5. Repairs and maintenance	511	007	36,926.09	868.77	37,794.86
6. Travel allowances	512	008	61,762.32	1,673.30	63,435.62
7. Representation expenses	513	009	1,433.61	360.33	1,793.94
8. Other services	518	010	232,973.42	15,137.01	248,110.43
III. Total personnel expenses		011	1,829,860.68	35,252.55	1,865,113.23
9. Wages and salaries	521	012	1,323,520.41	26,591.75	1,350,112.16
10. Legal social security insurance	524	013	445,863.38	7,910.54	453,773.92
11. Other social security insurance	525	014	19,411.67	0.00	19,411.67
12. Legal social security expenses	527	015	41,004.72	750.26	41,754.98
13. Other social security expenses	528	016	60.50	0.00	60.50
IV. Taxes and charges (fees)		017	424.39	14.61	439.00
14. Road tax	531	018	142.19	13.70	155.89
15. Real estate tax	532	019	0.00	0.00	0.00
16. Other taxes and charges	538	020	282.20	0.91	283.11
V. Total sundry operating expenses		021	562,998.88	977.69	563,976.57
17. Contractual fines and interest on late payments	541	022	0.00	0.00	0.00
18. Other fines and penalties	542	023	44.02	0.00	44.02
19. Write-off of a bad debt	543	024	176.88	31.50	208.38
20. Interests	544	025	0.03	0.06	0.09
21. Exchange rate losses	545	026	4,042.39	21.38	4,063.77
22. Gifts	546	027	0.00	0.00	0.00
24. Shortages and damage	548	028	1,218.81	0.00	1,218.81
25. Other sundry expenses	549	029	557,516.75	924.75	558,441.50
VI. Total depreciation, assets sold, additions to reserves and adjustments		030	254,414.73	1,670.83	256,085.56
25. Depreciation of intangible and tangible fixed assets	551	031	249,504.66	1,421.72	250,926.38
26. Net book value of intangible and tangible fixed assets sold	552	032	4,622.71	0.00	4,622.71
27. Securities and ownership interests sold	553	033	0.00	0.00	0.00
28. Material sold	554	034	130.71	249.11	379.82
29. Additions to reserves	556	035	0.00	0.00	0.00
30. Additions to adjustments	559	036	156.65	0.00	156.65
VII. Total contributions provided		037	2.00	0.00	2.00
31. Provided contributions accounted for between units	581	038	0.00	0.00	0.00
32. Provided member's fees	582	039	2.00	0.00	2.00
VIII. Total income tax		040	0.00	0.00	0.00
33. Supplementary income tax	595	041	0.00	0.00	0.00
Total expenses		042	3,366,921.58	62,415.95	3,429,337.53

Name of item	Account number	line (l.)	Principal activity	Supplementary activity	Total
			1	2	3
B. Revenues					
I. Total revenues from own outputs and merchandise		043	164,405.87	66,437.84	230,843.71
1. Revenues from own products	601	044	8,703.59	1,564.41	10,268.00
2. Revenues from services	602	045	154,081.96	64,689.88	218,771.84
3. Revenues from merchandise	604	046	1,620.32	183.55	1,803.87
II. Total change in inventory		047	1,409.03	273.50	1,682.53
4. Change in work-in-progress	611	048	-44.08	59.04	14.96
5. Change in semi-finished products inventory	612	049	0.00	0.00	0.00
6. Change in finished products inventory	613	050	1,453.11	191.16	1,644.27
7. Change in animal inventory	614	051	0.00	23.30	23.30
III. Total capitalization		052	971.07	199.90	1 170.97
8. Capitalization of materials and merchandise	621	053	919.40	199.90	1,119.30
9. Capitalization of internal services	622	054	0.00	0.00	0.00
10. Capitalization of intangible fixed assets	623	055	0.00	0.00	0.00
11. Capitalization of tangible fixed assets	624	056	51.67	0.00	51.67
IV. Total sundry operating revenues		057	483,369.43	92.86	483,462.29
12. Contractual fines and interest on late payments	641	058	3,871.84	0.00	3,871.84
13. Other fines and penalties	642	059	0.00	0.00	0.00
14. Revenues from written-off receivables	643	060	29.28	0.00	29.28
15. Interests	644	061	31,573.19	0.00	31,573.19
16. Exchange rate gains	645	062	-11.01	9.33	-1.68
17. Accounting for funds	648	063	163,647.02	0.00	163,647.02
18. Other sundry operating revenues	649	064	284,259.11	83.53	284,342.64
V. Total revenues from sale of assets, accounting for reserves and adjustments		065	1,899.67	505.63	2,405.30
19. Revenues from sale of intangible and tangible fixed assets	652	066	1,644.99	187.56	1,832.55
20. Revenues from sale of shares and ownership interests	653	067	0.00	0.00	0.00
21. Revenues from sales of materials	654	068	174.98	286.78	461.76
22. Revenues from short-term financial assets	655	069	0.00	0.00	0.00
23. Accounting for reserves	656	070	0.00	0.00	0.00
24. Revenues from financial investments	657	071	0.00	0.00	0.00
25. Accounting for adjustments	659	072	79.70	31.29	110.99
VI. Total contributions received		073	33,299.96	3,401.20	36,701.16
26. Received contributions accounted for between units	681	074	0.00	0.00	0.00
27. Contributions received (gifts)	682,3	075	33,299.96	3,401.20	36,701.16
29. Member's fees received	684	076	0.00	0.00	0.00
VII. Total subsidies for operations		077	2,741,454.98	0.00	2,741,454.98
30. Subsidies for operations	691-2	078	2,741,454.98	0.00	2,741,454.98
Total revenues		079	3,426,810.01	70,910.93	3,497,720.94
C. Profit (loss) before taxation		080	59,888.43	8,495.98	68,383.41
30. Income tax	591	081	0.00	0.00	0.00
D. Profit after tax		082	59,888.43	8,494.98	68,383.41

Table 1.2 Profit and Loss Account - ACS (in thou. CZK)

Name of item	Account number	line (l.)	Principal activity	Supplementary activity	Total
			1	2	3
A. Expenses					
I. Total consumed purchases		001	54,518.64	14,397.17	68,915.81
1. Material consumption	501	002	28,455.18	3,027.86	31,483.04
2. Energy consumption	502	003	26,063.46	3,603.11	29,666.57
3. Consumption of other non-storable inventories	503	004	0.00	0.00	0.00
4. Merchandise sold	504	005	0.00	7,766.20	7,766.20
II. Total services		006	37,165.41	5,093.89	42,259.30
5. Repairs and maintenance	511	007	15,391.85	1,539.84	16,931.69
6. Travel allowances	512	008	72.77	0.00	72.77
7. Representation expenses	513	009	12.65	20.32	32.97
8. Other services	518	010	21,688.14	3,533.73	25,221.87
III. Total personnel expenses		011	39,550.22	9,780.20	49,330.42
9. Wages and salaries	521	012	28,321.34	7,147.53	35,468.87
10. Legal social security insurance	524	013	9,884.48	2,471.23	12,355.71
11. Other social security insurance	525	014	542.58	0.00	542.58
12. Legal social security expenses	527	015	801.82	161.44	963.26
13. Other social security expenses	528	016	0.00	0.00	0.00
IV. Taxes and charges (fees)		017	16.92	49.94	66.86
14. Road tax	531	018	10.28	4.90	15.18
15. Real estate tax	532	019	0.00	0.00	0.00
16. Other taxes and charges	538	020	6.64	45.04	51.68
V. Total sundry operating expenses		021	-5,634.31	389.84	-5,244.47
17. Contractual fines and interest on late payments	541	022	0.00	0.00	0.00
18. Other fines and penalties	542	023	0.00	0.00	0.00
19. Write-off of a bad debt	543	024	8.00	9.71	17.71
20. Interests	544	025	0.00	0.00	0.00
21. Exchange rate losses	545	026	0.00	0.00	0.00
22. Gifts	546	027	0.00	0.00	0.00
24. Shortages and damage	548	028	0.57	0.00	0.57
25. Other sundry expenses	549	029	-5,642.88	380.13	-5,262.75
VI. Total depreciation, assets sold, additions to reserves and adjustments		030	10,454.30	0.00	10,454.30
25. Depreciation of intangible and tangible fixed assets	551	031	10,454.30	0.00	10,454.30
26. Net book value of intangible and tangible fixed assets sold	552	032	0.00	0.00	0.00
27. Securities and ownership interests sold	553	033	0.00	0.00	0.00
28. Material sold	554	034	0.00	0.00	0.00
29. Additions to reserves	556	035	0.00	0.00	0.00
30. Additions to adjustments	559	036	0.00	0.00	0.00
VII. Total contributions provided		037	0.00	0.00	0.00
31. Provided contributions accounted for between units	581	038	0.00	0.00	0.00
32. Provided member's fees	582	039	0.00	0.00	0.00
VIII. Total income tax		040	0.00	0.00	0.00
33. Supplementary income tax	595	041	0.00	0.00	0.00
Total expenses		042	136,071.18	29,711.04	165,782.22

Name of item	Account number	line (l.)	Principal activity	Supplementary activity	Total
			1	2	3
B. Revenues					
I. Total revenues from own outputs and merchandise		043	103,266.81	38,872.02	142,138.83
1. Revenues from own products	601	044	0.00	0.00	0.00
2. Revenues from services	602	045	103,266.81	28,097.77	131,364.58
3. Revenues from merchandise	604	046	0.00	10,774.25	10,774.25
II. Total change in inventory		047	0.00	0.00	0.00
4. Change in work-in-progress	611	048	0.00	0.00	0.00
5. Change in semi-finished products inventory	612	049	0.00	0.00	0.00
6. Change in finished products inventory	613	050	0.00	0.00	0.00
7. Change in animal inventory	614	051	0.00	0.00	0.00
III. Total capitalization		052	0.00	0.00	0.00
8. Capitalization of materials and merchandise	621	053	0.00	0.00	0.00
9. Capitalization of internal services	622	054	0.00	0.00	0.00
10. Capitalization of intangible fixed assets	623	055	0.00	0.00	0.00
11. Capitalization of tangible fixed assets	624	056	0.00	0.00	0.00
IV. Total sundry operating revenues		057	7,744.20	-6.57	7,737.63
12. Contractual fines and interest on late payments	641	058	1,137.00	0.00	1,137.00
13. Other fines and penalties	642	059	0.00	0.00	0.00
14. Revenues from written-off receivables	643	060	0.00	0.00	0.00
15. Interests	644	061	0.00	0.00	0.00
16. Exchange rate gains	645	062	0.00	0.00	0.00
17. Accounting for funds	648	063	542.58	0.00	542.58
18. Other sundry operating revenues	649	064	6,064.62	-6.57	6,058.05
V. Total revenues from sale of assets, accounting for reserves and adjustments		065	14.73	9.04	23.77
19. Revenues from sale of intangible and tangible fixed assets	652	066	10.74	0.00	10.74
20. Revenues from sale of shares and ownership interests	653	067	0.00	0.00	0.00
21. Revenues from sales of materials	654	068	3.99	0.00	3.99
22. Revenues from short-term financial assets	655	069	0.00	0.00	0.00
23. Accounting for reserves	656	070	0.00	0.00	0.00
24. Revenues from financial investments	657	071	0.00	0.00	0.00
25. Accounting for adjustments	659	072	0.00	9.04	9.04
VI. Total contributions received		073	0.00	0.00	0.00
26. Received contributions accounted for between units	681	074	0.00	0.00	0.00
27. Contributions received (gifts)	682,3	075	0.00	0.00	0.00
29. Member's fees received	684	076	0.00	0.00	0.00
VII. Total subsidies for operations		077	19,143.00	0.00	19,143.00
30. Subsidies for operations	691-2	078	19,143.00	0.00	19,143.00
Total revenues		079	130,168.74	38,874.49	169,043.23
C. Profit (loss) before taxation		080	-5,902.44	9,163.45	3,261.01
30. Income tax	591	081	0.00	0.00	0.00
D. Profit (loss) after tax		082	-5,902.44	9,163.45	3,261.01

1.3 Supplementary Information

Table 1.3 - Supplementary information to the MU Balance Sheet shows information about provided subsidies (col.1) and about their use as at 31 December 2007 (col.2) broken down as required by the Ministry of Education.

Table 1.3 **Supplementary information for public universities** (aggregate for MU in thou. CZK)

	lin e (1.)	Received	Actual
		1	2
I. Total subsidies and contributions (non-capital + capital), excluding EU funding	(1.2+31) 01	3,154,710.80	3,151,397.67
A. Current subsidies and contributions (from all resources)	(1.3+30) 02	2,696,507.96	2,693,391.96
of which: a) total subsidies (from all resources)	(1.4+15+20+25) 03	894,816.96	891,700.96
of which: 1. Ministry of Education	04	738,368.00	737,079.53
of which: non-capital subsidies for programme financing	05		
subsidies for R&D	(1.7+8) 06	561,920.00	561,286.05
of which: normative	07	439,016.00	438,934.36
targeted	08	122,904.00	122,351.69
subsidies for R&D - other departments	(1.10+11) 09	0.00	0.00
of which: normative	10		
targeted	11		
Total other subsidies	(1.13+14) 12	176,448.00	175,793.48
of which: dept. 30, section 33	13	175,185.00	174,710.57
other departments	14	1,263.00	1,082.91
2. other parts of the state budget	(1.16+17) 15	146,202.50	144,577.91
of which: subsidies for operations	16	422.00	399.85
subsidies for R&D	(1.18+19) 17	145,780.50	144,178.06
of which: normative	18		
targeted	19	145,780.50	144,178.06
3. budgets of local and regional bodies	(1.21+22) 20	2,383.61	2,196.64
of which: subsidies for operations	21	2,383.61	2,196.64
subsidies for R&D	(1.23+24) 22	0.00	0.00
of which: normative	23		
targeted	24		
4. funding from abroad, gifts, etc.	(1.26+27) 25	7,862.85	7,846.88
of which: subsidies for operations	26	5,912.89	5,896.92
subsidies for R&D	(1.28+29) 27	1,949.96	1,949.96
of which: normative	28		
targeted	29	1,949.96	1,949.96
b) contributions pursuant to Section 18 (2a) of the Higher Education Act	30	1,801,691.00	1,801,691.00
B. Capital subsidies and contributions	(1.32+37+38) 31	458,202.84	458,005.71
of which: Ministry of Education	(1.33+36) 32	451,694.26	451,500.87
of which: total subsidy	(1.34+35) 33	376,654.26	376,460.87
of which: outside programme funding	34	147,791.00	147,597.61
programme funding	35	228,863.26	228,863.26
total contribution	36	75,040.00	75,040.00
other parts of the state budget	37	6,138.99	6,135.25
other resources (self-governing units, from abroad, grants)	38	369.59	369.59
II. Grants	(1.40 to 46) 39	145,780.50	144,178.06
of which: Grant Agency of CR	40	75,758.00	75,313.68
Grant Agency of the Academy of Sciences	41	25,482.00	25,478.81
Min. of Industry and Commerce	42	4,250.00	4,250.00
Min. of Health	43	23,454.00	22,481.54
Min. of Agriculture	44	2,859.00	2,859.00
Min. of the Environment	45	6,252.50	6,252.50
other	46	7,725.00	7,542.53
III. EU resources	(1.48+49) 47	67,296.63	67,206.02
of which: EU programmes	48	19,277.50	19,277.50
funds	(1.50+51+52) 49	48,019.13	47,928.52
of which: HRD OP, action plan 3.1	50	10,505.59	10,505.59
HRD OP, action plan 3.2	51	22,754.33	22,754.33
other	52	14,759.21	14,668.60

		on the first day of accounting period	on the last day of accounting period
IV. Own resources - total funds (account 911)	(1.54 to 60) 53	533,675.56	628,764.28
Reserve Fund	54	96,344.98	96,318.88
Capital assets regeneration fund	55	242,872.89	268,505.02
Scholarship and bursary fund	56	24,418.54	39,452.16
Fund for bonuses	57	19,100.94	21,972.13
Targeted funding fund (fund for earmarked financial resources)	58	41,365.54	52,532.58
Social fund	59	11,270.47	17,318.84
Operational fund	60	98,302.20	132,664.67
V. Targeted funding fund - amount of up to 5% carried over	61	7,720.66	10,929.04
of which: for individual R&D projects or research plans	62	7,039.66	10,021.34
other support from public funds	63	681.00	907.70

Non-capital contribution (l. 30)	1,801,691.00	1,801,691.00
of which R&D:	0.00	0.00
Contribution for capital expenditures (l. 36)	75,040.00	75,040.00
Total contribution	1,876,731.00	1,876,731.00
Total non-capital subsidies (l. 3+47)	962,113.59	958,906.98
of which R&D (l.6+9+17+22+27)	709,650.46	707,414.07
Total subsidies for fixed assets (l. 55 reduced by the contribution by the City of Brno)	383,162.84	382,965.71
Total subsidies	1,345,276.43	1,341,872.69
Total non-capital subsidies and contribution	2,763,804.59	2,760,597.98
of which R&D:	709,650.46	707,414.07
Subsidies and contribution for capital expenditures	458,202.84	458,005.71
Total subsidies and contribution (non-capital + capital)	3,222,007.43	3,218,603.69

The difference between col. 1 and 2 in the amount of 3,403.74 CZK is represented by refunds of unused funds returned according to the instructions of individual providers.

Total refunds of subsidies: 3,403.74 thou. CZK ^{1) 2)}

of which: A. Non-capital subsidies from the State budget 2,913.06 thou. CZK

of which: subsidies for operations 676.68 thou. CZK ¹⁾

subsidies for R&D 2,236.39 thou. CZK

Subsidies from budgets of local and regional bodies 186.97 thou. CZK ²⁾

Subsidies from abroad and other 106.58 thou. CZK

B. Subsidies for fixed assets 197.13 thou. CZK

Of which returned to the State budget before 31 December 2007: 53.98 thou. CZK

1) of which: subsidies from the state budget for operations 22.15 thou. CZK

2) of which: subsidies from local and regional bodies 31.83 thou. CZK

Moreover, in December 2007 unused funding from abroad in a total amount of 106.58 thou. CZK was returned.

In col.1 on l.34 the amount is reduced by 1,500 thou. CZK, which could not have been used in 2007 due to revocation of the tender by the Office for Protection of Business Competition. In December 2007 this amount was returned to the disbursements account of the Ministry of Education.

Line 20 - self-governing units - does not show the subsidy from JmK, which was provided to MU in December 2007 for the expenses of 2008. The accruals concept was applied to this amount.

1.4 Profit (loss) Analysis

MU operates as a single accounting unit and for the internal purposes of budgeting, monitoring and evaluation of expenses and revenues is divided into cost centres. In 2007 there were 18 cost centres, of which 9 were faculties. Economic results of individual MU cost centres were regularly discussed at MU management meetings, meetings with secretaries and other cost centre managers. Economic results were submitted to the MU Academic Senate on a quarterly basis, the President of the MU Academic Senate regularly attended MU management meetings. During 2007 the University Press ceased to exist as a separate cost centre and became a part of the Rector's Office cost centre.

The book profit of MU for the 2007 accounting period amounts to 71.644 mil. CZK (of which main activities represent 53.986 mil. CZK and supplementary activities 17.658 mil. CZK) and represents at the same time profit after taxation. All units of MU ended up with a profit (see table 1.4).

The income tax base was calculated from the total profit before tax, which was adjusted by items increasing and decreasing the tax base in accordance with the provisions of Act No 586/92 Coll., the Income Tax Act, as amended. In the tax period of 2007 the possibility of tax base reduction pursuant to Section 20 (7) was not applied.

Table 1.4 Profit (loss) (in thou. CZK)

Units of MU (full name)	Profit (loss) from main activity	Profit (loss) from supplementary activity	Profit (loss) Total
Faculty of Medicine	1,490.76	69.65	11,560.41
Faculty of Arts	6,527.00	0.00	6,527.00
Faculty of Law	4,658.43	22.72	4,681.15
Faculty of Social Studies	2,241.38	9.86	2,251.24
Faculty of Science	2,398.66	1,525.93	3,924.59
Faculty of Informatics	1,004.14	66.88	1,071.02
Faculty of Education	1,864.66	10.01	1,874.67
Faculty of Sports Studies	703.18	40.88	744.06
Faculty of Economics and Administration	768.36	797.61	1,565.97
Accommodation and Catering Services	-5,902.44	9,163.45	3,261.01
Administration of the University Campus at Bohunice	12.07	0.00	12.07
University Centre Telč	156.85	0.00	156.85
Support Centre for Students with Special Needs	24.46	0.00	24.46
Institute of Biostatistics and Analyses	-1,760.38	1,951.43	191.05
Institute of Computer Science	73.43	2,943.75	3,017.18
Language Centre	137.19	0.00	137.19
Office for International Studies	526.04	0.00	526.04
Rector's Office ^{*)}	29,062.20	1,056.26	30,118.46
Total	53,985.99	17,658.43	71,644.42

^{*)} RMU including the University Press unit, which ceased to exist as a separate cost centre as at 30 June 2007.

The profit of 2006 in the amount of 60.016 mil. CZK was allocated in the 2007 accounting period (to the fund for bonuses in the amount of 8.586 mil. CZK and to FRIM in the amount of 51.430 mil. CZK).

Table 1.4a Undistributed profit, accumulated loss as at 31 December (in thou. CZK)

Account 932	2000	2001	2002	2003	2004	2005	2006	2007
	0	0	0	0	0	0	0	0

2. Cost-Benefit Analysis

2.1 Revenues

2.1.1 Contributions and subsidies from the Ministry of Education, other parts of the State budget and other resources

The main source of financing of MU's operation and activities were contributions and subsidies provided by the Ministry of Education. A detailed structure and volume of individual items classified by indicators A - U, grants for accommodation and catering of students, non-capital funding of R&D from dept. 333 - the Ministry of Education are shown in table 6.1.

A review of contributions and subsidies provided by the Ministry of Education and funding from other parts of the State budget and other public resources is shown in table 2.1.1. Other resources also include targeted funds for long-term projects funded from the State budget of CR and co-financed from the EU (HRD OP projects and Industry and Business Undertaking OP of the Ministry of Industry and Commerce).

Contributions and subsidies from the Ministry of Education for the current expenditure of 2007, including funding for R&D (non-capital expenditure), were provided in the amount of 2,540 mil. CZK (an increase of 11%), funding from other parts of the State budget and from budgets of local and regional government bodies amounted to 148 mil. CZK (an increase of 8%), funding from abroad to 38 mil. CZK and other public resources earmarked for projects co-financed by the EU amounted to 37 mil. CZK. Refunds of unused non-capital funding amounted to 3.207 mil. CZK, representing 0.12% of funding provided for 2007.

Normative funding by the Ministry of Education, i.e. the non-capital funding for teaching activity (indicator A) and specific research funding amounted to 1,711.9 mil. CZK in 2007, representing 46.7% of total revenues. Out of this amount the non-capital funding for teaching activities (indicator A) amounted to 1,591.943 mil. CZK (an increase of 7 % compared to 2006) and funding of specific research amounted to 119.959 mil. CZK (an increase of 6 %). In connection with the impact of Decree No 504/2002 Coll. on additions to FRIM, MU applied for an exchange on a part of the originally allocated funding for indicator A for funding for capital expenditure in the amount of 99 mil. CZK. This amount was used for the funding of Programme 233 330 (23.960 mil. CZK) and for funding of projects outside the Programme, which were namely building projects (75.040 mil. CZK). The originally allocated non-capital funding by the Ministry of Education for indicator A was reduced by the amount of 99 mil. CZK.

Public funds for R&D increased from 782 mil. CZK in 2006 to 824.2 mil. CZK in 2007 (up 5%).

The non-capital funding for R&D increased from 632.5 mil CZK in 2006 to 720.3 mil. CZK in 2007 (i.e. by 14%), of which 561.9 mil. CZK was provided by the Ministry of Education, 145.8 mil. CZK from other parts of the State budget and budgets of local and regional government bodies and 12.635 mil. CZK of research funding came from abroad. The share of non-capital funding for research and development in total revenues of the university in 2007 amounted to 19.6%. Capital investment funding for R&D in 2007 amounted to 103.9 mil. CZK (decrease of 31%). The decrease of capital investment funding for research was namely due to the fact that in the previous year capital investment funding was provided for equipment required for newly started projects.

Non-capital funding and contributions for teaching activities and operation (normative and targeted) amounted in total to 2,043 mil. CZK, of which 1,978 mil. CZK was received from the Ministry of Education, 2.8 mil. CZK from other parts of the State budget and budgets of local and regional government bodies and 25.2 mil. CZK for projects co-financed by the EU and from abroad. In addition, funding was provided from the State budget for projects co-financed by the EU in the amount of 37.3 mil. CZK.

Normative non-capital funding for the accommodation and catering of students amounted to 18.415 mil. CZK in 2007 and represented only 10.9% of total revenues of the Accommodation and Catering Services.

Table 2.1.1 Funding provided by the Ministry of Education, from other parts of the state budget and other public sources excluding programme funding (in thou. CZK)

line	Revenues from public sources	MU operation excluding ACS		ACS - subsidies		Total operations excluding R&D		Operation non-capital+capitalcol.7+8	Research and development		R&D non-capital+cap.	Total public sources		Total non-capital+cap. (col.9+12)	Used	of which allocations to funds	Return
		current	capital	current	capital	current	capital		current	capital		current	capital				
		1	2	3	4	7	8	9	10	11	12	13	14	15	16	17	18
1	Funding from Min. of Education	1,959,724	123,574	18,415	0	1,978,139	123,574	2,101,713	561,920	99,257	661,177	2,540,059	222,831	2,762,890	2,761,408	142,281	1,482
	Contribution from Min. of Education *)	1,801,691	75,040			1,801,691	75,040	1,876,731			0	1,801,691	75,040	1,876,731	1,876,731	133,340	0
	Subsidy from Min. of Education *)	158,033	48,534	18,415	0	176,448	48,534	224,982	561,920	99,257	661,177	738,368	147,791	886,159	884,677	8,941	1,482
2	total other parts of the State budget (except Min. of Edu.)	422	1,889	0	0	422	1,889	2,311	145,780	4,250	150,030	146,202	6,139	152,341	150,714	1,042	1,627
	Grant Agency of CR					0	0	0	75,758	1,256	77,014	75,758	1,256	77,014	76,566	352	448
	Grant Agency of Academy of Sciences					0	0	0	25,482	736	26,218	25,482	736	26,218	26,215	264	3
	Min. of Health	100				100	0	100	23,454	332	23,786	23,554	332	23,886	22,914	39	972
	Min. of Culture	165				165	0	165	239		239	404	0	404	404		
	Min. for Regional Development					0	0	0	1,070		1,070	1,070	0	1,070	1,070		
	Min. of Labour and Social Affairs					0	0	0	5,210		5,210	5,210	0	5,210	5,028	220	182
	National Security Authority					0	0	0	960		960	960	0	960	960		
	Min. of Industry and Commerce		174			0	174	174	4,250	1,926	6,176	4,250	2,100	6,350	6,350	167	
	Min. of Defence					0	0	0	246		246	246	0	246	246		
	Min. of Foreign Affairs	157				157	0	157			0	157	0	157	135		22
	Min. of Agriculture					0	0	0	2,859		2,859	2,859	0	2,859	2,859		
	Min. of the Environment					0	0	0	6,252		6,252	6,252	0	6,252	6,252		
	State Fund of the Environment		1,715			0	1,715	1,715			0	0	1,715	1,715	1,715		
3	from other public sources (such as budgets of local and regional bodies, State funds)	2,384	0	0	0	2,384	0	2,384	0	0	0	2,384	0	2,384	2,197	0	187
	City of Brno	115				115	0	115			0	115	0	115	115		0
	South-Moravian Region	2,269				2,269	0	2,269			0	2,269	0	2,269	2,082		187
4	from abroad, including EU and other total:	62,524	0	0	0	62,524	0	62,524	12,635	370	13,005	75,159	370	75,529	75,423	0	106
	subsidies from abroad	25,185				25,185	0	25,185	12,635	370	13,005	37,820	370	38,190	38,084		106
	Min. of Education - HRD OP	33,260				33,260	0	33,260			0	33,260	0	33,260	33,260		0
	Min. of Industry and Commerce - Structural Funds	4,074				4,074	0	4,074			0	4,074	0	4,074	4,074		0
	de minimis subsidy	5				5	0	5			0	5	0	5	5		
5	Total of contribution + subsidies: (1.1+2.+3+4+5)	2,025,054	125,463	18,415	0	2,043,469	125,463	2,168,932	720,335	103,877	824,212	2,763,804	229,340	2,993,144	2,989,742	14,323	3,402

The following table 2.1.1a shows a review of provided public funding between 2003 and 2007:

Table 2.1.1a **Funding from public sources between 2003 and 2007**

a) Contributions/subsidies from the budget of Ministry of Education 2003 - 2007 (in thou. CZK)

line	type of subsidy	Provided as at 31 December					index 07/06
		2003	2004	2005	2006	2007	
1	non-cap. contributions and subsidies from Min. of Edu., Dept. of Universities, excluding programme financing	1,472,175	1,693,635	1,990,426	2,297,653	2,538,796	1.10
	contributions/subsidies excluding R&D	1,169,432	1,388,100	1,534,797	1,807,320	1,958,461	1.08
	<i>of which indicator A - degree programmes</i>	970,132	1,212,995	1,311,490	1,486,865	1,591,943	1.07
	accommodation and catering	54,129	52,352	41,768	16,674	18,415	1.10
	research and development	248,614	253,183	413,861	473,659	561,920	1.19
	<i>of which targeted on programmes</i>	40,084	39,436	59,014	360,744	122,904	0.34
2	other non-cap. subsidies from budget.333 of Min. of Edu.	640	1,565	553	469	1,263	2.69
	non-cap. subsidies, Dept. of Universities via programme financing						
	other depts. of Min. of Education	640	1,565	553	469	1,263	2.69
3	Total non-cap. contributions/subsidies from Min. of Edu. (programme financing included)	1,472,815	1,695,200	1,990,979	2,298,122	2,540,059	1.11
	investments - programme financing	306,152	273,202	828,976	744,222	228,863	0.31
	contributions for capital expenditures				67,000	75,040	1.12
	other without R&D (Higher Education Development Fund, I, SZNN)	37,558	30,380	39,392	79,028	48,534	0.61
	research and development	29,317	53,524	93,032	147,668	99,257	0.67
4	Total capital contributions/subsidies from Min. of Edu.	373,027	357,106	961,400	1,037,918	451,694	0.44
5	Total contributions/subsidies from Min. of Edu. (1.3+4)	1,845,842	2,052,306	2,952,379	3,336,040	2,991,753	0.90

b) Subsidies from other parts of the State budget and other public sources (in thou. CZK)

line	type of subsidy	Provided as at 31December					index 07/06
		2003	2004	2005	2006	2007	
1	non-capital subsidies - other parts of the State budget	87,551	92,082	123,036	133,924	146,202	1.09
	of which research and development	84,801	91,192	5,730	130,979	145,780	1.11
2	from budgets of local and regional bodies, State funds	462	355	1,743	3,301	2,384	0.72
3	from abroad and other	19,084	42,946	74,014	77,017	75,159	0.98
	of which research and development	10,487	17,523	25,783	27,845	12,635	0.45
4	Total non-capital subsidies (l. 1 to 3)	107,097	135,383	198,793	214,242	223,745	1.04
5	investments - other parts of the State budget	1,968	8,099	14,704	2,117	6,139	2.90
	of which research and development	1,968	1,943	5,730	1,817	4,250	2.34
6	Local budgets	20	100	0			
	of which Programme 233 330						
7	from abroad	409	0	40		370	
8	total capital-investment subsidies	2,397	8,199	14,744	2,117	6,509	3.07
9	total other subsidies (l. 4+8)	109,494	143,582	213,537	216,359	230,254	1.06

c) Total contributions/subsidies (non-capital + capital-investment) excluding programme financing 2003 – 2007 (in thou. CZK)

line	type of subsidy	Provided					Index 07/06
		2003	2004	2005	2006	2007	
1	non-capital subsidy from budget 333 of Min. of Education	1,472,815	1,695,200	1,990,979	2,298,122	2,540,059	1.11
	of which research and development	248,614	253,183	413,861	473,659	561,920	1.19
2	other parts of the State budget	87,551	92,082	123,036	133,924	146,202	1.09
	of which research and development	84,801	91,192	5,730	130,979	145,780	1.11
3	local budgets	462	355	1,743	3,301	2,384	0.72
4	from abroad	19,084	42,946	74,014	77,017	75,159	0.98
	of which research and development	10,487	17,523	25,783	27,845	12,635	0.45
5	total non-capital subsidies	1,579,912	1,830,583	2,189,772	2,512,364	2,763,804	1.10
6	investments from budget 333 - Min. of Education	66,875	83,904	132,424	293,696	222,831	0.76
	of which research and development	29,317	53,524	93,032	147,668	99,257	0.67
7	other parts of the State budget	1,968	8,099	14,704	2,117	6,139	2.90
	of which research and development	1,968	1,943	5,730	1,817	4,250	2.34
8	Local budgets	20	100	0	0	0	
9	from abroad	409	0	40	0	370	
10	total capital-investment subsidies	69,272	92,103	147,168	295,813	229,340	0.78
11	total funding (l. 5+10)	1,649,184	1,922,686	2,336,940	2,808,177	2,993,144	1.07

d) Total contributions/subsidies (non-capital + capital-investment) including programme financing 2003 – 2007 (in thou. CZK)

line	type of subsidy	Provided					index 07/06
		2003	2004	2005	2006	2007	
1	non-capital subsidy from budget 333 of Min. of Education	1,472,815	1,695,200	1,990,979	2,298,122	2,540,059	1.11
	of which research and development	248,614	253,183	413,861	473,659	561,920	1.19
2	other parts of the State budget	87,551	92,082	123,036	133,924	146,202	1.09
	of which research and development	84,801	91,192	5,730	130,979	145,780	1.11
3	Local budgets	462	355	1,743	3,301	2,384	0.72
4	from abroad	19,084	42,946	74,014	77,017	75,159	0.98
	of which research and development	10,487	17,523	25,783	27,845	12,635	0.45
5	total non-capital subsidies	1,579,912	1,830,583	2,189,772	2,512,364	2,763,804	1.10
6	investments from budget 333 - Min. of Education	373,027	357,106	961,400	1,037,918	451,694	0.44
	of which research and development	29,317	53,524	93,032	147,668	99,257	0.67
7	other parts of the State budget	1,968	8,099	14,704	2,117	6,139	2.90
	of which research and development	1,968	1,943	5,730	1,817	4,250	2.34
8	Local budgets	20	100	0	0	0	
9	from abroad	409	0	40	0	370	
10	total capital-investment subsidies	375,424	365,305	976,144	1,040,035	458,203	0.44
11	total funding (l. 5+10)	1,955,336	2,195,888	3,165,916	3,552,399	3,222,007	0.91

e) Non-capital funding for research and development between 2003 and 2007 (in thou. CZK)

line	Provider	2003	2004	2005	2006	2007	in %
1	from Min. of Education (tab. 2.1.2.1))	248,614	253,183	413,861	473,659	561,920	1.14
	<i>of which: specific research</i>	<i>93,700</i>	<i>98,014</i>	<i>99,469</i>	<i>112,915</i>	<i>119,959</i>	<i>1.06</i>
	<i>Research plans</i>	<i>114,830</i>	<i>115,733</i>	<i>255,378</i>	<i>256,394</i>	<i>319,057</i>	<i>1.24</i>
	<i>1N</i>	<i>13,096</i>	<i>10,091</i>	<i>12,057</i>	<i>12,683</i>	<i>13,340</i>	<i>1.05</i>
	<i>IM research centres</i>	<i>21,681</i>	<i>22,737</i>	<i>34,274</i>	<i>34,997</i>	<i>41,604</i>	<i>1.19</i>
	<i>KONTACT</i>	<i>1,378</i>	<i>1,037</i>	<i>580</i>	<i>1,667</i>	<i>2,113</i>	<i>1.27</i>
	<i>COST</i>	<i>1,720</i>	<i>2,745</i>	<i>2,789</i>	<i>2,415</i>	<i>2,374</i>	<i>0.98</i>
	<i>IK</i>	<i>47</i>	<i>1,880</i>	<i>2,845</i>	<i>1,458</i>	<i>252</i>	<i>0.17</i>
	<i>2B Healthy and quality life</i>				<i>10,048</i>	<i>22,817</i>	<i>2.27</i>
	<i>2D Social and Economic Progress of Society</i>				<i>628</i>	<i>1,354</i>	<i>2.16</i>
	<i>LA – INGO</i>	<i>2,162</i>	<i>946</i>	<i>1,263</i>	<i>6,624</i>	<i>0</i>	<i>0.00</i>
	<i>LC - Basic Research Centres</i>	<i>0</i>	<i>0</i>	<i>5,206</i>	<i>33,830</i>	<i>39,050</i>	<i>1.15</i>
2	Total other parts of the State budget (except Min. of Edu.)	84,801	91,192	120,869	130,979	145,780	1.11
	of which: Grant Agency of CR	55,090	56,559	61,224	64,725	75,758	1.17
	Grant Agency of Academy of Sciences CR	4,053	9,414	22,123	25,950	25,482	0.98
	IGA Ministry of Health	13,859	16,472	21,274	24,571	23,454	0.95
	Ministry of Culture	1,253	1,248	1,148	192	239	1.24
	Ministry for Regional Development		2,570	2,625	2,600	1,070	0.41
	Ministry of Labour and Social Affairs	6,690	674	5,123	6,418	5,210	0.81
	Ministry of the Interior		200	100			0.00
	National Security Authority		200	624	748	960	1.28
	Min. of Industry and Commerce / State Office for Nuclear Safety	300	500	400	752	4,250	5.65
	Ministry of Foreign Affairs			142		0	0.00
	Ministry of Agriculture	1,107	1,355	2,245	2,724	2,859	1.05
	Ministry of the Environment	2,449	2,000	3,550	2,000	6,252	3.13
	Ministry of Defence					246	0.00
	Association of Innovative Entrepreneurship			291	299		0.00
3	Total from budgets of local and regional government bodies, state funds:	150	0	0	0	0	
	of which: City of Brno				0	0	
	South-Moravian Region	150			0	0	
4	Total from abroad and other:	10,487	17,524	25,783	27,845	12,635	0.45
	of which: EU (namely Framework Programmes)	5,522	15,259	24,828	23,274	10,685	0.46
	NATO	520	2,022		0	146	
	other	4,445	243	955	4,571	1,804	0.39
5	Total non-capital subsidies for R&D (l. 1+2+3+4)	344,052	361,899	560,513	632,483	720,335	1.13

f) Capital funding for research and development between 2003 and 2007 (in thou. CZK)

line	Provider	2003	2004	2005	2006	2007	in %
1	total from budget 333 - Min. of Education	29,317	53 524	93,032	147,668	99,257	0.67
	<i>Research plans</i>	23 840	22,798	84,022	86,170	83,554	0.97
	<i>IN</i>	762	420				
	<i>IM research centres</i>	250	80	1,621	994	540	0.54
	<i>COST</i>	320	500	500			
	<i>IK</i>		200				
	<i>2B Healthy and quality life</i>				11,773	3,985	0.34
	<i>LA – INGO</i>	4,145	29,526	4,000	460		0.00
	<i>LC - Basic Research Centres</i>			2,889	48,271	11,178	0.23
2	from other parts of the State budget - system funding	1,968	1,943	5,730	1,817	4,250	2.34
	of which: Grant Agency of CR	168	260	319	601	1,256	2.09
	Grant Agency of the Academy of Sciences		633	3,950	647	736	1.14
	IGA Min. of Health				296	332	1.12
	Min. of Labour and Social Affairs		50	121			
	National Security Authority			240	273		0.00
	Min. of Industry and Commerce/State Office for Nuclear Safety/ ČEA	1,800	1,000	1,100		1,926	
3	funding from budgets of local and regional government bodies	20			0	0	
4	subsidies from abroad	409		9	0	370	
5	Total capital-investment funding for R&D (l. 1+2+3+4)	31,714	55,467	98,771	149,485	103,877	0.69

g) Funding of research and development from public sources between 2003 and 2007 (non-capital + capital-investment, in thou. CZK)

line	Provider	2003	2004	2005	2006	2007	in %
1	from Min. of Education (tab. 2.1.2.1)	277,931	306,707	506,893	621,327	661,177	1.06
	<i>of which: specific research</i>	93,700	98,014	99,469	112,915	119,959	1.06
	<i>Research plans</i>	138,670	138,531	339,400	342,564	402,611	1.18
	<i>IN</i>	13,858	10,511	12,057	12,683	13,340	1.05
	<i>IM research centres</i>	21,931	22,817	35,895	35,991	42,144	1.17
	<i>KONTACT</i>	1,378	1,037	580	1,667	2,113	1.27
	<i>COST</i>	2,040	3,245	3,289	2,415	2,374	0.98
	<i>IK</i>	47	2,080	2,845	1,458	252	0.17
	<i>2B Healthy and quality life</i>	0	0	0	21,821	26,802	1.23
	<i>2D Social and Economic Progress of Society</i>	0	0	0	628	1,354	2.16
	<i>LA – INGO</i>	6,307	30,472	5,263	7,084	0	0.00
	<i>LC - Basic Research Centres</i>	0	0	8,095	82,101	50,228	0.61
2	total other parts of the State budget (except Min .of Edu.)	86,769	93,135	126,599	132,796	150,030	1.13
	of which: Grant Agency of CR	55,258	56,819	61,543	65,326	77,014	1.18
	Grant Agency of Academy of Sciences of CR	4,053	10,047	26,073	26,597	26,218	0.99
	IGA Ministry of Health	13,859	16,472	21,274	24,867	23,786	0.96
	Ministry of Culture	1,253	1,248	1,148	192	239	1.24
	Ministry for Regional Development	0	2,570	2,625	2,600	1,070	0.41
	Ministry of Labour and Social Affairs	6,690	724	5,244	6,418	5,210	0.81
	Ministry of the Interior	0	200	100	0	0	
	National Security Authority	0	200	864	1,021	960	0.94
	Min. of Industry and Commerce / State Office for Nuclear Safety	2,100	1,500	1,500	752	6,176	8.21
	Ministry of Foreign Affairs	0	0	142	0	0	
	Ministry of Agriculture	1,107	1,355	2,245	2,724	2,859	1.05
	Ministry of the Environment	2,449	2,000	3,550	2,000	6 252	3.13
	Ministry of Defence					246	
	Association of Innovative Entrepreneurship	0	0	291	299	0	0.00
3	funding from budgets of local and regional government bodies	170	0	0	0	0	
4	funding from abroad	10,896	17,524	25,792	27,845	13,005	0.47
5	Total non-capital funding for R&D (l. 1+2+3+4)	375,766	417,366	659,284	781,968	824,212	1.05

2.1.2 Self-generated income

Self-generated income for 2007 (excluding public funds) in the amount of 902.960 mil. CZK represented 24.6% of total revenues of MU. Compared to 2006, self-generated income in 2007 increased by 234.129 mil. CZK (up by 35%). A review of self-generated income is shown in table 2.2.

Table 2.1.2 Review of selected items from self-generated income (in thou. CZK)

line	Item	Principal activity	Supplementary activity	Total as at 31 December 2007
	1	2	3	4
1	Study-related fees (Section 58 of Act 111/1998 Coll.)	106,160.16	0.00	106,160.16
2	Fees for lifelong learning (Section 60 of Act 111/1998 Coll.)	55,492.16	0.00	55,492.16
3	Gifts and other targeted contributions	33,299.96	3,401.20	36,701.16
4	Interests	31,573.19	0.00	31,573.19
5	Damages, shortages, losses	1,694.00	24.00	1,718.00
6	Contractual fines and interest on late payments	5,008.84	0.00	5,008.84
7	Transfer of subsidy from recipients	38,369.17	0.00	38,369.17
8	Lease	6,557.49	654.19	7,211.68
9	Revenues from merchandise	1,620.20	10,957.80	12,578.00
10	Revenues from sale of own products	8,703.59	1,564.41	10,268.00
11	Revenues from sale of other services	136,018.07	91,959.81	227,977.88
12	of which: accommodation in university residences	76,287.48	0.00	76,287.48
13	other accommodation	3,200.04	23,755.62	26,955.66
14	revenues from catering	20,441.38	3,992.79	24,434.17
15	revenues from advertising	1,288.40	2,636.61	3,925.01
16	revenues from conference fee	1,619.51	286.20	1,905.71
17	other services	33,181.26	61,288.59	94,469.85
18	revenues from sales of materials	178.97	286.78	465.75
19	revenues from disposals of fixed assets	1,655.73	187.56	1,843.29
20	revenues from sale of shares	0.00	0.00	
21	revenues from profit shares and dividends		0.00	0.00
22	accounting for funds	164,189.59		164,189.59
23	of which: use of the scholarship and bursary fund	11,461.33		11,461.33
24	use of the fund for bonuses	5,714.70		5,714.70
25	use of the social fund	19,954.25		19,954.25
26	use of the Targeted Funding Fund - gifts	20,086.76		20,086.76
27	use of the Targeted Funding Fund - funds from abroad	19,414.28		19,414.28
28	use of the Targeted Funding Fund - subsidies	3,763.45		3,763.45
29	use of the operational fund	83,794.82		83,794.82
30	other sundry revenues in the amount of book depreciation of assets acquired from funding provided by the state budget	192,437.85	0.00	192,437.85
31	other	13,421.80	749.67	14,171.47
32	Total self-generated income	796,380.77	109,785.42	906,166.19

The amount of revenues is affected by a change of the methodology of accounting for depreciation pursuant to Decree 504/2002 Coll., in particular by accounting for the amount corresponding to book depreciation of assets acquired from funding into revenues (192.438 mil. CZK). The use of funds (164.189 mil. CZK) is also accounted for into revenues and with the introduction of new funds for higher education institutions this fact materially affects the amount accounted for into revenues.

A substantial part of self-generated income is represented by study-related fees in a total amount of 161 mil. CZK, of which income from fees for study pursuant to Section 58 of Act 111/1998 Coll., the Higher Education Act, amounted to 106 mil. CZK and fees pursuant to Section 60 of Act 111/1998 Coll. for paid forms of lifelong learning amounted to 55 mil. CZK. Income from fees for irregular length of study and for study in further degree programmes were accounted for directly to the scholarship and bursary fund (not to revenues - account class 6*) in 2006, while in 2007 a change in

the methodology of accounting occurred on the basis of the auditor's recommendation and with regard to a change of legislation (namely the Higher Education Act and related changes in Section 24 (2) (a) of the Income Tax Act). Starting from 1 July 2007 income from fees is credited to revenues (account class 6*) and at the same time additions to the scholarship and bursary fund are accounted for as an expense recognisable for tax purposes.

A significant part of self-generated income is made up of income from accommodation in university residences and other accommodation (76 mil. CZK). The amount of income from accommodation in university residences is lower than in previous years. Since 1 October 2005 the Ministry of Education no longer provides a grant for accommodation to universities and so MU had to increase the fee for accommodation in university residences. Subject to compliance with specified conditions students are eligible to accommodation support grants and it's in their discretion to use such grant to pay for accommodation in MU student dormitories or for any other accommodation.

A significant part of the income is also represented by an amount received for the solution of research and development projects from solvers, who are beneficiaries of a subsidy and are obliged to transfer to MU, as a co-beneficiary, funds in an amount approved by the subsidy provider (38 mil. CZK). This amount is not posted to subsidies by MU, but to other revenues. On the contrary, the beneficiary accounts for the subsidy in the full allocated amount including the amount transferred to the co-beneficiary and also settles the entire subsidy with its provider.

A detailed analysis of revenues from study-related fees is included in table 2.1.3.

2.1.3 Study-related fees

Table 2.1.3 **Study-related fees** (in thou. CZK)

line	Item	Total(incl.scholarship fund)	Additions to scholarship fund	Revenues
		1	2	3
1	Fees for acts related to the admission procedures (Section 58(1))	28,031.06	0.00	28,031.06
2	Fees for study in a foreign language (Section 58 (5))	52,115.52		52,115.52
3	Fees for irregular length of study (Section 58 (3))	26,494.95	481.37	26,013.58
4	Fees for further study (Section 58 (4))	0.00		
5	Total	106,641.53	481.37	106,160.16

Col. 2 - fees for further study, which were accounted for directly into the scholarship fund (to account 911 8) and not through the revenue account 649 131 before the change of methodology of accounting.*

Col.3 - fees accounted for through revenue accounts

the figure on l.3 in col.1 corresponds to total additions to the scholarship fund (see table 4.3)

During the 1st half of 2007 additions to the scholarship fund were not accounted for uniformly. Fees for study were accounted for partly into revenues and partly directly to the scholarship fund by crediting account 911.8*. Starting from 1 July 2007 the lack of uniformity was eliminated and accounting procedures for the recording of additions to and reductions of the scholarship fund were unified. The creation of a receivable from a student and creation of the scholarship fund is accounted for by crediting account 649.131 - Fees for study on the date when the decision of assessment of the fee becomes effective. A concurrent debit entry is made to account 549.600 on a transfer to the scholarship fund and credit entry to account 911.810 - Scholarship fund. The Financial Department makes accounting records on the basis of a list of assessed fees received from the study departments of the individual faculties. The date of taxable supplies and tax liability occur on the date when the decision on assessment of the fee becomes effective. In the event that a fee for study is paid prior to the decision becoming effective, a concurrent record is made on a receivable and addition to the fund as at the date of the payment receipt. Subsequent payment of scholarships from the scholarship fund is accounted for to expense account 549.1* with a corresponding entry reducing the scholarship fund to account 911.810 and pursuant to Decree 504/2002 Coll. recording the same amount to revenue account 648.811 Accounting for the scholarship fund.

Revenues 2003 - 2007 (in thou. CZK)

		2007	2006	2005	2004	2003
1	Revenues from own products	10,268	9,722	8,351	6,079	3,948
2	Revenues from services	350,136	306,596	271,396	246,420	229,258
3	Fees for accommodation in university residences	76,287	73,432	59,337	44,397	43,979
4	other accommodation	26,956	22,123	15,191	16,500	13,282
5	catering of students	17,795	15,473	13,549	12,904	12,085
6	catering of employees	2,646	3,191	3,417	3,453	3,202
7	other catering	3,993	4,592	6,950	9,587	9,450
8	leases	7,212	6,647	6,085	5,205	6,102
9	lifelong learning	55,405	56,875	48,547	43,998	40,200
10	self-payers	51,888	30,255	21,269	16,491	16,695
11	other	107,954	94,008	97,051	93,885	84,263
12	Revenues from merchandise	12,578	12,434	12,000	10,724	9,269
13	Change in inventory, finished products and animals	1,683	725	31	1,395	-609
14	Capitalization of materials and internal services	1,171	1,155	1,695	2,000	2,006
15	Contractual fines and interest on late payments	5,009	1,376	362	924	280
16	interests received from current accounts	31,573	17,853	13,831	12,368	10,516
17	Exchange rate gains	-2	115	601	17	268
18	accounting for the use of funds into revenues ¹⁾	164,190	69,210	16,117	6,964	8,732
19	of which: Fund for bonuses	5,715	5,711	5,932	4,604	6,354
20	Social fund	19,954	12,215			
21	Targeted Funding Fund, of which:	43,264	40,405	0	0	0
22	Targeted Funding Fund-use of gifts	20,087	16,432			
23	Targeted Funding Fund - use of funds from abroad	19,414	16,589			
24	Targeted Funding Fund-use of subsidies	3,763	7,384			
25	FRIM					1,127
26	Scholarship and bursary fund	11,461	10,879	10,014	2,360	1,251
27	Operational fund	83,795				
28	Current assets fund			171		
29	other revenues	290,401	211,722	159,810	68,107	67,073
30	of which: income for co-beneficiaries	38,369	35,644	26,226	21,259	14,206
31	income from admission procedures	28,598	24,671	25,038	19,506	24,847
32	fees for study	26,014				
33	accounting for revenues from depreciation and net book value ²⁾	192,438	142,591	100,501	x	x
34	revenues from disposals of fixed assets	2,309	9,825	465	45,514	389
35	received targeted contributions, gifts	36,701	27,993	11,001	3,066	2,089
36	other	149	105	66		217
37	Total self-generated income	906,166	668,831	495,726	403,578	333,436
38	total funding	2,760,598	2,505,642	2,179,940	1,828,528	1,576,481
39	of which: subsidy for operations from the state budget	2,727,338	2,477,434	2,173,434	1,828,528	1,576,481
40	subsidies for long-term projects co-financed by the EU	33,260	28,208	6,506		
41	Total revenues	3,666,764	3,174,473	2,675,666	2,232,106	1,909,917
	increase compared to the previous year	1.16	1.19	1.20	1.17	1.08
	self-generated income/total revenues ratio	0.25	0.21	0.19	0.18	0.17

¹⁾ the use of funds (with the exception of capital expenditures financed from FRIM) is accounted for through revenues

²⁾ starting from 2005 depreciation of assets not acquired from funding is accounted for to revenues (Section 38 of Decree 504/2002 Coll.)

		2007	2006	2005	2004	2003
1	Total revenues	3,666,764	3,174,473	2,675,666	2,232,106	1,909,917
2	Self-generated income (excluding subsidies)	906,166	668,831	495,726	403,578	333,436
3	of which: accounting for revenues from depreciation	192,438	142,591	100,501	x	x
4	use of funds credited to revenues	164,190	69,210	16,117	6,964	8,732
5	Self-generated income excluding depreciation of funded assets and use of funds	549,538	457,030	379,108	396,614	324,704
6	increase on l. 5 (self-generated income adjusted by depreciation of funded assets and use of funds) compared to the previous year	1.20	1.21	0.96	1.22	
7	index-self-generated income/total revenues recorded in accounting ratio (l. 2/1)	0.25	0.21	0.19	0.18	0.17
8	index- net self-generated income/total revenues recorded in accounting ratio (l. 5/1)	0.15	0.14	0.14	0.18	0.17

2.2 Expenditures

2.2.1 Expenditures

The most significant expense items are wages and salaries (1,386 mil. CZK) and payments of health and social security insurance contributions (466 mil. CZK), which amounted to 52% of total expenditures in 2007.

Another significant expense item is represented by the book depreciation of fixed assets in the amount of 261 mil. CZK. As a result of a change to the methodology of accounting, depreciation of assets acquired from funding (192 mil. CZK) is accounted for separately and such depreciation has not been a source of additions to FRIM since 2005. Depreciation of assets, which were not acquired from funding (69 mil. CZK) and which have continued to be a source of additions to FRIM, amounted to 36% of the total depreciation in 2007.

Repairs and maintenance amounted to 55 mil. CZK. Travel allowances amounted to 63 mil. CZK, of which business journeys abroad represented 53 mil. CZK. These expenses were incurred namely in connection with pedagogical staff mobility and participation in international conferences, which relate to implemented research and development projects and which show a long-term increasing trend.

Insurance of MU assets amounted to 1.738 mil. CZK, mandatory liability insurance amounted to 6.5 mil. CZK. Expenses incurred under lease contracts amounted to 23 mil. CZK in 2007 and relate namely to leases of buildings for faculties, the premises of which were reconstructed and which plan to move to new premises in the UCB.

Scholarships and bursaries were paid out in the total amount of 291 mil. CZK. An analysis of paid out scholarships and bursaries and sources of their financing is included in table 7.2.

Table 2.2.1a Review of selected non-capital expenditures (in thou. CZK)

line	Item		Principal activity	Supplementary activity	Total
1	personnel expenses		1,352,755.56	32,825.46	1,385,581.02
2	of which:	wages and salaries	1,277,959.76	28,084.88	1,306,044.64
3		other personnel expenses	73,514.47	4,740.58	78,255.05
4		other	1,281.33	0.00	1,281.33
5	contributions for health and social security insurance		456,066.95	10,062.68	466,129.63
6	catering of employees		10,378.36	190.29	10,568.65
7	travel expenses		61,835.09	1,673.30	63,508.39
8	of which:	international	51,617.31	1,146.08	52,763.39
9		domestic	10,217.78	527.22	10,745.00
10	rent		22,409.19	816.71	23,225.90
11	insurance of fixed assets		1,737.66	0.00	1,737.66
12	material		348,115.57	8,459.87	356,575.44
13	of which: low-value assets		200,308.60	2,705.38	203,013.98
14	energy, water, steam, gas		91,532.85	4,479.12	96,011.97
15	repairs, maintenance		52,317.93	2,408.61	54,726.54
16	depreciation		259,958.96	1,421.72	261,380.68
17	of which:	depreciation of assets acquired from funding	191,814.84		191,814.84
18		net book value of written-off (retired) assets	702.48		702.48
19	net book value of sold assets		4,622.71		4,622.71
20	transfer of subsidy on the co-beneficiary		43,072.85	0.00	43,072.85
21	scholarships		290,376.52	402.79	290,779.31
22	of which:	from the scholarship and bursary fund	11,461.33		11,461.33
23	of which allocations to funds		196,204.91	538.86	222,757.35
24	of which:	Operational fund	118,038.52		118,038.52
25		Targeted Funding Fund	52,583.86		52,583.86
26	Social fund		25,582.53	538.86	26,121.39
27	scholarship and bursary fund		26,013.58		26,013.58
28	use of other funds		109,489.87	0.00	109,489.87
29	of which:	Fund for bonuses	5,714.70		5,714.70
30		Operational fund	83,794.82		83,794.82
31		Social fund (private pension scheme)	19,954.25		19,954.25
32		Reserve fund	26.10		26.10
33	other		684,839.05	41,786.57	700,612.04
34	Total expenditures		3,502,992.76	92,126.99	3,595,119.75

Table 2.2.1b **Expenses 2003 - 2007** (in thou. CZK)

	Name	2007	2006	2005	2004	2003
1	Material	356,575	259,261	285,909	218,616	222,366
2	of which: low-value assets	203,014	119,344	157,974	101,017	111,461
3	books and periodicals	29,291	28,704	26,994	23,575	23,708
4	energies	96,012	98,594	86,004	75,782	70,242
5	merchandise sold	8,915	8,666	8,818	7,336	6,495
6	repairs and maintenance	54,727	52,433	56,710	57,573	58,352
7	travel expenses	63,508	56,194	47,952	40,144	34,633
8	of which: domestic	10,745	8,712	7,837	7,096	5,916
9	international	52,763	47,482	40,115	33,048	28,717
10	representation expenses	1,827	2,118	2,150	1,453	2,144
11	Services	273,332	239,756	220,132	189,361	190,228
12	of which: telephone	8,618	9,029	7,951	8,896	10,527
13	postage	5,826	4,939	4,254	3,426	3,647
14	rents	23,226	21,496	17,625	16,239	9,562
15	low-value intangible assets - SW	6,113	3,930	4,696	4,381	5,453
16	conference fees	2,398	2,613	6,080	4,846	3,295
17	freight cost	4,497	3,215	3,220	2,730	2,333
18	printing	24,429	15,455	13,428	12,016	11,620
19	advertising	1,878	1,869	1,339	987	951
20	royalties	2,388	2,381	3,418	2,836	x
21	cleaning and security guard of buildings	36,371	33,159		x	x
22	other	157,588	141,670	158,121	133,004	142,840
23	Personnel expenses	1,851,711	1,654,835	1,472,746	1,181,985	959,322
24	of which: wages and salaries	1,385,581	1,236,995	1,102,164	884,869	719,574
25	of which: salaries	1,306,045	1,168,304	1,043,074	837,467	679,083
26	other social expenses	79,536	68,691	59,090	47,402	40,491
27	of which: contracts	78,255	68,551	58,887	47,016	37,497
28	other ¹⁾	1,281	140	203	386	2,994
29	Payment of contributions	466,130	417,840	370,582	297,116	239,748
30	Social expenses	62,733	46,570	7,225	5,606	5,618
31	of which: occupational safety and health protection, sanitary facilities	3,375	2,386	1,925	1,930	1,913
32	education	2,492	1,248	889	434	316
33	catering	10,569	7,231	3,168	2,323	1,775
34	transfer to the social fund	26,121	23,486			
35	private pension scheme	19,954	12,218	1,241	x	x
36	other	222	1	1,243	919	1,614
37	Road tax	171	164	149	155	154
38	Real estate tax		1	429	0	0
39	Other taxes and charges	335	312	88	79	60
40	Contractual fines and interest on late payments	0	0	9	1	1
41	Other fines and penalties	44	67	30	18	4,486
42	Write-off of a bad debt	226	106	112	193	31
43	Interests	0	1			
44	Exchange rate losses	4,064	3,427	2,115	2,862	2,659
45	Gifts		137	54	0	
46	Shortages and damage	1,219	284	970	1,616	330
47	Other sundry expenses	553,179	470,143	260,995	185,992	154,959
48	of which: insurance	6,512	6,300	4,953	4,117	3,471
49	transfer of subsidy to the co-beneficiary	43,073	43,023	26,134	20,490	23,481
50	technical appreciation up to 40 thou. CZK	4,187	4,033	4,198	3,471	2,202
51	insurance of assets	1,738	1,553	1,784	1,199	895
52	scholarships	290,779	259,523	173,196	141,646	112,132
53	VAT not claimed	3,402	2,856	2,786	1,568	0
54	bank changes	3,380	3,073			
55	transfer to the scholarship fund	26,014				
56	transfer to the operational fund	118,039	98,302			
57	transfer to the Targeted Funding Fund	52,584	48,182	30,450	0	0
58	of which: gifts	26,419	24,590	2,635	0	0
59	funding from abroad	17,607	18,272	19,887		
60	up to 5% targeted funding from the state budget	8,558	5,320	7,928		
61	other	203,488	152,855	47,944	13,501	12,778
62	depreciation of fixed assets	261,381	211,620	163,526	152,693	143,894
63	of which: assets acquired from funding	191,815	142,200	100,201		
64	other assets	68,863	68,890	62,927	151,297	143,510
65	net book value of written-off (retired) assets	702	530	397	1,396	384
66	net book value of sold assets	4,623	9,534	108	47,664	43
67	Material sold	380	138	166	903	
68	Additions to adjustments	156	120	53	109	
69	Member's fees	2	11	11	10	0
70	Income tax		-35	0	4,424	602
71	Total	3,595,120	3,114,457	2,616,461	2,174,575	1,856,619

increase compared to the previous year

1.15

1.19

1.20

1.17

1.28

) redundancy payments; up to 2004 also royalties and civil military service

		2007	2006	2005	2004	2003
1	Total expenses	3,595,120	3,114,457	2,616,461	2,174,575	1,856,619
2	of which: depreciation of assets acquired from funding	191,815	142,200	100,201	0	0
3	additions to funds	222,758	169,970	30,450	0	0
4	Expenses excluding depreciation of funded assets and additions to funds (l. 1-2-3)	3,180,547	2,802,287	2,485,810	2,174,575	1,856,619
5	increase on l. 4 (expenses adjusted by funded assets depreciation and additions to funds) compared to the previous year	1.13	1.13	1.14	1.17	

2.2.2 Employees, wages and salaries

Of the total number of 3,256 full-time equivalent employees of MU 1,407 were academic staff and 1,849 non-academic staff.

In 2007 wages and salaries paid from all sources (including other personnel expenses and salaries paid from the fund for bonuses), excluding social security and health insurance, amounted to 1,385 mil. CZK, representing 38.5% of total expenses. Wages and salaries, excluding other personnel expenses, amounted to 1,306 mil. CZK. The mean salary at MU (excluding other personnel expenses) amounted to 33,433 CZK/month, representing an increase of 7% compared to 2006, while the amount of employees was 3,256.

Social and health insurance contributions paid to the state in 2007 amounted to 466 mil. CZK. The total share of personnel expenses, including social security and health insurance in 2007 then amounted to 1,852 mil. CZK, representing 51.51% of the total MU expenses.

Table 2.2.2 **Employees, wages and salaries** (in thou. CZK)

line	Indicator	Note	MU	ACS	Total
1	Mean full-time equivalent employees of MU in 2007 (total)		3,065	191	3,255
2	of which: academic staff ¹⁾		1,407		1,407
3	research workers		49		49
4	other ²⁾		1,609	191	1,800
5	Paid out salaries covered by budget 333 - Min. of Education, excluding R&D	(l. 7 - l. 6)	878,626	13,683	892,309
6	Paid out salaries covered by budget 333 - Min. of Education, solely R&D	l. 0305 of Statement P1b-04	279,347		279,347
7	Paid out salaries covered by budget 333 - Min. of Education	l. 0307 of Statement 1b-04	1,157,973	13,683	1,171,656
8	of which: salaries		1,113,207	13,682	1,126,889
9	of which: R&D		273,859		273,859
10	other personnel expenses		44,766		44,766
11	of which: R&D		5,488		5,488
12	Wages and salaries covered from funds		4,258		4,258
13	Wages and salaries covered from budget 333 and funds	l. 7+12	1,162,231	13,683	1,175,914
14	of which: academic staff		674,999		674,999
15	research workers		20,796		20,796
16	other staff		466,436	13,683	480,119
17	Mean monthly salary in 2007 in CZK, excluding other personnel expenses and funds	from l. 8	32,791	11,792	
18	of which: academic staff		39,374		
19	research workers		34,902		
20	other staff		26,234	11,792	
21	Mean monthly salary in 2006 in CZK, excluding other personnel expenses and the fund for bonuses		30,667	11,907	
22	Increase of salary in 2007 compared to 2006 in %		6.93	-0.97	
23	Wages and salaries paid out in 2007 from other sources (excluding budget 333), excluding R&D		89,910	14,639	104,549
24	of which: grants and programmes from other parts of the state budget		70,927	14,639	85,566
25	other (funding from abroad, gifts etc.)		18,983		18,983
26	Wages and salaries paid out in 2007 from other sources for R&D (excluding budget 333)	l. 0306 of Statement P1b-04	72,294		72,294
27	Supplementary activity	l. 0308 of Statement P1b-04	25,678	7,148	32,826
28	Total paid out wages and salaries (sum of l.13+23+26+27)	l. 0311 of Statement P1b-04 and the Profit and Loss Account	1,350,112	35,469	1,385,581

1) corresponds to the term of pedagogical staff according to the terminology used in Statement P1b-04

2) corresponds to the term of non-pedagogical staff according to the terminology used in Statement P1b-04

Number of employees and salaries at MU 2003 - 2007

line	Indicator	2007	2006	2005	2004	2003
1	Mean full-time equivalent employees of MU (total)	3,255	3,127	2,932	2,663	2,573
2	of which: academic staff	1,407	1,358	1,282	1,216	1,160
3	research workers	49	37	36	33	32
4	other	1,800	1,732	1,614	1,414	1,381
5	Wages and salaries covered from budget 333 and the fund for bonuses	1,175,913	1,047,184	964,374	772,597	626,279
6	of which: academic staff	674,999	605,919	560,059	457,605	367,672
7	research workers	20,796	15,621	14,643	9,541	9,331
8	others	480,119	425,644	389,672	305,451	249,276
15	Wages and salaries paid out from other sources (excluding budget 333), excluding R&D	104,548	87,866	52,092	45,272	50,273
16	Wages and salaries paid out from other sources (excluding budget 333) for R&D	72,294	75,328	62,359	42,149	29,630
17	Supplementary activity	32,825	26,616	23,340	24,924	13,393
18	Total paid out wages and salaries (from P1b-04 l. 0311 and l. 012 of P&L Account - table 1.2)	1,385,581	1,236,995	1,102,164	884,943	719,574
19	Wages and salaries, excluding other personnel expenses from all sources (l.2 of table 2.2.1)	1,306,045	1,168,304	1,043,074	837,541	679,083
20	mean salary (salaries/full-time equivalent employee/12) in CZK	33,433	31,139	29,650	26,206	21,994
21	increase of the mean salary, excluding other personnel expenses, compared to the previous year in %	7.37	5.02	13.14	19.15	11.50
22	levies (l.5 of table 2.2.1)	466,130	417,840	370,582	297,116	239,748
23	personnel expenses (salaries and social security and health insurance, l. 19+22)	1,851,711	1,654,835	1,472,746	1,182,059	918,831
24	Total expenses of MU	3,595,120	3,114,457	2,616,461	2,170,225	1,856,619
25	share of personnel expenses in total expenses in % (l. 23/l. 24)	51.51	53.13	56.29	54.47	49.49
	<i>increase of salaries compared to the previous year (l.18)</i>	<i>1.12</i>	<i>1.12</i>	<i>1.25</i>	<i>1.23</i>	<i>1.15</i>
	<i>share of salaries in total expenses (l.18/l.24)</i>	<i>0.39</i>	<i>0.40</i>	<i>0.42</i>	<i>0.41</i>	<i>0.39</i>
	<i>share of personnel expenses (salaries + social security and health insurance) in total expenses (l. 23/l. 24)</i>	<i>0.52</i>	<i>0.53</i>	<i>0.56</i>	<i>0.54</i>	<i>0.49</i>
	<i>increase of employee number compared to the previous year</i>	<i>1.04</i>	<i>1.07</i>	<i>1.10</i>	<i>1.04</i>	<i>1.03</i>

3. Statement of Changes in Financial Position

Table 3 **Cash Flow Statement** (in thou. CZK)

Indicator	line	prior period	current period	difference	impact on CF
Profit (loss) of current year	001	0.00	71,644.42	71,644.42	71,644.42
Depreciation of fixed assets	002				261,380.68
Regulated reserves	003	0.00	0.00	0.00	0.00
Temporary accounts of liabilities	004	43,128.03	55,284.80	12,156.77	12,156.77
accrued expenses	005	1,238.86	1,168.41	-70.45	-70.45
deferred revenues	006	37,583.28	47,765.03	10,181.75	10,181.75
foreign currency exchange gains	007	63.14	29.85	-33.29	-33.29
estimated payables	008	4,242.75	6,321.51	2,078.76	2,078.76
Temporary accounts of assets	009	21,910.37	35,247.15	13,336.78	-13,336.78
deferred expenses	010	11,207.56	13,900.63	2,693.07	-2,693.07
accrued revenues	011	317.17	525.81	208.64	-208.64
foreign currency exchange losses	012	147.67	327.50	179.83	-179.83
estimated receivables	013	10,237.97	20,493.21	10,255.24	-10,255.24
Total receivables	014	41,320.45	39,420.15	-1,900.30	1,900.30
trade receivables	015	18,604.94	25,733.05	7,128.11	-7,128.11
receivables from participants in an association	016			0.00	0.00
social security and health insurance	017			0.00	0.00
income tax	018	1,105.90		-1,105.90	1,105.90
due from state - other direct taxes	019			0.00	0.00
VAT	020	0.00	0.00	0.00	0.00
other taxes and charges	021	0.00	0.00	0.00	0.00
due from the state budget	022	0.00	0.00	0.00	0.00
due from budgets of local and regional governments	023			0.00	0.00
due from employees	024	15,566.72	12,419.73	-3,146.99	3,146.99
issued bonds and other receivables	025	6,162.92	1,424.02	-4,738.90	4,738.90
adjustment to receivables (-)	026	-120.03	-156.65	-36.62	36.62
Stamps and vouchers	027	579.53	522.19	-57.34	57.34
Shares and similar securities	028	0.00	0.00	0.00	0.00
Bonds, debentures and own bonds and debentures	029	0.00	0.00	0.00	0.00
Other securities	030			0.00	0.00
Total inventory	031	20,668.08	22,880.38	2,212.30	-2,212.30
material in store and in transit	032	8,739.59	9,237.07	497.48	-497.48
work-in-progress and semi-finished own products	033	1.05	75.91	74.86	-74.86
finished products	034	10,597.98	12,133.53	1,535.55	-1,535.55
animals	035	136.01	159.31	23.30	-23.30
merchandise in store and in transit	036	1,193.45	1,274.56	81.11	-81.11
advance payments for inventory	037			0.00	0.00
Short-term payables	038	275,724.44	607,854.71	332,130.27	332,130.27
suppliers	039	53,310.71	70,014.23	16,703.52	16,703.52
bills of exchange to be paid	040			0.00	0.00
advance payments received	041	6,064.72	6,660.76	596.04	596.04
sundry payables	042	2,184.71	2,629.84	445.13	445.13
employees	043	5,159.39	4,296.81	-862.58	-862.58
other payables to employees	044	100,848.50	109,293.13	8,444.63	8,444.63
due to social security and health insurance	045	64,560.50	70,099.30	5,538.80	5,538.80
income tax	046	0.00	0.00	0.00	0.00
other direct taxes	047	26,885.55	29,751.39	2,865.84	2,865.84
value added tax	048	4,273.53	3,307.37	-966.16	-966.16
other taxes and charges	049	75.17	14.87	-60.30	-60.30
due to the State budget	050	1,305.28	3,210.23	1,904.95	1,904.95
due to the budgets of local and regional governments	051	260.09	155.14	-104.95	-104.95
payables to participants in an association	052		300,000.00	300,000.00	300,000.00
other payables	053	10,796.29	8,421.64	-2,374.65	-2,374.65
Short-term bank loans	054	11.36	119.71	108.35	108.35
Received financial assistance	055			0.00	0.00
Cash flow (operating activities)	056	403,342.26	832,973.51	429,631.25	663,829.05

Intangible fixed assets	057	95,664.31	99,175.44	3,511.13	-3,511.13
research and development	058	318.93	318.93	0.00	0.00
software	059	76,892.94	80,570.61	3,677.67	-3,677.67
subjects of valuable rights	060			0.00	0.00
low-value intangible fixed assets	061	16,915.02	15,704.91	-1,210.11	1,210.11
other intangible fixed assets	062	1,074.90	1,805.30	730.40	-730.40
intangible fixed assets under construction	063	462.52	775.69	313.17	-313.17
advances paid for fixed assets	064			0.00	0.00
Total accumulated depreciation	065	-65,183.79	-75,266.38	-10,082.59	10,082.59
- research and development	066	-272.05	-301.66	-29.61	29.61
- software	067	-47,919.67	-58,990.94	-11,071.27	11,071.27
- subjects of valuable rights	068			0.00	0.00
- low-value intangible fixed assets	069	-16,915.02	-15,704.91	1,210.11	-1,210.11
- other intangible fixed assets	070	-77.05	-268.87	-191.82	191.82
Tangible fixed assets	071	7,253,907.41	8,346,673.78	1,092,766.37	-1,092,766.37
land	072	346,097.32	343,375.34	-2,721.98	2,721.98
works of art and collections	073	29,925.20	30,658.62	733.42	-733.42
structures	074	3,572,932.48	5,004,362.25	1,431,429.77	-1,431,429.77
separate movable items and sets of movable items	075	1,720,034.31	2,049,459.73	329,425.42	-329,425.42
perennial crops	076			0.00	0.00
breeding and draught animals	077			0.00	0.00
low-value tangible fixed assets	078	446,803.84	412,523.59	-34,280.25	34,280.25
other tangible fixed assets	079	55.37	55.37	0.00	0.00
tangible fixed assets under construction	080	1,137,363.17	506,238.88	-631,124.29	631,124.29
advance payments for tangible fixed assets	081	695.72	0.00	-695.72	695.72
Total accumulated depreciation	082	-1,936,395.13	-2,089,946.41	-153,551.28	153,551.28
- structures	083	-532,897.60	-595,532.37	-62,634.77	62,634.77
- individual movable items and sets of movable items	084	-956,693.69	-1,081,890.45	-125,196.76	125,196.76
- perennial crops	085			0.00	0.00
- breeding and draught animals	086			0.00	0.00
- low-value tangible fixed assets	087	-446,803.84	-412,523.59	34,280.25	-34,280.25
- other tangible fixed assets	088			0.00	0.00
Correction by exclusion of depreciation	089	0.00	0.00	0.00	-261,380.68
Long-term financial assets (financial investments)	090	100.00	260.82	160.82	-160.82
shares and ownership interests with controlling influence in enterprises	091	100.00	100.00	0.00	0.00
shares and ownership interests with substantial influence in enterprises	092			0.00	0.00
other investment securities and ownership interests	093			0.00	0.00
intercompany loans	094			0.00	0.00
other financial investments	095		160.82	160.82	-160.82
Cash flow (investment activities)	096	5,348,092.80	6,280,897.25	932,804.45	-1,194,185.13
Total long-term payables	097	0.00	710,016.66	710,016.66	710,016.66
bonds issued	098			0.00	0.00
payables from lease	099			0.00	0.00
long-term advance payments received	100			0.00	0.00
long-term bills of exchange to be paid	101			0.00	0.00
other long-term payables	102		710,016.66	710,016.66	710,016.66
Long-term bank loans	103	200,000.00	0.00	-200,000.00	-200,000.00
Equity	104	5,209,313.60	5,306,366.00	97,052.40	97,052.40
Funds	105	533,675.56	628,764.29	95,088.73	95,088.73
Gains or losses from revaluation of assets and liabilities	106				
Retained earnings, accumulated losses from previous years	107			0.00	0.00
Profit (loss) to be approved	108	60,015.83	71,644.42	11,628.59	11,628.59
Correction by reduction of disposable profit of current year	109		-71,644.42	-71,644.42	-71,644.42
Cash flow (financial activities)	110	6,003,004.99	6,645,146.95	642,141.96	642,141.96
Total cash flow	111	11,754,440.05	13,759,017.71	2,004,577.66	111,785.88
Cash		3,759.17	3,840.66	81.49	-81.49
Bank accounts		885,516.21	997,190.85	111,674.64	-111,674.64
Financial position (cash-flow)		889,275.38	1,001,031.51	111,756.13	-111,756.13

4. MU Funds Development

Significant financial indicators also include the balances of MU funds created pursuant to Act No 111/1998 Coll., the Higher Education Act. As of 31 December 2007 the total value of individual funds amounted to 628.76 mil. CZK (an increase of 17.8% compared to 2006).

Additions to the fund for bonuses and FRIM were made from the 2006, the profit amounting to 60.016 mil. CZK as follows:

- fund for bonuses + 8.586 mil. CZK
- FRIM + 51.430 mil. CZK

As of 31 December 2007 MU transferred 56.821 mil. CZK to the Targeted Funding Fund, of which 10.060 mil. CZK came from targeted public funding of CR, of which 8.545 mil. CZK represented non-capital funding and 1.515 mil. CZK capital-investment funding. These funds must be used for the purpose, for which they were originally provided.

MU transferred to the operational fund a balance of the funding provided by the Ministry of Education for operations amounting to 118.039 mil. CZK and to FRIM a balance of the contribution provided by the Ministry of Education for capital expenditures amounting to 15.301 mil. CZK.

Table 4 Funds (in thou. CZK)

1.		Reserve fund	FRIM	Scholarship fund	Fund for bonuses	FÚUP *)	Social fund	FPP **)	Total as of 31 December 2007
		1	2	3	4	5	6	7	8
1	Balance as at 1 January 2007	96,344.98	242,872.88	24,418.54	19,100.94	41,365.55	11,270.47	98,302.20	533,675.56
2	Additions to fund	0.00	136,990.24	26,494.95	8,585.89	56,820.92	26,002.62	118,038.52	372,933.14
3	Reductions of fund	26.10	111,358.10	11,461.33	5,714.70	45,653.89	19,954.25	83,676.05	277,844.42
4	Balance as at 31 December 2007	96,318.88	268,505.02	39,452.16	21,972.13	52,532.58	17,318.84	132,664.67	628,764.28
5	Proposal for allocation from 2007 profit		61,842.46		9,801.96				71,644.42

*) FÚUP – Targeted Funding Fund (fund for earmarked financial resources)

**) FPP – Operational fund

Table 4.1 Reserve fund (col. 1 of table 4 in thou. CZK)

1.		2003	2004	2005	2006	2007
1	Balance as at 1 January	96,344.98	96,344.98	96,344.98	96,344.98	96,344.98
2	Additions	from net profit				
3		transfers between funds (1.4 to 6)	0.00	0.00	0.00	0.00
4		from the capital assets regeneration fund				
5		from the fund for bonuses				
6		from the operational fund				
7		Total additions	0.00	0.00	0.00	0.00
8	Reductions	coverage of losses of past accounting periods				
9		transfers between funds (1.10 to 12)				
10		to the fund for bonuses				
11		to the operational fund				
12		to the capital assets regeneration fund				
13		other ^{*)}				26.10
14		Total reductions	0.00	0.00	0.00	26.10
15	Balance as at 31 December	96,344.98	96,344.98	96,344.98	96,344.98	96,318.88

*) In 2007 receivables from instalments of loans from FKSP (cultural and social needs fund) in the amount of 26.1 thou. CZK from two deceased MU employees were written off (as of 1 January 1999 the sources of additions to the reserve fund included also receivables from employees represented by the amount of unpaid loans from FKSP. FKSP was cancelled for higher education institutions by Act 111/1998 Coll., the Higher Education Act).

Table 4.2 FRIM (col. 2 of table 4 in thou. CZK)

1.		2003	2004	2005	2006	2007
1	Balance as at 1 January					
1		79,534.06	147,553.44	214,724.20	206,794.72	24,872.88
3	Additions	from book depreciation	143,510.06	151,297.33	62,927.87	6,860.98
4		from net profit	42,748.61	45,914.74	48,219.28	5,429.93
		revenues from disposals of fixed assets				
5		net book value of fixed assets	670.21	5,994.17	598.52	1,397.97
		balance of capital-investment contribution by the Min. of Education			2,889.62	15,301.36
6		correction of depreciation	0.00	-75.78	0.00	0.00
7		Transfers between funds (1.11 to 13)	0.00	0.00	0.00	0.00
8		from the fund for bonuses				
9		from the operational fund				
10		from the reserve fund				
11		Total additions (1.2 of table 4)	186,928.88	203,130.46	111,745.67	136,990.24
12	Reductions	Capital (1.14 to 19)	117,782.49	135,959.70	119,675.15	86,971.03
13		of which: structures	68,718.09	82,109.45	79,566.03	33,071.93
14		machines and equipment	46,215.25	49,148.31	3,107.81	50,040.00
15		purchases of real property including land	809.00	819.35		348.98
16		SW	1,160.35	3,152.07	1,961.81	3,193.32
17		works of art	879.80	730.52	39.50	316.80
18		other				
19		Non-capital (1. 21 to 22)	1,127.01	0.00	0.00	0.00
20		of which: repairs and maintenance	1,127.01			
21		other				
22		Transfers between funds (1.24 to 26)	0.00	0.00	0.00	0.00
23		to the fund for bonuses				
24		to the operational fund				
25		to the reserve fund				
26		Total reductions (1.3 of table 4)	118,909.50	135,959.70	119,675.15	111,358.10
27	Balance as at 31 December		147,553.44	214,724.20	206,794.72	268,505.02

Table 4.3 Scholarship fund (col. 3 of table 4 in thou. CZK)

1.		2003	2004	2005	2006	2007
1	Balance as at 1 January					
1		5,115.44	9,495.30	15,566.87	19,889.76	24,418.54
2	Additions	from net profit	38.00			
3		from fees for study	5,593.23	8,431.53	14,336.26	15,407.43
4		Total additions (1.2 of table 4)	5,631.23	8,431.53	14,336.26	26,494.95
5	Reductions	scholarships (via account 648)	1,251.37	2,359.96	10,013.37	10,878.65
6		Total reductions (1.3 of table 4)	1,251.37	2,359.96	10,013.37	11,461.33
7	Balance as at 31 December		9,495.30	15,566.87	19,889.76	39,452.16

Following a change in the procedures of accounting for additions to (creation of) funds, the fund is covered also from unpaid receivables in the amount of 7,485.62 thou. CZK (18.97%).

Table 4.4. Fund for bonuses (col. 4 of table 4, in thou. CZK)

1.		2003	2004	2005	2006	2007
1	Balance as at 1 January					
1		3,745.19	9,928.13	12,706.63	16,012.64	19,100.94
2	Additions	from net profit	12,536.60	7,382.85	9,238.34	8,799.75
3		from the reserve fund				
4		from the capital assets regeneration fund				
5		from the operational fund				
6		Total additions (1.2 of table 4)	12,536.60	7,382.85	9,238.34	8,585.89
7	Reductions	wages and salaries	6,353.66	4,604.35	5,932.33	5,711.45
8		to the reserve fund				
9		to the capital assets regeneration fund				
10		to the operational fund				
11		other (please specify)				
12		Total reductions (1.3 of table 4)	6,353.66	4,604.35	5,932.33	5,714.70
13	Balance as at 31 December		9,928.13	12,706.63	16,012.64	21,972.13

Table 4.5 Targeted Funding Fund (col. 5 of table 4 in thou. CZK)

		2005			2006			2007		
		Non-capital	Capital	Total	Non-capital	Capital	Total	Non-capital	Capital	Total
1	Balance as at 1 January	0.00	0.00	0.00	30,449.43	287.81	30,737.24	39,210.69	2,154.86	41,365.55
2	from non-capital gifts			0.00		0.00	0.00	10,333.84	0.00	10,333.84
3	from foundation contributions			0.00		0.00	1,053.28	2,335.16	0.00	2,335.16
4	targeted funding from abroad			0.00		0.00	1,581.42	2,118.14	0.00	2,118.14
5	of which			0.00		0.00	19,886.88	21,159.83	0.00	21,159.83
6	from targeted funding for R&D - Min. of Education			0.00		0.00	3,987.31	4,570.85	2,154.86	6,725.71
7	from targeted funding for R&D - other parts of the state budget			0.00		0.00	40.80	347.03	0.00	347.03
8	from targeted funds of Min. of Education, excluding R&D			0.00		0.00	4,187.55	681.00	0.00	681.00
9	from non-capital gifts	1,053.28		1,053.28		0.00	26,539.57	26,524.20		26,524.20
10	from foundation contributions	1,581.42		1,581.42		0.00	2,474.24	2,629.15		2,629.15
11	targeted funding from abroad	19,886.88		19,886.88		0.00	18,271.62	17,607.32		17,607.32
12	additions	3,699.50	287.81	3,987.31		0.00	2,154.86	6,542.34	1,490.88	8,033.22
13	from targeted funding for R&D - Min. of Education			0.00		0.00	347.03	1,094.74	24.59	1,119.33
14	from targeted funding for R&D - other parts of the State budget	40.80		40.80		0.00	681.00	907.70		907.70
15	from targeted funds of Min. of Education, excluding R&D	4,187.55		4,187.55		0.00	54,760.56	55,305.45	1,515.47	56,820.92
16	Total additions (1.2 of table 4)	30,449.43	287.81	30,737.24		0.00	17,259.01	16,470.61		16,470.61
17	from non-capital gifts			0.00		0.00	1,937.52	2,935.16		2,935.16
18	from foundation contributions			0.00		0.00	16,998.67	19,414.29		19,414.29
19	targeted funding from abroad			0.00		0.00	3,420.89	3,669.52	2,154.86	5,824.38
20	of which			0.00		0.00	40.80	328.45		328.45
21	from targeted funding for R&D - Min. of Education			0.00		0.00	4,187.55	681.00		681.00
22	from targeted funding for R&D - other parts of the State budget			0.00		0.00	43,844.44	43,499.03	2,154.86	45,653.89
23	Total reductions (1.3 of table 4)	30,449.43	287.81	30,737.24		0.00	41,365.55	51,017.11	1,515.47	52,532.58
24	from non-capital gifts	1,053.28		1,053.28		0.00	10,333.84	20,387.43	0.00	20,387.43
25	from foundation contributions	1,581.42		1,581.42		0.00	2,118.14	1,812.13	0.00	1,812.13
26	targeted funding from abroad	19,886.88		19,886.88		0.00	21,159.83	19,352.86	0.00	19,352.86
27	of which	3,699.50	287.81	3,987.31		0.00	2,154.86	7,443.67	1,490.88	8,934.55
28	from targeted funding for R&D - Min. of Education			0.00		0.00	347.03	1,113.32	24.59	1,137.91
29	from targeted funding for R&D - other parts of the State budget	40.80		40.80		0.00	681.00	907.70	0.00	907.70
30	from targeted funds of Min. of Education, excluding R&D	4,187.55		4,187.55		0.00				

The Targeted Funding Fund was used to cover expenses on ongoing research and development projects in the amount of 45,653.89 thou. CZK. The amount of reduction of the Targeted Funding Fund includes also funds returned to the State budget (Ministry of Education) in the amount of 234,527 CZK (FM - VZ in the amount of 66,752.07 CZK, 1M in the amount of 164,773.72 CZK, LC Basic Research Centres in the amount of 256.38 CZK, FS - LC Basic Research Centres in the amount of 63.36 CZK and FS - Grant Agency of CR in the amount of 2,681.82 CZK). The total balance of this fund in the amount of 52,532.58 thou. CZK is included in the value recorded on l. 89 of the Balance Sheet.

Table 4.6. Social fund (col. 6 of table 4, in thou. CZK)

		2003	2004	2005	2006	2007
1	Balance as at 1 January	0	0	0	0.00	11,270.47
2	Additions	0	0	0	23,485.91	26,002.62
3					12,215.44	19,954.25
4	Reductions					
5	Total reductions	0	0	0	12,215.44	19,954.25
6	Balance as at 31 December	0	0	0	11,270.47	17,318.84

1.2 Allocation pursuant to Section 18 (12) of Act 111/1998 Coll., of which additions from salaries amount to 26,121.39 CZK and a correction amounts to – 118.77 thou. CZK.

Starting from 1 January 2006 MU makes additions to the social fund in the amount of 2% from gross salaries, excluding salaries paid under contracts not establishing employment. The fund was used also in 2007 solely for the employer's contributions to the employee's pension scheme. The fund balance represents a difference between additions to the fund from salaries of all employees and its use for contributions to private pension schemes of only those employees, who have taken out a private pension policy. Total additions to the fund amounted to 26,002.61 thou. CZK and use of the fund for the employer's contributions to private pension schemes of regular staff amounted to 19,954.25 CZK. The fund balance in the amount of 17,318.83 thou. CZK represents a share of additions to the fund for employees (regular staff, not paid under contracts for work), who have not taken out a private pension policy. The fund is covered with financial means deposited in a separate bank account.

Table 4.7. Operational fund (col. 7 of table 4, in thou. CZK)

		2003	2004	2005	2006	2007
1	Balance as at 1 January				0.00	98,302.20
2					98,302.20	118,038.52
3	Additions					
4						
5						
6						
7	Total additions				98,302.20	118,038.52
8	Reductions					83,676.05
9						
10						
11						
12						
13	Total reductions				0.00	83,676.05
14	Balance as at 31 December				98,302.20	132,664.67

MU took advantage of the amended Higher Education Act and as of 31 December 2007 and it transferred an amount of 118 mil. CZK into the operational fund, which will be used namely to cover the increased operating expenses relating to the release of new buildings within the University Campus Bohunice for use.

5. Financing of Programmes of Assets Regeneration including Settlement with the State Budget

5.1 Financing of programmes of assets regeneration

Within the framework of programme financing a single programme "Development of Material-Technical Base of MU" was implemented at MU and registered in the ISPROFIN database under 233 330.

The Programme was approved by a Resolution No 203 of 27 February 2002 of the Government of CR and reviewed by a Resolution No 986 of 20 July 2005. The Programme is projected for 2002 - 2008.

Funding of Programme 233 330 after the review (Resolution of the Government of CR of 20 July 2005) in individual years (in thou. CZK)

line		Year	funding Min. of Education	City of Brno	Financial assistance	FRIM	Capital Total	Non- capital	Total
			1	3	4	5	6	7	8
1	Programme 233 330 - total estimate		3,543,805	297,000	1,775,000	526,228	6,142,033	283,000	6,425,033
2		2002	9,999			114,793	124,792	4,044	128,836
3		2003	306,152			95,709	401,861	21,731	423,592
4		2004	273,202			112,147	385,349	3,215	388,564
5		2005	857,142	27,891		67,529	952,562	75,590	1,028,152
6		2006	752,499	133,052	200,000	56,050	1,141,601	20,842	1,162,443
7		2007	485,849	136,057	1,231,053	40,000	1,892,959	57,556	1,950,515
8		2008	858,962		343,947	40,000	1,242,909	100,022	1,342,931
9	Programme 233 330 - total actual		2,391,416	265,134	710,017	504,551	3,871,118	169,958	4,041,076
10		2002	9,999			114,792	124,791	4,044	128,835
11		2003	306,152			95,709	401,861	21,731	423,592
12		2004	273,202			112,146	385,348	3,215	388,563
12		2005	828,976	11,070		63,928	903,974	50,582	954,556
13		2006	744,223	155,026	200,000	55,811	1,155,060	5,628	1,160,688
14		2007	228,864	99,038	510,017	62 166	900 085	84,758	984,843
15	Remaining amount for Programme 233 330 realization		1,152,389	31,866	1,064,983	21 677	2 270 915	113,042	2,383,957

The Programme was approved with a budget of 6.425 billion CZK and is divided into two sub-programmes. Sub-programme 233 332 is earmarked for the construction of the University Campus Bohunice for a total amount of 5.1 billion CZK and Sub-programme 233 333 is designated for the reconstruction of existing MU buildings for a total amount of 1.325 billion CZK.

Total funding of Programme 233 330 by Sub-programmes (in thou. CZK)

line		funding Min. of Education	City of Brno	Financial assistance	FRIM	Capital Total	Non- capital	Total
		1	3		4	5	6	7
1	Programme 233 330 - total estimate	3,543,805	297,000	1,775,000	526,228	6,142,033	283,000	6,425,033
2	Sub-programme 233 332	2,648,780	297,000	1,775,000	167,380	4,888,160	212,000	5,100,160
3	Sub-programme 233 333	895,025	0	0	358,848	1,253,873	71,000	1,324,873
4	Programme 233 330 - total actual	2,391,415	265,134	710,017	504,552	3,871,118	169,958	4,041,076
5	Sub-programme 233 332	1,615,114	265,134	710,017	156,597	2,746,862	118,982	2,865,844
6	Sub-programme 233 333	776,301	0	0	347,955	1,124,256	50,976	1,175,232

Funding of individual projects within the framework of the Programme is carried out through the bank Českomoravská záruční a rozvojová banka, which has been appointed the Financial Manager responsible for the financial management of the said Programme under an "Agreement on cooperation in the funding of the project of Masaryk University".

Sources of the Programme funding are the following:

- Funding (subsidies) from the State budget - budget 333, Ministry of Education
- Repayable financial assistance
- MU resources
- Contribution from the City of Brno for infrastructure construction.

The main source of the Programme funding comes from the State budget in a total amount of 5,318.8 mil. CZK and is made up by a loan of 95 mil. EUR provided to the CR by the European Investment Bank and funding from the Ministry of Education (a part of the funds provided from the State budget amounting to 1,775 mil. CZK is in the form of repayable financial assistance (hereinafter NfV) to be repaid by MU between 2009 and 2028). Other sources of funding come from the City of Brno and amount to 297 mil. CZK and from MU resources amounting to 809.2 mil. CZK. The share of MU's own resources, including a share of NfV, in the Programme funding amounts to 2,584.2 mil. CZK, representing 40% of total expenditures on the Programme.

Sources of funding of Programme 233 330 and their amounts in 2007 by individual sub-programmes are included in detail in tables 5.1a and 5.1.b.

Out of the total capital expenditures in 2007 amounting to 1,178.419 mil. CZK, 900.084 mil. CZK was used for implementation of the Programme 233 330. Programme funding by the Ministry of Education amounted to 228.863 mil. CZK (of which individual funding for the implementation of Sub-programme 233 332 - construction of UCB was used in the amount of 153.444 mil. CZK, an amount of 59.998 mil. CZK was spent on the implementation of Sub-programme 233 333 - reconstruction and modernisation from the State budget in the form of an individual subsidy and 15.421 mil. CZK in the form of a system subsidy), the contribution of the City of Brno was used in an amount of 99.038 mil. CZK, the repayable financial assistance in an amount of 510.017 mil. CZK and FRIM in an amount of 60.454 mil. CZK. Moreover, 84.754 mil. CZK of non-capital funding was used for the Programme implementation. Funding of the Programme from MU's own resources in 2007 then amounted to 146.924 mil. CZK (62.166 mil. CZK from FRIM and 84.758 mil. CZK of non-capital funding).

The Programme contains two sub-programmes: Sub-programme 233 332 - Construction of the University Campus in Brno-Bohunice (hereinafter only Sub-programme UCB) and Sub-programme 233 333 - Reconstruction and modernisation of existing MU buildings.

The first part of Sub-programme 233 332 to be realised was the reconstruction of MORFO III, which was completed in 2004 (total cost of 170.2 mil. CZK). In 2005 the Integrated Laboratories for Biomedical Technologies (ILBIT) went into operation (total cost of the construction, including equipment amounted to 729.3 mil. CZK, of which 705.9 mil. CZK represented capital investment cost and 23.4 mil. CZK non-capital investment cost).

The preparation of further construction of UCB - the Academic Teaching and Research Complex (hereinafter only AVVA) was discontinued in connection with serious complications, which occurred as a result of an increase of the value added tax of building works and installations from the original 5% to 19% and an increase of prices of building works in comparison to the prices valid at the time of the Programme approval at the beginning of 2005. A solution of the problems was proposed by MU in a review of Programme 233 330, which was approved by Resolution No 986 of the Government of CR of 20 July 2005. After the review of the Programme was approved by the Czech government, the preparation of AVVA construction was renewed. Following the successful tenders, general deliveries of the Blue Stage and the AVVA Red Stage, focusing on infrastructure, were commissioned and contracts for work were signed at the beginning of December 2005.

The Blue Stage was completed and went into operation in 2007. The total cost of the construction amounted to 1,552.6 mil. CZK (of which 1,469.8 mil. CZK represented capital expenses and 82.8 mil. CZK non-capital expenses).

The construction of technical infrastructure, the Red Stage, was completed in 2007. On 12 November 2007 the occupancy permit procedure was opened. The occupancy permit was issued on 9 January 2008 and came into legal effect on 30 January 2008.

In the 2007 calendar year a total of 905.707 mil. CZK was used on Sub-programme 233 332 (of which funding from the State budget represented 228.863 mil. CZK, NfV represented 510.017 mil. CZK, the

contribution by the City of Brno represented 99.037 mil. CZK and resources from MU amounted to 143.208 mil. CZK).

As at 31 December 2007 the total amount spent on Sub-programme 233 332 from the beginning of the construction reached 2,865.812 mil. CZK (of which funding from the State budget amounted to 1,615.114 mil. CZK, NFV amounted to 710.017 mil. CZK, the contribution by the City of Brno amounted to 265.134 mil. CZK and resources from MU amounted to 275.579 mil. CZK).

As at 31 December 2007 the account of fixed assets under construction shows expenses on Sub-programme UCB in a total amount of 449.1 mil. CZK (of which 332.0 mil. CZK represents the Red Stage of UCB - Infrastructure and 117.1 mil. CZK the Yellow/Green Stage of UCB). As at the date of the 2007 financial statements the retained sums of A PLUS in the total amount of 8.3 mil. CZK and IMOS Brno in the total amount of 25.2 mil. CZK were not paid.

In connection with realisation of Sub-programme 233 333 - reconstruction and modernisation, a total of 79.135 mil. CZK of capital funding was used in 2007, of which 75.419 mil. CZK from the Ministry of Education and 3.716 mil. CZK from the resources of MU.

From the beginning of the construction to 31 December 2007 a total of 1,175.232 mil. CZK of capital funding was used on Sub-programme 233 333, of which 776.301 mil. CZK came from the Ministry of Education and 398.931 mil. CZK from the resources of MU.

The total funding used for the Programme implementation from its beginning in 2002 to 31 December 2007 amounts to 4,041.076 mil. CZK, of which 2,391.416 mil. CZK came from the Ministry of Education, 710.017 mil. CZK from the repayable financial assistance, 265.134 mil. CZK from the City of Brno and 674.510 mil. CZK from the resources of MU (526.228 mil. CZK from FRIM and 283 mil. CZK of non-capital investment funding).

Table 5.1a Funding of programmes of assets regeneration in 2007 (in thou. CZK)

line	Indicator - individual projects ISPROFIN classification (number and name)	Capital investment funding				Returnable financial assistance	Contribution City of Brno (capital)	Other sources ^{**)}		Total	
		Individual subsidy		system subsidy				FRIM actual	own non- capital actual	capital actual	cap. + non- cap. actual
		provided	actual	provided	actual						
1	233 330 Funding by the Min. of Edu. for Programme 233 330 - Development of Mat.-Tech. Base of MU (I. 2+4)	213,442.603	213,442.603	15,420.652	15,420.652	510 016.657	99,037.651	62,166.138	84,757.508	900,083.701	984,841.209
2	233 332 Sub-programme 233 332 Construction of the University Campus in Brno-Bohunice (I.3)	153,444.102	153,444.102	0.000	0.000	510 016.657	99,037.651	60,454.272	82,753.857	822,952.682	905,706.539
3	233 332 0701 MU - Construction of the University Campus Brno-Bohunice	153,444.102	153,444.102			510 016.657	99,037.651	60,454.272	82,753.857	822,952.682	905,706.539
4	233 333 Sub-programme 233 333 Reconstruction and Modernisation of Existing Buildings (I.5-10)	59,998.501	59,998.501	15,420.652	15,420.652		0.000	1,711.866	2,003.651	77,131.019	79,134.670
5	233 333 0713 MU - Campus of FS of MU, Kotlářská 2	59,998.501	59,998.501					1,711.866	2,003.651	61,710.367	63,714.018
6	233 333 0725 MU - Faculty of Law, Veverí 80, Brno - Reconstruction of Attic Spaces			7,983.754	7,983.754					7,983.754	7,983.754
7	233 333 0728 MU - Institute of Computer Science - SZNN 2007			1,000.000	1,000.000					1,000.000	1,000.000
8	233 333 0729 MU - Accommodation and Catering Services - SZNN 2007			1,995.804	1,995.804					1,995.804	1,995.804
9	233 333 0730 MU - Faculty of Science - SZNN 2007			1,443.776	1,443.776					1,443.776	1,443.776
10	233 333 0731 MU - Institute of Computer Science - SZNN 2007			2,997.318	2,997.318					2,997.318	2,997.318
11	of which the Ministry of Education	213,442.603	213,442.603	15,420.652	15,420.652					228,863.255	228,863.255

Table 5.1b Funding of programmes of assets regeneration, including settlement with the state budget in 2007 (in thou. CZK)

line	Account ISPROFIN	Number and name of programme ISPROFIN classification	fixed assets (investments)					current assets (non-capital)				
			state budget		other sources			state budget		other sources		
			budget 333 - subsidy		NFV	own sources (FRIM)	not-own sources (City of Brno)	budget 333 - subsidy		own sources		
			provided	actual				provided	actual	provided	actual	Not-own sources
			1	2	3	4	5	6	7	8	9	
1		Funding by the Min. of Edu. for Programme 233 330 - Development of Mat.-Tech. Base of MU (I. 2+4)	228,863.255	228,863.255	510,016.657	62,166.138	99,037.651	0.000	0.000	0.000	84,757.508	0.000
2		Sub-programme 233 332 Construction of the University Campus in Brno-Bohunice (I.3)	153,444.102	153,444.102	510,016.657	60,454.272	99,037.651	0.000	0.000	0.000	82,753.857	0.000
3	233 332 0701	MU - Construction of the University Campus Brno-Bohunice	153,444.102	153,444.102	510,016.657	60,454.272	99,037.651				82,753.857	
4		Sub-programme 233 333 Reconstruction and Modernisation of Existing Buildings (I.5-10)	75,419.153	75,419.153	0.000	1,711.866	0.000	0.000	0.000	0.000	2,003.651	0.000
5	233 333 0713	MU - Campus of FS of MU, Koliářská 2	59,998.501	59,998.501		1,711.866					2,003.651	
6	233 333 0725	MU - Faculty of Law, Veverří 80, Brno - Reconstruction of Attic Spaces	7,983.754	7,983.754								
7	233 333 0728	MU - Institute of Computer Science - SZNN 2007	1,000.000	1,000.000								
8	233 333 0729	MU - Accommodation and Catering Services - SZNN 2007	1,995.804	1,995.804								
9	233 333 0730	MU - Faculty of Science - SZNN 2007	1,443.776	1,443.776								
10	233 333 0731	MU - Institute of Computer Science - SZNN 2007 2 nd part	2,997.318	2,997.318								

line	Account	Number and name of programme ISPROFIN classification	non-capital and capital funding				total not-own sources (col.5+9)	own sources (col. 4+8)	total (non-cap.+cap.) <i>16</i>	
			budget 333 - total			return (col.10-11)				NFV (col.13)
			provided (col.1+6)	actual (col.2+7)						
	ISPROFIN		<i>10</i>	<i>11</i>	<i>12</i>	<i>13</i>	<i>14</i>	<i>15</i>		
1		Funding by the Min. of Edu. for Programme 233 330 - Development of Mat.-Tech. Base of MU (I. 2+4)	228,863.255	228,863.255	0.000	510,016.657	99,037.651	146,923.646	984,841.209	
2		Sub-programme 233 332 Construction of the University Campus in Brno-Bohunice (I.3)	153,444.102	153,444.102	0.000	510,016.657	99,037.651	143,208.129	905,706.539	
3	233 332 0701	MU - Construction of the University Campus Brno-Bohunice	153,444.102	153,444.102	0.000	510,016.657	99,037.651	143,208.129	905,706.539	
4		Sub-programme 233 333 Reconstruction and Modernisation of Existing Buildings (I.5-10)	75,419.153	75,419.153	0.000	0.000	0.000	3,715.517	79,134.670	
5	233 333 0713	MU - Campus of FS of MU, Koliářská 2	59,998.501	59,998.501	0.000	0.000	0.000	3,715.517	63,714.018	
6	233 333 0725	MU - Faculty of Law, Veverří 80, Brno - Reconstruction of Attic Spaces	7,983.754	7,983.754	0.000	0.000	0.000	0.000	7,983.754	
7	233 333 0728	MU - Institute of Computer Science - SZNN 2007	1,000.000	1,000.000	0.000	0.000	0.000	0.000	1,000.000	
8	233 333 0729	MU - Accommodation and Catering Services - SZNN 2007	1,995.804	1,995.804	0.000	0.000	0.000	0.000	1,995.804	
9	233 333 0730	MU - Faculty of Science - SZNN 2007	1,443.776	1,443.776	0.000	0.000	0.000	0.000	1,443.776	
10	233 333 0731	MU - Institute of Computer Science - SZNN 2007 2 nd part	2,997.318	2,997.318	0.000	0.000	0.000	0.000	2,997.318	

5.2 Capital expenditures - total

Expenditures of MU on the regeneration of fixed assets in 2007 amounted in total to 1,178 mil. CZK, of which 1,040 mil. CZK represented capital funding, 510 mil. CZK a repayable financial assistance and 111 mil. CZK came from FRIM. Moreover, in connection with the construction of the University Campus Bohunice MU used 99 mil. CZK from the funds of the City of Brno for infrastructure that will be owned by the City of Brno.

Detailed information about capital expenditures on projects financed within the framework of targeted projects from public sources is included in tables in Chapter 6.

The following table gives a review of capital expenditures of MU in 2003 - 2007.

Table 5.2 Capital expenditures 2003 - 2007 (in thou. CZK)

		2003	2004	2005	2006	2007
1	Total capital expenditures	494,743	501,265	1,106,821	1,482,031	1,178,419
	subsidy + contribution from Min. of Education	373,027	357,106	961,344	1,037,919	451,501
	funding from other parts of the state budget and budgets of local and regional governments	2,397	8,199	14,693	2,117	6,135
	from abroad	409	0	40	0	370
	NFV	0	0	0	200,000	510,017
	City of Brno	0	0	11,070	155,026	99,038
	own sources (FRIM)	118,910	135,960	119,674	86,969	111,358
2	of which Programme 233 330	401,861	385,348	903,974	1,155,060	900,084
	subsidy from the Ministry of Education	306,152	273,202	828,976	744,223	228,863
	NFV				200,000	510,017
	City of Brno			11,070	155,026	99,038
	own sources (FRIM)	95,709	112,146	63,928	55,811	62,166
3	outside-programme funding	92,882	115,916	202,847	326,971	278,335
	subsidy from the Ministry of Education ^{*)}	66,875	83,904	132,368	226,696	147,598
	contribution of the Min. of Education for capital expenditures ^{*)}				67,000	75,040
	other state budget sources, budgets of local and regional governments	2,397	8,199	14,693	2,117	6,135
	from abroad	409		40		370
	own sources (FRIM)	23,201	23,813	55,746	31,158	49,192

6. Accounting for Amounts Due to and from the State Budget

Accounting for amounts due to and from the state budget was carried out in a manner and within dates determined by individual providers of funding in compliance with Decree 551/2004 Coll.

6.1 Accounting for contributions and subsidies from budget 333 - Ministry of Education

As at 31 December 2007 MU transferred in accordance with the Higher Education Act, a balance of the contribution by the Ministry of Education for current expenditures in the amount of 118 mil. CZK to the operational fund, and a balance of the contribution for capital expenditures in the amount of 15 mil. CZK to FRIM.

A total of 1,288.485 thou CZK of non-capital funding by the Ministry of Education and 193.393 thou. CZK of funding by the Ministry of Education for capital expenditures was not used or transferred to the Targeted Funding Fund. The unused funds from the non-capital investment funding provided by the Ministry of Education - Dept. of Universities in the amount of 1,108.390 CZK and by the Ministry of Education - Dept. for the Youth in the amount of 180,095 CZK were transferred to a deposit account of the Ministry of Education, Youth and Sports of the Czech Republic, account number 6015-821001/0710, variable symbol 17, on 1 February 2008. A transfer to the Targeted Funding Fund is not allowed as regards projects that terminated by 31 December 2007.

Reasons why the funding by the Ministry of Education was not fully used by MU:

- 1) In regards to programmes AKTION and CEEPUS there were savings in travel expenses due to some of the planned business journeys not having been made.
- 2) In regards to FRVŠ some of the estimated expenses were not spent, namely on travel and literature purchases.
- 3) In regards to development programmes returns represent savings of travel expenses due to stronger exchange rate of the Czech crown, due to the amount earmarked for salaries not being fully paid out and due to not taking creative time off due to heavy working load (in one case). Another reason for returns of funds was postponement of submission of a habilitation dissertation.
- 4) In regards to subsidies provided by the Dept. for the Youth the funds not fully used were earmarked for materials and travel expenses.
- 5) In regards to research and development projects the funds not fully spent included travel expenses on stays abroad, savings of operational expenses, unpaid salaries (estimate in thou. CZK, a part of personnel expenses was paid under agreements to complete job) and the cost of international cooperation.
- 6) In most cases of capital funding the savings were due to successful tenders and strengthening of the Czech crown. In one case a purchase of equipment did not occur due to cancellation of a tender by the Economic Competition Office.

The unused non-capital funds by the Ministry of Education - Dept. of Universities in the amount of 231,846 CZK were transferred from the Targeted Funding Fund to a deposit account of the Ministry of Education, Youth and Sports of the Czech Republic, account number 6015-821001/0710, variable symbol 17 on 1 February 2008.

Table 6.1 Accounting for amounts due to and from the Ministry of Education for 2007, excluding programme funding - contribution and subsidies (in thou. CZK)

Line No.	Items funded and indicators		Provided		Returned	Spent ^{a)}		Transferred to FRIM		Transferred to the Targeted Funding Fund		Transferred to the operational fund		Returns	
	Indicator		Contribution	Subsidy		Contribution	Subsidy	Contribution	Subsidy	Contribution	Subsidy	Contribution	Subsidy	Contribution	Subsidy
1	Total of contribution and subsidies (non-capital + capital, l. 2+36)		1,876,731	887,659	1,500	1,743,391.111	875,736.201	15,301.363	0.000	0.000	8,940.921	118,038.526	0.000	0.000	1,481,878
2	Total current (non-capital) contributions and subsidies outside programme funding from the Min. of Education (l. 3+30+45):		1,801,691	738,368	0	1,683,652.474	729,629.472	0.000	0.000	0.000	7,450.043	118,038.526	0.000	0.000	1,288,485
3	Current (non-capital) contributions and subsidies excluding R&D from the Min. of Education (l. 4+29)		1,801,691	175,185	0	1,683,652.474	173,802.868	0.000	0.000	0.000	907.701	118,038.526	0.000	0.000	474,431
4	of which: "A and B Degree programmes and related creative activity		1,591,943			1,474,132.295						117,810.705		0.000	0.000
5	"C" Scholarships of students of doctoral degree programmes		101,726			101,704.269						21.731		0.000	0.000
6	"D" International students and cooperation		2,289	38,161	0	2,289.000	37,195.006	0.000	0.000	0.000	907.701	0.000	0.000	0.000	58,293
7	of which: students, who are not citizens of CR - international development aid			5,793			5,793.000							0.000	0.000
8	citizens of CR			915			915.000							0.000	0.000
9	international students (short-term stays)		571			571.000	0.000							0.000	0.000
10	Summer schools of Slavonic studies		1,718			1,718.000	0.000							0.000	0.000
11	AKTION programme			355			310.357							0.000	44,643
12	CEEPUS programme			747			733.574							0.000	13,426
13	Total SOKRATES II		0	30,306	0	0.000	29,398.299	0.000	0.000	0.000	907.701	0.000	0.000	0.000	0.000
14	of which: Erasmus, LLP			30,249			29,341.299				907.701			0.000	0.000
15	Comenius			57			57.000							0.000	0.000
16	Minerva						0.000							0.000	0.000
17	Arion						0.000							0.000	0.000
18	Lingea						0.000							0.000	0.000
19	Other						0.000							0.000	0.000
20	reimbursements of travel expenses under international treaties			45			44.776							0.000	0.224
21	"F" Educational Policy Fund		1,491			1,91.000	0.000							0.000	0.000
22	"G" Higher Education Development Fund			8,053			7,945.734							0.000	107,266
23	"I" Development programmes			110,556			110,247.128							0.000	308,872
24	of which: projects of the National programme of preparation for aging (AUIV)			1,300			1,300.000							0.000	0.000
25	"M" Extraordinary activities						0.000							0.000	0.000
26	"S" Bursaries		8,081			8,081.000	0.000							0.000	0.000
27	"U" Accommodation grants		96,161			95,954.910	0.000					206.090		0.000	0.000
28	Parliamentary initiative						0.000							0.000	0.000
29	Grants for accommodation and catering of students (ACS)			18,415			18,415.000							0.000	0.000
30	Total current (non-capital) subsidies for R&D (l. 31 to 35)		0	561,920	0	0.000	554,743.699	0.000	0.000	0.000	6,542.342	0.000	0.000	0.000	633,959
31	of which: normative funding for R&D - other (research plans)			319,057			313,545.525				5,429.831			0.000	81,644
32	normative funding for R&D - specific research at the university			119,959			119,959.000							0.000	0.000
33	targeted funding for R&D - National Research Programme			81,166			80,041.792				605.997			0.000	518,211
34	targeted funding for R&D - programmes of the provider			41,738			41,197.382				506.514			0.000	34,104
35	targeted funding for R&D - tenders in R&D						0.000							0.000	0.000

continuation of the table from preceding page ...

	Items funded and indicators	Provided		Returned	Spent ^{*)}		Transfer to the Targeted Funding Fund		Transfer to the Targeted Funding Fund		Transferred to the operational fund		Returns	
		Contribution	Subsidy		Contribution	Subsidy	Contribution	Subsidy	Contribution	Subsidy	Contribution	Subsidy	Contribution	Subsidy
		1	2	3	4	5	6	7	8	9	10	11	12	13
36	Total capital contributions and subsidies from the Min. of Education (I. 37+41)	75,040	149,291	1,500	59,738.637	146,106.729	15,301.363	0.000	0.000	1,490.878	0.000	0.000	0.000	193,393
37	Total capital contributions and subsidies outside programme funding and R&D from the Min. of Education (I. 38+40)	75,040	48,534	0	59,738.637	48,499.492	15,301.363	0.000	0.000	0.000	0.000	0.000	0.000	34,508
38	of which: Indicators A+B	75,040			59,738.637	0.000	15,301.363						0.000	0.000
39	Higher Education Development Fund		19,588			19,579.174							0.000	8.826
40	Development programmes		28,946			28,920.318							0.000	25.682
41	Capital subsidies for R&D (I. 42 to 44)	0	100,757	1,500	0.000	97,607.237	0.000		0.000	1,490.878	0.000	0.000	0.000	158.885
42	of which: normative funding for R&D - other (research plans)		85,054	1,500		81,925.108				1,490.878		0.000	0.000	138.014
43	targeted funding for R&D - programmes of the provider		11,178			11,157.415							0.000	20.585
44	targeted funding for R&D - National Research Programme		4,525			4,524.714							0.000	0.286
45	Subsidies from other budgets of the Min. of Education		1,263			1,082.905							0.000	180.095

*) Spent does not include transfers to funds

FUUP – Targeted Funding Fund (fund for earmarked financial resources) created pursuant to the Higher Education Act

FPP – Operational fund created pursuant to the Higher Education Act

Capital funding for research plans from the Ministry of Education in 2007 was provided in a total amount of 85,054 thou. CZK, of which 1,500 thou. CZK was returned to the Ministry of Education during 2007.

6.2 Accounting for projects financed from Structural Funds

MU received funds from providers from CR for long-term projects co-financed from the budget of the European Union. Accounting for funding of these projects is not made, pursuant to Decree 551/2004 Coll., before 31 December of the year, in which the project is terminated. The following tables include a review of funds provided to MU within the framework of the EC Structural Funds, namely by the Ministry of Education for the Human Resources Development Operational Programme (HRD OP) within the European Social Fund (ESF) and by the Ministry of Industry and Commerce for a project within the framework of the Industry and Entrepreneurship Operational Programme (programme 1.1. Prosperity).

Table 6.2a Human Resources Development Operational Programme, Min. of Education - 2007 (in thou. CZK)

line	Items funded and indicators	Approved budget as at 1 January 2007	Provided	Used	Approved as part of requests for payment	Balance of funds provided	Return of funding (transfers)
1	Funding provided from the HRD OP	77,870.715	34,011.479	33,259.927	24,047.105	751,552	0.000
2	of which: Action plan 3.1	20,479.049	10,791.337	10,505.594	8,891.286	285.743	
3	Action plan 3.2	55,188.506	23,220.142	22,754.333	15,155.819	465.809	

*) Human Resources Development Operational Programme

Table 6.2b Human Resources Development Operational Programme, Min. of Education - total from the beginning of its implementation (running projects, in thou. CZK)

line	Items funded and indicators	Year	Approved budget	Number of projects	Provided as at 31 December 2007	Used as at 31 December 2007	Balance (2007)	Total approved in MZ	Outstanding payment (col.4-5-6)
			<i>1</i>	<i>2</i>	<i>3</i>	<i>4</i>	<i>5</i>	<i>6</i>	<i>7</i>
1	Action plan 3.1., of which:		20,479.049	4	18,186.944	17,901.201	285.743	16,572.636	1,328.565
	- projects implemented in years	2005-2007	14,312.800	2	14,026.862	14,026.862		13,355.107	671.755
	- projects implemented in years	2006-2008	6,166.249	2	4,160.082	3,874.339	285.743	3,217.529	656.810
2	Action plan 3.2., of which:		55,188.506	12	50,538.106	50,072.297	465.809	42 939.592	7,132.705
	- projects implemented in years	2005-2007	43,881.672	8	42,566.296	42,566.296		35,549.259	7,017.037
	- projects implemented in years	2006-2008	11,306.834	4	7,971.810	7,506.001	465.809	7,390.333	115.668
3	Total HRD OP, of which:		75,667.555	16	68,725.050	67,973.498	751.552	59,512.228	8,461.270
	- projects implemented in years	2005-2007	58,194.472	10	56,593.158	56,593.158		48,904.366	7,688.792
	- projects implemented in years	2006-2008	17,473.083	6	12,131.892	11,380.340	751.552	10,607.862	772.478

The project of the Centre for Technologies Transfer approved for 2005-2008 is implemented within the framework of the Industry and Entrepreneurship Operational Programme (IE OP). The project budget includes both non-capital investment and capital investment funding with co-financing from other sources of MU in the amount of 25%. The funding is provided only after the cost or capital expenditures are incurred and the statement of cost/expenses incurred is approved by the provider; in most cases the funding is reimbursed by the provider in the following calendar year.

Table 6.2c Industry and Entrepreneurship Operational Programme (Min. of Industry and Commerce) -
total for the project from the beginning of its implementation (running project, in thou. CZK)

line		budget	of which:		used as at 31 December 2007	of which:		actual funding received as at 31 Dec.2007	co-financing + pre-financing from MU sources	outstanding payment (col.5-7)
			grants/subsidies ; 75%)	other sources of MU (min. 25%)		funding (max. 75%)	other sources of MU (min. 25%)			
		1	2	3	4	5	6	7	8	9
1	Non-capital funds	21,854	16,391	5,464	10,170.712	7,628.034	2,542.678	1,045.051	9,125.661	6,582.983
2	Capital investment funds	15,400	11,550	3,850	874.020	649.824	224.196	0.000	874.020	649.824
3	Total (non-cap. + cap.)	37,254	27,941	9,314	11,044.732	8,277.858	2,766.874	1,045.051	9,999.681	7,232.807
	of which non-capital	21,854	16,390	8,914	10,170.712	7,628.034	2,542.678	1,045.051	9,125.661	6,582.983
	2005	2,620	1,965	655	1,17.,996	884.247	294.749	0.000	1,178.996	884.247
	2006	5,537	4,153	1,384	3,559.399	2,669.549	889.850	1,045.051	2,514.348	1,624.498
	2007	7,719	5,789	1,930	5,432.317	4 074.238	1,358.079	0.000	5,432.317	4,074.238
	2008	5,978	4,483	4,945	0.000	0.000	0.000	0.000	0.000	0.000
	of which capital investment	15,400	11,549	3,850	874.020	649.824	224.196	0.000	874.020	649.824
	2005	300	225	75	307.588	225.000	82.588	0.000	307.588	225.000
	2006	820	615	205	392.224	294.168	98.056	0.000	392.224	294.168
	2007	11,430	8,572	2,857	174.208	130.656	43.552	0.000	174.208	130.656
	2008	2,850	2,137	713	0.000	0.000	0.000	0.000	0.000	0.000

6.3 Accounting for amounts due to and from other parts of the state budgets and other funding

Table 6.3 Accounting for amounts due to and from other parts of the state budgets and other funding

line	Provider	Provided as at 31.12.2007			Spent ^{*)} as at 31.12.2007			Transferred to the Targeted Funding Fund as at 31.12.2007			Return of funding (transfer)			Returns transfer in %
		Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	
1	Non-capital investment funds (L. 1+2+3)	65,330.170	158,415.433	223 745.603	65,105.084	155,680.180	220,785.264	12,799.719	1,042.198	13,841.917	225,086	1,693.055	1 918.141	1.11
2	Total other parts of the State budget (except Min. of Edu.)	422.000	145,780.500	146,202.500	399.847	143,135.857	143,535.704	0.000	1,042.198	1,042.198	22.153	1,602.445	1 624.598	1.11
	of which: Grant Agency of CR		75,758.000	75,758.000	0.000	74,961.867	74,961.867		351.816	351.816		444.317	444.317	0.59
	Grant Agency of Academy of Sciences CR		25,482.000	25,482.000	0.000	25,214.981	25,214.981		263.826	263.826		3.193	3.193	0.01
	Ministry of Health	100.000	23,454.000	23,554.000	100.000	22,442.038	22,542.038		39.500	39.500		972.462	972.462	4.13
	Ministry of Culture	165.000	239.000	404.000	165.000	239.000	404.000		0.000	0.000		0.000	0.000	0.00
	Ministry for Regional Development		1,070.000	1,070.000	0.000	1,070.000	1,070.000		0.000	0.000		0.000	0.000	0.00
	Ministry of Labour and Social Affairs		5,210.000	5,210.000	0.000	4,807.864	4,807.864		219.663	219.663		182.473	182.473	3.50
	National Security Authority		960.000	960.000	0.000	960.000	960.000		0.000	0.000		0.000	0.000	0.00
	Ministry of Industry and Commerce		4,250.000	4,250.000	0.000	4,082.607	4,082.607		167.393	167.393		0.000	0.000	0.00
	Ministry of Defence		246.000	246.000	0.000	246.000	246.000		0.000	0.000		0.000	0.000	0.00
	Ministry of Foreign Affairs	157.000		157.000	134.847	0.000	134.847		0.000	0.000	22.153	0.000	22.153	14.11
	Ministry of Agriculture		2,859.000	2,859.000	0.000	2,859.000	2,859.000		0.000	0.000		0.000	0.000	0.00
	Ministry of the Environment		6,252.500	6,252.500	0.000	6,252.500	6,252.500		0.000	0.000		0.000	0.000	0.00
3	Total from budgets of local and regional governments, government funds; of which: City of Brno	2,383.613	0.000	2,383.613	2,196.645	0.000	2,196.645	0.000	0.000	0.000	186,968	0.000	186,968	0.00
	South-Moravian Region ¹⁾	2,268.613		2,268.613	2,081.645		2,081.645			0.000	186.968		186.968	8.24
4	Total from abroad and other:	62,524.557	12,634.933	75,159.490	62,508.592	12,544.323	75,052.915	12,799.719	0.000	12,799.719	15,965	90.610	106,575	0.00
	of which: funding from abroad	25,184.927	12,634.933	37,819.860	25,168.962	12,544.323	37,713.285	12,799.719	0.000	12,799.719	15.965	90.610	106.575	0.00
	EU (framework programmes for R&D)		10,084.977	10,084.977		10,594.367	10,594.367			0.000		90.610	90.610	0.00
	SOKRATES/ERASMUS	17,606.203		17,606.203	17,606.203		17,606.203	8,970.028		8,970.028			0.000	0.00
	Jean Monnet	60.031		60.031	60.031		60.031	157.613		157.613			0.000	0.00
	LEONARDO	1,417.058		1,417.058	1,417.058		1,417.058	212.093		212.093			0.000	0.00
	Tempus	194.209		194.209	194.209		194.209	70.765		70.765		0.000	0.000	0.00
	Other	5,907.426	1,949.956	7,857.382	5,891.461	1,949.956	7,841.417	3,389.220		3,389.220	15.965	0.000	15.965	0.00
	other ²⁾	37,339.630	0.000	37,339.630	37,339.630	0.000	37,339.630	0.000	0.000	0.000	0.000	0.000	0.000	0.00
	HRD OP, action 3.2	22,754.334		22,754.334	22,754.334		22,754.334			0.000			0.000	0.00
	HRD OP, action 3.1	10,505.595		10,505.595	10,505.595		10,505.595			0.000			0.000	0.00
	Min. of Industry and Commerce - Structural Funds	4,074.237		4,074.237	4,074.237		4,074.237			0.000			0.000	0.00
	de minimis subsidy	5.464		5.464	5.464	0.000	5.464			0.000			0.000	0.00
5	Capital funds (L. 6+7+8)	1,888.988	4,619.590	6,508.578	1,888.988	4,591.252	6,480.240	0.000	24.595	24.595	0.000	3.743	3.743	0.06
6	Total other parts of the state budget (except Min. of Edu.)	1,888.988	4,250.000	6,138.988	1,888.988	4,221.662	6,110.650	0.000	24.595	24.595	0.000	3.743	3.743	0.06
	Ministry of Industry and Commerce	1,714.780		1,714.780	1,714.780	0.000	1,714.780			0.000			0.000	0.00
	Grant Agency of CR		1,256.000	1,256.000		1,227.663	1,227.663		24.595	24.595		3.742	3.742	0.30
	Grant Agency of the Academy of Sciences		736.000	736.000		735.999	735.999		0.000	0.000		0.001	0.001	0.00
	Ministry of Health		332.000	332.000		332.000	332.000			0.000			0.000	0.00
	Ministry of Industry of Commerce	174.208	1,926.000	2,100.208	174.208	1,926.000	2,100.208			0.000			0.000	0.00
7	from budgets of local and regional governments													
8	from abroad			0.000			0.000			0.000		0.000	0.000	
	^{*)} excluding transfers to funds		369.590	369.590		369.590	369.590			0.000		0.000	0.000	

Notes to table 6.3:

¹⁾ Funding from the budget of the South-Moravian Region - revenues are accrued to the 2008 accounting period. The accruals amount in total to 3,754,007 CZK and include:

- 174,500 CZK from the funding provided in 2007 for expenses related to the project Lecturer of Serbian to be implemented in 2007 and 2008;
- 2,950 thou. CZK from the funding provided in December 2007 for expenses related to the project Brain to be implemented between 2007 and 2010;
- 600 thou. CZK from the funding provided in December 2007 for expenses related to the project Mendelev Museum Development to be implemented in 2008;
- 29,507 CZK from the funding provided in 2007 for expenses related to the project Culture for Education I to be implemented in 2007 and 2008

²⁾ other: means funding co-financed by EU, which is provided for more years, and according to Decree 551/2004 Coll. amounts due to and from the State budget in connection with such funding are not accounted for before 31 December of a year, in which the project is terminated. In accounting the revenues are accrued to the 2008 accounting period.

Unused non-capital funding from the State budget:

- the Grant Agency of CR, in the amount of 447,001 CZK was remitted to account No. 6015-22422001/0710, variable symbol 2211, specific symbol 216224 on 31 January 2008;
- the Grant Agency of CR, in the amount of 3,192.78 CZK was remitted to account No. 6015-1322001/0710, variable symbol 2007, specific symbol 216224 on 29 January 2008;
- IGA Ministry of Health, in the amount of 971,048 CZK was remitted to account No. 6015-2528001/0710, variable symbol 2637, specific symbol 216224 on 31 January 2008 and an additional payment in the amount of 1,413 CZK on 7 February 2008;
- Ministry of Foreign Affairs, in the amount of 22,153 CZK was remitted to account No. 5821-17228001/0710, variable symbol 311134, on 20 November 2007;
- Ministry of Labour and Social Affairs, in the amount of 182,472.50 CZK was remitted to account No. 19-2229001/710, variable symbol 21401209 on 18 January 2008;
- the South-Moravian Region, in the amount of 58,348.70 CZK was remitted to account No. 27-7188260227/0100, variable symbol 8807 on 23 January 2008;
- the South-Moravian Region, in the amount of 31,827.05 CZK was remitted to account No. 27-7188260227/0100, variable symbol 6206 on 24 August 2007;
- the South-Moravian Region, in the amount of 38,753.20 CZK was remitted to account No. 27-7188260227/0100, variable symbol 7107078, specific symbol 216224 on 29 January 2008;
- the South-Moravian Region, in the amount of 58,039.50 CZK was remitted to account No. 27-7188260227/0100, variable symbol 13107 on 30 January 2008;

Unused capital investment funding from the State budget:

- the Grant Agency of CR, in the amount of 3,742 CZK was remitted to account No. 6015-22422001/0710, variable symbol 2211, specific symbol 216224 on 31 January 2008;
- the Grant Agency of CR, in the amount of 0.80 CZK was remitted to account No. 6015-1322001/0710, variable symbol 2007, specific symbol 216224 on 29 January 2008;

Unused non-capital funding from abroad:

- GEIE ERCIM, in the amount of 90,610 CZK was remitted to the account of ERCIM, variable symbol 216224, specific symbol 0432807511 on 11 December 2007;
- US Embassy, in the amount of 15,965 CZK was remitted to account No. 17044093/0300, variable symbol 80007033 on 14 December 2007;

Funding from VZP in the amount of 5,464 CZK - waiver of penalty in the form of a "de minimis" subsidy.

Accounting for amounts due to and from the State Fund for the Environment of CR

The State Fund for the Environment approved in 2004 a project of MU "Installation of a photovoltaic system with output of 40 kW" with estimated capital expenditures of 19 mil. CZK and committed itself to support of the project implementation by a subsidy in the amount of 80% of actual expenses (15.430 mil. CZK), whereas the actual incurred expenses were to be reimbursed from the subsidy. As at 31 December 2006 the project was terminated, the assets went into operation, but the State Fund for the Environment reimbursed an amount of 1.715 mil. CZK (1.1, col.5) only in 2007.

		Year	Approved budget	Capital expenditures	Subsidies received	co-financed by MU (FRIM)	Difference
			1	2	3	4	5
1	Project ^{*)}	2004-2007	19,049.755	19,049.755	17,144.780	1,904.975	0.000
2		2004		7,600.000	6,156.000	760.000	684.000
3		2005		11,079.003	8,973.993	1 107.900	997.110
4		2006		370.752	300.007	37.075	33.670
5		2007			1,714.780		-1,714.780

^{*)} SFŽPČR - State Fund for the Environment of the Czech Republic, project "Installation of a photovoltaic system with output of 40kW in Brno"

6. 4 Review of contributions and subsidies provided by the state budget

Table 6.4 Review of contributions and subsidies provided (in thou. CZK)

a) Total non-capital funding													
line	Provider	Provided As at 31 December 2007			Used (including transfers to funds) as at 31 December 2007			allocations to funds			Return of funding (transfer)		Return s transfe r in %
		Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	Operatio n	Total	
		1,978,139.000	561,920.000	2,540,059.000	1,977,484.474	561,286.041	2,538,770.515	118,946.227	6,542.342	125,488.569	654.526	1,288.485	0.05
1	from budget 333 - Min. of Education												
	of which - dept. 30, excluding programme funding	1,976,876.000	561,920.000	2,538,796.000	1,976,401.569	561,286.041	2,537,687.610	118,946.227	6,542.342	125,488.569	474.431	1,108.390	0.04
	- other departments	1,263.000	0.000	1,263.000	1,082.905	0.000	1,082.905	0.000	0.000	0.000	180.095	180.095	14.26
2	from other parts of the State budget ¹⁾	422.000	145,780.500	146,202.500	399.847	144,178.055	144,577.902	0.000	1,042.198	1,042.198	22.153	1,624.598	1.11
4	funding from budgets of local and regional governments	2,383.613	0.000	2,383.613	2,196.645	0.000	2,196.645	0.000	0.000	0.000	186.968	186.968	7.84
5	funding from abroad and other	62,524.557	12,634.933	75,159.490	62,508.592	12,544.323	75,052.915	12,799.719	0.000	12,799.719	15.965	106.575	0.14
6	Total non-capital public funding	2,043,469.170	720,335.433	2,763,804.603	2,042,589.558	718,008.419	2,760,597.977	131,745.946	7,584.540	139,330.486	879.612	3,206.626	0.12
b) Total subsidies and contributions for capital expenditures, including programme funding													
line	Provider	Provided as at 31 December 2007			Used (including transfers to funds) as at 31 December 2007			of which allocations to funds			Return of funding (transfer)		Return s transfe r in %
		Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	Operatio n	Total	
		352,437.255	99,257.000	451,694.255	352,402.747	99,098.115	451,500.862	15,301.363	1,490.878	16,792.241	34.508	193.393	0.04
1	total from budget 333 - Min. of Education												
	of which - programme funding	228,863.255	0.000	228,863.255	228,863.255	0.000	228,863.255			0.000	0.000	0.000	0.00
	of which individual funding	213,442.603	0.000	213,442.603	213,442.603	0.000	213,442.603			0.000	0.000	0.000	0.00
	system funding	15,420.652	0.000	15,420.652	15,420.652	0.000	15,420.652			0.000	0.000	0.000	0.00
	- out-of-programme funding	123,574.000	99,257.000	222,831.000	123,539.492	99,098.115	222,637.607	15,301.363	1,490.878	16,792.241	34.508	193.393	0.09
2	from other parts of the State budget -												
	system funding	1,888.988	4,250.000	6,138.988	1,888.988	4,246.257	6,135.245	0.000	24.595	24.595	0.000	3.743	0.06
4	funding from budgets of local and regional governments	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.00
5	funding from abroad	0.000	369.590	369.590	0.000	369.590	369.590			0.000	0.000	0.000	0.00
6	Total capital funding	354,326.243	103,876.590	458,202.833	354,291.735	103,713.962	458,005.697	15,301.363	1,515.73	16,816.836	34.508	197.136	0.10
7	of which the Programme total	228,863.255	0.000	228,863.255	228,863.255	0.000	228,863.255	0.000	0.000	0.000	0.000	0.000	0.00

c) Total funding (non-capital + capital), including programme funding

line	Provider	Provided as at 31 December 2007			Used (including transfers to funds) as at 31 December 2007			allocations to funds			Return of funding (transfer)			Return s in %
		Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	
1	total from budget 333 - Min. of Education	2,330,576.255	661,177.000	2,991,753.255	2,329,887.221	660,384.156	2,990,271.377	134,247.590	8,033.220	142,280.810	689.034	792.844	481.878	0.05
	of which - programme funding	228,863.255	0.000	228,863.255	228,863.255	0.000	228,863.255	0.000	0.000	0.000	0.000	0.000	0.000	0.00
	of which individual funding	213,442.603	0.000	213,442.603	213,442.603	0.000	213,442.603	0.000	0.000	0.000	0.000	0.000	0.000	0.00
	system funding	15,420.652	0.000	15,420.652	15,420.652	0.000	15,420.652	0.000	0.000	0.000	0.000	0.000	0.000	0.00
	- out-of-programme funding	2,101,713.000	661,177.000	2,762,890.000	2,101,023.966	660,384.156	2,761,408.122	134,247.590	8,033.220	142,280.810	689.034	792.844	481.878	0.05
2	from other parts of the State budget -													
	system funding	2,310.988	150,030.500	152,341.488	2,288.835	148,424.312	150,713.147	0.000	1,066.793	1,066.793	22.153	1,606.188	628.341	1.07
4	funding from budgets of local and regional governments	2,383.613	0.000	2,383.613	2,196.645	0.000	2,196.645	0.000	0.000	0.000	186.968	0.000	186.968	7.84
5	funding from abroad	62,524.557	13,004.523	75,529.080	62,508.592	12,913.913	75,422.505	12,799.719	0.000	12,799.719	15.965	90.610	106.575	0.00
6	Total funding (subsidies and contributions)	2,397,795.413	824,212.023	3,222,007.436	2,396,881.293	821,722.381	3,218,603.674	147,047.309	9,100.013	156,147.322	914.120	2,489.642	403.762	8.96
7	of which the Programme total	228,863.255	0.000	228,863.255	228,863.255	0.000	228,863.255	0.000	0.000	0.000	0.000	0.000	0.000	0.00

d) Total subsidies and contributions for capital expenditures, excluding programme funding

line	Provider	Provided as at 31 December 2007			Used (including transfers to funds) as at 31 December 2007			Transferred to the Targeted Funding Fund			Return of funding (transfer)			Return s transfe r in %
		Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	
1	total from budget 333 - Min. of Education	123,574.000	99,257.000	222,831.000	123,539.492	99,098.115	222,637.607	15,301.363	1,490.878	16,792.241	34.508	158.885	193.393	0.09
2	from other parts of the State budget - system funding	1,888.988	4,250.000	6,138.988	1,888.988	4,246.257	6,135.245	0.000	24.595	24.595	0.000	3.743	3.743	0.06
4	funding from budgets of local and regional governments	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	0.000	
5	funding from abroad	0.000	369.590	369.590	0.000	369.590	369.590	0.000	0.000	0.000	0.000	0.000	0.000	0.00
6	Total funding	125,462.988	103,876.590	229,339.578	125,428.480	103,713.962	229,142.442	15,301.363	1,515.473	16,816.836	34.508	162.628	197.136	0.15

e) Total funding (contributions and subsidies) (non-capital + capital), excluding programme funding

line	Provider	Provided as at 31 December 2007			Used (including transfers to funds) as at 31 December 2007			allocations to funds			Return of funding (transfer)			Return s transfe r in %
		Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	Operation	R&D	Total	
1	total from budget 333 - Min. of Education	2,101,713.000	661,177.000	2,762,890.000	2,101,023.966	660,384.156	2,761,408.122	134,247.590	8,033.220	142,280.810	689.034	792.844	1,481.878	0.05
2	from other parts of the State budget - system funding	2,310.988	150,030.500	152,341.488	2,288.835	148,424.312	150,713.147	0.000	1,066.793	1,066.793	22.153	1,606.188	1,628.341	1.07
4	funding from budgets of local and regional governments	2,383.613	0.000	2,383.613	2,196.645	0.000	2,196.645	0.000	0.000	0.000	186.968	0.000	186.968	0.00
5	funding from abroad	62,524.557	13,004.523	75,529.080	62,508.592	12,913.913	75,422.505	12,799.719	0.000	12,799.719	15.965	90.610	106.575	0.00
6	Total funding	2,168,932.158	824,212.023	2,993,144.181	2,168,018.038	821,722.381	2,989,740.419	147,047.309	9,100.013	156,147.322	914.120	2,489.642	3,403.762	1.12

f) Total non-capital funding for research and development

line	Provider	Provided	Used	of which transfer to the Targeted Funding Fund	Returns	in %
1	from Min. of Education (tab. 2.1.2.1))	561,920	561,285	6,542	635	0.11
	<i>of which: specific research</i>	<i>119,959</i>	<i>119,959</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>Research plans</i>	<i>319,057</i>	<i>318,975</i>	<i>5,430</i>	<i>82</i>	<i>0.03</i>
	<i>1N</i>	<i>13,340</i>	<i>13,340</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>IM research centres</i>	<i>41,604</i>	<i>41,111</i>	<i>324</i>	<i>493</i>	<i>1.18</i>
	<i>KONTAKT (1P+ME)</i>	<i>2,113</i>	<i>2,113</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>COST (1P+OC)</i>	<i>2,374</i>	<i>2,373</i>	<i>0</i>	<i>1</i>	<i>0.04</i>
	<i>1K</i>	<i>252</i>	<i>252</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>2B Healthy and quality life</i>	<i>2,817</i>	<i>22,792</i>	<i>282</i>	<i>25</i>	<i>0.11</i>
	<i>2D Social and Economic Progress of Society</i>	<i>1,354</i>	<i>1,354</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>LC - Basic Research Centres</i>	<i>39,050</i>	<i>39,016</i>	<i>506</i>	<i>34</i>	<i>0.09</i>
2	Total other parts of the State budget (except Min. of Edu.)	145,781	143,136	1,042	1,602	1.10
	of which: Grant Agency of CR	75,758	74,962	352	444	0.59
	Grant Agency of Academy of Sciences CR	25,482	25,215	264	3	0.01
	IGA Ministry of Health	23,454	22,442	40	972	4.15
	Ministry of Culture	239	239	0	0	0.00
	Ministry for Regional Development	1,070	1,070	0	0	0.00
	Ministry of Labour and Social Affairs	5,210	4,808	220	182	3.50
	National Security Authority	960	960	0	0	0.00
	Ministry of Industry and Commerce	4,250	4,083	167	0	0.00
	Government office	246	246	0	0	0.00
	Ministry of Agriculture ¹⁾	2,859	2,859	0	0	0.00
	Ministry of the Environment	6,253	6,253	0	0	0.00
3	Total from budgets of local and regional governments, government funds:	0	0	0	0	
4	Total from abroad and other:	12,635	12,544	0	91	0.72
	<i>EU (namely the 5th and 6th Framework Programme)</i>	<i>10,685</i>	<i>10,594</i>	<i>0</i>	<i>91</i>	<i>0.85</i>
	<i>Other</i>	<i>1,950</i>	<i>1,950</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
5	Total non-capital funding for R&D (l. 1+2+3+4)	720,335	716,965	7,584	2,328	0.32

g) Total capital funding for research and development

line	Provider	Provided	Used	of which transfer to the Targeted Funding Fund	Returns	in %
1	total from budget 333 - Min. of Education	99,257	97,607	1,491	159	0.16
	<i>Research plans</i>	<i>83,554</i>	<i>8,925</i>	<i>1,491</i>	<i>138</i>	<i>0.17</i>
	<i>IM research centres</i>	<i>540</i>	<i>540</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>2B Healthy and quality life</i>	<i>3,985</i>	<i>3,985</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>LC - Basic Research Centres</i>	<i>11,178</i>	<i>11,157</i>	<i>0</i>	<i>21</i>	<i>0.19</i>
2	from other parts of the State budget	4,250	4,222	25	4	0.09
	Grant Agency of CR	1,256	1,228	25	4	0.30
	Grant Agency of Academy of Sciences	736	736	0	0	0.00
	IGA Min. of Health	332	332	0	0	
	National Security Authority	1,926	1,926	0	0	0.00
3	funding from budgets of local and regional governments	0	0	0	0	
4	funding from abroad	370	370	0	0	
5	Total capital investment funding for R&D (l. 1+2+3+4)	103,877	102,198	1,516	163	0.16

h) Total funding for research and development (non-capital +capital)

line	Provider	Provided	Used	of which transfer to the Targeted Funding Fund	Returns	in %
1	from Min. of Education (tab. 2.1.2.1))	661,177	658,892	8,033	794	0.12
	<i>of which: specific research</i>	<i>119,959</i>	<i>119,959</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>Research plans</i>	<i>402,611</i>	<i>400,900</i>	<i>6,921</i>	<i>220</i>	<i>0.05</i>
	<i>1N</i>	<i>13,340</i>	<i>13,340</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>IM research centres</i>	<i>42,144</i>	<i>41,651</i>	<i>324</i>	<i>493</i>	<i>1.17</i>
	<i>KONTAKT</i>	<i>2,113</i>	<i>2,113</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>COST</i>	<i>2,374</i>	<i>2,373</i>	<i>0</i>	<i>1</i>	<i>0.04</i>
	<i>IK</i>	<i>252</i>	<i>252</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>2B Healthy and quality life</i>	<i>26,802</i>	<i>26,777</i>	<i>282</i>	<i>25</i>	<i>0.09</i>
	<i>2D Social and Economic Progress of Society</i>	<i>1,354</i>	<i>1,354</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
	<i>LC - Basic Research Centres</i>	<i>50,228</i>	<i>50,173</i>	<i>506</i>	<i>55</i>	<i>0.11</i>
2	Total other parts of the State budget (except Min. of Edu.)	150,031	147,358	1,067	1,606	1.07
	of which: Grant Agency of CR	77,014	76,190	376	448	0.58
	Grant Agency of Academy of Sciences CR	26,218	25,951	264	3	0.01
	IGA Ministry of Health	23,786	22,774	40	972	4.09
	Ministry of Culture	239	239	0	0	0.00
	Ministry for Regional Development	1,070	1,070	0	0	0.00
	Ministry of Labour and Social Affairs	5,210	4,808	220	182	3.50
	National Security Authority	2,886	2,886	0	0	0.00
	Ministry of Industry and Commerce	4,250	4,083	167	0	0.00
	Ministry of Agriculture ¹⁾	2,859	2,859	0	0	0.00
	Ministry of the Environment	6,253	6,253	0	0	0.00
3	Total from budgets of local and regional governments, government funds:	0	0	0	0	
4	Total from abroad and other:	13,005	12,914	0	91	0.70
	<i>EU (namely the 5th and 6th Framework Programme)</i>	<i>11,055</i>	<i>10,964</i>	<i>0</i>	<i>91</i>	<i>0.82</i>
	<i>other</i>	<i>1,950</i>	<i>1,950</i>	<i>0</i>	<i>0</i>	<i>0.00</i>
5	Total non-capital funding for R&D (I. 1+2+3+4)	824,212	819,163	9,100	2,491	0.30

7. Scholarships and Services Provided to Students

Table 7.1 **Student numbers**

		2003	2004	2005	2006	2007	Index 07/06
1	Student number as at 31 October (l. 2 to 6)	27,690	30,213	32,718	35,721	38,989	1.09
2	of which: budget students (except financing codes 2, 6, 7)	27,545	30,051	32,514	35,420	36,361	1.03
3	special students ¹⁾				0	2,196	
4	foreign language students ²⁾	120	135	184	279	413	1.48
5	students studying on the basis of international treaties and Government resolutions ³⁾	23	26	20	22	18	0.82
6	students covered in another part of the state budget ⁴⁾	2	1	0	0	1	

Notes:

¹⁾ SIMS - financing code „3“

²⁾ SIMS - financing code „6“

³⁾ SIMS - financing code „7“

⁴⁾ SIMS - financing code „2“

SIMS - Comprehensive Data from the Central Students Registry

Financing codes according to SIMS:

- 1 study within the regular period of study
- 2 study is fully paid from a part of the State budget other than the Ministry of Education
- 3 a student exceeded the regular period of study by more than one year (Section 58 (3)) in the second and further study without the one-year tolerance (Section 58 (4) last sentence)
- 4 a student completed a Bachelor's or Master's degree programme and studies in a further Bachelor's or Master's degree programme (Section 58 (4))
- 5 a student studies in parallel degree programmes longer than is the regular study period of one programme plus one year (Section 58 (4))
- 6 study is fully paid by a student - usually a foreigner - from own funds in the case of study in a foreign language (Section 58 (5))
- 7 study is paid to a foreign student from a special grant according to the register of sponsored foreign students (DZS)
- 8 a student exceeded the regular period of study by less than one year
- 9 a student studies in parallel degree programmes for a period shorter than is the regular period of study of the longer degree programme
- 10 tuition fees at private universities

Table 7.2 Scholarships and bursaries (in thou. CZK)

Scholarships		Sources used												Total		
		contribution or subsidy from Min. of Edu.	of which for:						university funds			other				
			Accommodation grants	doctoral scholarships	bursaries	indicator D - foreign students	contribution - indicator A	other	Scholarship and bursary fund	Operational fund	Gifts	funding from abroad	other			
1	Total scholarships, grants and bursaries:	261,375.38	95,954.91	101,704.27	8,081.00	32,977.77	8,157.78	14,499.65	11,461.33	321.98	841.21	12,318.06	4,461.35	290,779.31		
2	for excellent study achievements pursuant to Section 91 (2)(a)	168.00					168.00		3,732.40	222.00				4,122.40		
3	for excellent scientific, research, development, artistic or other creative results contributing to deepening of knowledge pursuant to Section 91 (2)(b)	7,393.85		168.55			2,426.74	4,798.56	1,380.84		89.00	398.50	1,873.10	11,135.29		
4	in case of students facing difficult social conditions pursuant to Section 91 (2)(c)	9,242.10			8,081.00		1,161.10		28.00					9,270.10		
5	in case of students facing difficult social conditions pursuant to Section 91 (3)	0.00												0.00		
6	in case of special eligibility pursuant to Section 91 (2) (d)	105,180.76	95,954.91	181.25		1,224.53	4,067.20	3,752.87	5,420.36	21.94	292.41	92.67	1,556.00	112,564.14		
7	of which: accommodation grants	95,954.91	95,954.91							16.34				95,971.25		
8	support of study abroad pursuant to Section 91 (4)(a)	34,527.73				28,611.99	315.74	5,600.00	254.00		459.80	11,826.89	933.25	48,001.67		
9	of which - programme funding	28,263.51										11,826.89		40,090.40		
10		306.48												306.48		
11		5,600.00						5,600.00						5,600.00		
12	support of study in CR pursuant to Section 91 (4)(b)	3,229.02				2,893.75		335.27	149.23				99.00	3,477.25		
13	of which - programme funding	0.00												0.00		
14		28.00							149.23					177.23		
15	students in doctoral degree programmes pursuant to Section 91 (4)(c)	101,633.92		101,354.47	8,081.00	247.50	19.00	12.95	496.50	78.04				102,208.46		
16	targeted funding from the state budget		96,161.00	101,726.00	8,081.00											
17	paid out		95,954.91	101,704.27												
18	transfers to funds		206.09	21.73	0.00											

In 2007 MU received a contribution for doctoral scholarships (indicator C) in the amount of 101,726 thou. CZK from the Ministry of Education. 101,704,269 thou. CZK was paid out, an amount of 21.371 thou. CZK was transferred to the Operational fund.

In 2007 MU received a contribution for accommodation grants in the amount of 96,161 thou. CZK from the Ministry of Education. 95,954,910 thou. CZK was paid out, an amount of 206.090 thou. CZK was transferred to the Operational fund.

The contribution received by MU for bursaries amounted to 8,081 thou. CZK. The actual paid out amount of scholarships was higher, the difference was financed from other MU sources.

Table 7.3 Catering (in thou. CZK)

MU canteens and other catering facilities approved by the Min. of Education	Total expenses	Total non-capital revenues of MU						
		from students	from employees	from other customers	funding by the Min. of Education	from supplementary activity	other	Total
a	b	c	d	e	f	g	h	i
canteen Vinařská	29,287	6,673	903	407	7,699	10,013	1,202	26,897
canteen Moravské nám.	18,198	7,228	827	1,282	7,447	2,062	312	19,158
canteen Veveří	11,173	3,894	909	535	3,986	1,491	226	11,041
Total	58,658	17,795	2,639	2,224	19,132	13,566	1,740	57,096

- 1) The table does not include the operation of the Cikháj Centre and Šlapanice Centre, which serve as recreational and training centres and are not intended directly for accommodation and catering of students. Column "P" does not include funding in the amount of 11 thou. CZK, which was accounted for to the Cikháj Centre on grounds of student educational stays. Funding for equipment was provided in an amount corresponding to the product of meals served to students x 23.00 CZK.
- 2) A total of non-capital expenditures of MU canteens do not include the expenditures of the cost centre - main office (salaries of the catering services management).
- 3) The expenses and revenues of canteens include also cafeterias.
- 4) Expenses and revenues are VAT excluding.
- 5) A mean price of a meal - meal prices are in the so-called limit-free mode; calculation per serving is based on mean consumption of foodstuffs, contribution to operational cost and 19% VAT.
- 6) In case of other customers, the price is increased by the profit.
- 7) Other revenues include revenues in the amount of depreciation of funded assets, which is recorded to expenses of respective units (according to Decree No 504 revenues include an amount corresponding to costs of depreciation of assets, which were acquired from funding - this does not represent movements of financial means, but an accounting entry).

Table 7.4 Accommodation (in thou. CZK)

MU residences and other accommodation facilities	Total expenses	Total non-capital revenues of MU						
		from students	from employees	from other customers	funding by the Min. of Education	from supplementary activity	other	Total
a	b	c	d	e	f	g	h	i
residence Vinařská incl.GARNI hotel	28,126	26,026	0	0	0	11,439	2,230	39,695
residence Tvrdého	3,227	4,842	0	0	0	62	256	5,160
UNI hotels	2,142	0	2,167	0	0	0	173	2,340
residence Kounicova	16,485	13,985	0	0	0	1,481	562	16,028
residence Mánesova	4,896	6,098	0	0	0	134	155	6,387
residence Veveří	1,578	1,071	0	0	0	0	116	1,187
residence nám.Míru	3,632	2,823	0	0	0	0	148	2,971
residence Klácelova	4,744	4,593	0	0	0	741	391	5,725
residence při Žurkū	13,609	8,988	0	0	0	2,252	418	11,658
residence Sladkého	3,952	7,658	0	0	0	263	1,750	9,671
residence Lomená	3,443	3,401	0	0	0	548	115	4,064
Total	85,834	79,485	2,167	0	0	16,920	6,314	104,886

- 1) Other revenues include income from lease, damage, shortages, penalties etc. Other revenues include also revenues in the amount of depreciation of funded assets, which is recorded to expenses of respective units (according to Decree No 504 revenues include an amount corresponding to costs of depreciation of assets, which were acquired from funding - this does not represent movements of financial means, but an accounting entry).
- 2) Supplementary activity includes all income from hotel accommodation and supplementary sales in MU residences or hotels.
- 3) Expenses and revenues are VAT excluding.
- 4) The price of a bed for a student in individual residences depends on equipment, distance from the faculty campus and accessibility by public transport.
Residences located in the city centre with easy access of teaching sites by public transport are more expensive than residences at the outskirts of the city .
Residence can be roughly divided into three categories - separate rooms with own bathroom, cell rooms with own bathroom and rooms with a common bathroom.
Equipment and number of beds per room represent the basic criterion for price determination.
- 5) The expenses are excluding overheads of the main office and salaries of the accommodation services management.

8. Normative Support of Specific Research

Normative support of specific research at universities pursuant to Section 4 (4) of Act No 130/2002 Coll., providing for support of research and development from public funds and amendment of certain other related acts, is provided as specified in table 8.1.

Table 8.1 Funding provided for specific research at universities (in thou. CZK)

MU faculties	code	funding
Faculty of Medicine	14110	27,207
Faculty of Arts	14210	13,192
Faculty of Law	14220	2,089
Faculty of Social Studies	14230	9,669
Faculty of Science	14310	51,472
Faculty of Informatics	14330	7,044
Faculty of Education	14410	3,766
Faculty of Sports Studies	14510	158
Faculty of Economics and Administration	14560	5,362
T o t a l		119,959

Review of expenses covered from the provided funding:

- a) personal and material expenses of participation of students of Master's and Doctoral degree programmes in implementation of projects and research plans of MU

total 7,481 thou. CZK
of which personal 6,596 thou. CZK
material 885 thou. CZK

The expenses namely include salaries and contributions for health and social security insurance of academic staff, who participate in scientific preparation of students of Master's and Doctoral degree programmes (interconnection of the scientific-research and teaching processes) and further the cost of scholarships and travel expenses.

- b) personal and material expenses of joint research carried out by academic staff and students of Master's and Doctoral degree programmes according to rules prescribed by individual universities

total 102,530 thou. CZK
of which personal 92,067 thou. CZK
material 10,463 thou. CZK

The expenses include salaries of academic staff involved in supervising students in Master's and Doctoral degree programmes in on-site and combined study, who carry out research at individual sites, and further information and library service cost, cost of equipping working sites of Doctoral on-site students with equipment serving for research and preparation of their dissertations, cost of publication activity of students, printing, support of presentations at scientific conferences and scholarships.

- c) expenses on research carried out by students in Master's and Doctoral degree programmes in the context of preparations of their diploma theses or dissertations

total 9,684 thou. CZK

The expenses include namely personal cost of supervision of students preparing their diploma and dissertation theses, cost related to examination, purchase of literature, access to electronic databases and scholarships.

- d) other parts of research at the university, as the case may be, which are directly related to education and which involve student participation

total 264 thou. CZK

These expenses namely include personal expenses of administrative staff involved in specific research at MU.

9. Position of Assets and Stock-Taking Results

9.1 Tangible and intangible fixed assets

MU manages assets in the total volume of 8,446,11 mil. CZK at purchase value (an increase by 14.9% compared to 2006), of which 8,346,67 mil. CZK are long-term tangible assets (up by 15% compared to 2006) and 99.17 mil. CZK are long-term intangible assets (up by 3.7% compared to 2006).

Total accumulated depreciation amounted to 2,165.2 mil. CZK and total write off, i.e. the ratio of total depreciation to the total value of assets, amounted to 25.6%.

Table 9.1a Review of assets including assets under construction (in thou. CZK)

Type of asset	acct. No.:	Balance as at 31 December 2006	Balance as at 31 December 2007		
		Acquisition cost	Acquisition cost	Accumulated depreciation	Net book value
Intangible fixed assets		95,664.31	99,175.44	-75,266.39	23,909.05
of which: Research and development	012	318.93	318.93	-301.66	17.27
Software	013	76,892.94	80,570.61	-58,990.95	21,579.66
Other intangible fixed assets	019	1,074.90	1,805.30	-268.87	1,536.43
Low-value intangible fixed assets ^{*)}	018	16,915.02	15,704.91	-15,704.91	0.00
Intangible fixed assets under construction	041	462.52	775.69		775.69
Tangible fixed assets		7,253,907.41	8,346,673.78	-2,089,946.40	6,256,727.38
of which: Land	031	346,097.32	343,375.34		343,375.34
Works of art	032	29,925.20	30,658.62		30,658.62
Buildings, halls and structures	021	3,572,932.48	5,004,362.25	-595,532.37	4,408,829.88
Individual movable assets and sets of movable assets	022	1,720,034.31	2,049,459.73	-1,081,876.60	967,583.13
Low-value tangible fixed assets ^{*)}	028	446,803.84	412,523.59	-412,523.59	0.00
Other tangible fixed assets ^{**))}	029	55.37	55.37	-13.85	41.52
Tangible fixed assets under construction	042	1,137,363.17	506,238.88		506,238.88
Advance payments for tangible fixed assets	052	695.72			0.00
Long-term financial assets (financial investments)		0.00	260.82	0.00	260.82
Shares and ownership interests in controlled and managed entities	061	100.00	100.00	0.00	100.00
Other financial investments	069		160.82	0.00	160.82
Fixed assets		7,349,571.72	8,446,110.04	-2,165,212.79	6,280,897.25

^{*)} acquired up to 31 December 2002

^{**))} accumulated depreciation in accounting are recorded to account 082 001

low-value intangible fixed assets	982	17,187.17	23,232.68	0.00	0.00
low-value tangible fixed assets	983	489,487.70	688,804.37	0.00	0.00

As of 1 January 2003 a change in accounting for low-value intangible and tangible fixed assets occurred. They are not recorded on asset accounts, but to off-balance sheet accounts, which means that accumulated depreciation is neither recorded nor accounted for with these assets.

Table 9.1b Activated assets (in thou. CZK)

Type of asset		Balance as at 31 December 2006	Balance as at 31 December 2007		
	acct. No.:	Acquisition cost	Acquisition cost	Accumulated depreciation	Net book value
Intangible fixed assets		95,201.79	98,399.75	-75,266.39	23,133.36
of which: Research and development	012	318.93	318.93	-301.66	17.27
Software	013	76,892.94	80,570.61	-58,990.95	21,579.66
Other intangible fixed assets	019	1,074.90	1,805.30	-268.87	1,536.43
Low-value intangible fixed assets ^{*)}	018	16,915.02	15,704.91	-15,704.91	0.00
Tangible fixed assets		6,115,848.52	7,840,434.90	-2,089,946.40	5,750,488.50
of which: Land	031	346,097.32	343,375.34	0.00	343,375.34
Works of art	032	29,925.20	30,658.62	0.00	30,658.62
Buildings, halls and structures	021	3,572,932.48	5,004,362.25	-595,532.37	4,408,829.88
Individual movable assets and sets of movable assets	022	1,720,034.31	2,049,459.73	-1,081,876.60	967,583.13
Low-value tangible fixed assets ^{*)}	028	446,803.84	412,523.59	-412,523.59	0.00
Other tangible fixed assets	029	55.37	55.37	-13.85	41.52
Fixed assets		6,211,050.31	7,938,834.65	-2,165,212.79	5,773,621.86

increase in CZK

1,727,784.34

increase in %

27.82

degree of assets depreciation = ration of
accumulated depreciation/purchase value

27.27

The most significant changes in position of fixed assets are specified in detail in the Notes to Chapter 1.1. Balance Sheet.

9.2 Financial assets

In 2006 Masaryk University together with VUT Brno formed the company CEITEC, s.r.o.; MU's contribution to the company's registered capital is 100 thou. CZK. In 2007 MU purchased an ownership interest in the company Compostela Media Universita S.L. amounting to 3 thou. EUR (80,820 CZK) and participated in the formation of the company INVEA-TECH a.s. with an amount of 80 thou. CZK.

Short-term financial assets, which are made up of cash on hand, balances on bank accounts and stamps and vouchers increased by 111.73 mil. CZK in 2007, of which increase of balances on MU bank accounts represented to 111.67 mil. CZK.

Table 9.2 Financial assets (in thou. CZK)

	Account No:	Balance as at 31 December 2006	Balance as at 31 December 2007	difference (col.2 - col.1)
Total financial assets		889,877.12	1,001,866.48	111,989.36
Long-term financial assets (financial investments)		0.00	260.82	260.82
of which: Investment securities and deposits				
Shares and ownership interests in controlled and managed entities	061	100.00	100.00	
other	069		160.82	
Short-term financial assets		889,877.12	1,001,605.66	111,728.54
of which: cash on hand	211	3,759.17	3,840.66	81.49
of which foreign currency	211 7*	2,278.95	2,104.37	-174.58
Bank accounts	221	885,516.21	997,190.85	111,674.64
of which foreign currency accounts	221 6*	2,447.05	557.48	-1,889.57
Cash in transit	261	22.21	51.96	29.75
Stamps and vouchers*)	213	579.53	522.19	-57.34

^{*)}namely revalidation stamps, prepaid phone cards

9.3 Inventory

Table 9.3 Inventory (in thou. CZK)

	Account No:	Balance as at 31 December 2006	Balance as at 31 December 2007	Difference (col.2- col.1)
Total inventory		20,668.08	22,880.38	2,212.30
of which: Material ¹⁾	112,119	8,739.59	9,237.07	497.48
Work-in-process ²⁾	121	1.05	75.91	74.86
Finished products ³⁾	123	10,597.98	12,133.53	1,535.55
Animals ⁴⁾	124	136.01	159.31	23.30
Merchandise ⁵⁾	131,132	1,193.45	1,274.56	81.11
other		0.00	0.00	0.00

¹⁾ foodstuffs, precious metals, consumables

²⁾ production of textbooks

³⁾ university publications, textbooks, advertising printed matter

⁴⁾ laboratory animals

⁵⁾ bookshop of FA, stores of FSS, FSPS, RMU, purchase of goods

9.4 Receivables, payables, loans

The total amount of MU receivables as at 31 December 2007 represents 59.913 mil. CZK and MU payables as at 31 December 2007 represent 1,324.313 mil. CZK. The total amount of overdue receivables from customers represents 17.747 mil. CZK.

Table 9.4 Receivables, payables, loans (in thou. CZK)

	Account No:	Balance as at 31 December 2006	Balance as at 31 December 2007	difference (col.2 - col. 1)
Total receivables		51,558.42	59,913.36	8,354.94
of which: Customers	311	13,494.84	17,747.31	4,252.47
Advance payments made	314	5,084.03	7,961.20	2,877.17
Other receivables	315	26.07	24.54	-1.53
Receivables from employees	335	15,566.72	12,419.73	-3,146.99
Income tax	341	1,105.90		-1,105.90
Value added tax	343			0.00
Estimated receivables	388	10,237.97	20,493.21	10,255.24
Adjustment to receivables	391	-120.03	-156.65	-36.62
Sundry receivables	378	6,162.92	1,424.02	-4,738.90
Total payables		479,978.55	1,324,312.59	844,344.38
Long-term payables		200,000.00	710,016.66	510,016.66
Long-term bank loans	951	200,000.00		-200,000.00
Other long-term payables	959		710,016.66	710,016.66
Short-term payables		279,978.55	614,295.93	334,317.38
Suppliers	321	53,310.71	70,014.23	16,703.52
Advance payments received	324	6,064.72	6,660.76	596.04
Payables to employees	331,333	106,007.89	113,589.94	7,582.05
Payables to social security and public health insurance institutions	336	64,560.50	70,099.30	5,538.80
Taxes and charges	342,343,345	31,234.25	33,073.63	1,734.43
Payables to the State budget	346,348	1,565.37	3,365.37	1,904.95
Payables for unpaid subscribed shares and participations	367	100.00		-100.00
Payables to participants in an association	368		300,000.00	300,000.00
Other payables	379	10,696.29	8,421.64	-2,274.65
Short-term bank loans	231	11.36	119.71	108.35
Estimated payables	z 389	4,242.75	6,321.51	2,078.76
Sundry payables	325	2,184.71	2,629.84	445.13

An increase of long-term payables by 510 mil. CZK is related to the use of the repayable financial assistance for financing of Programme 233 330 - construction of the University Campus Bohunice in 2007. Originally, the use of the financial assistance in the amount of 200 mil. CZK was recorded

to account 951 - Long-term bank loans. On the basis of the auditors' recommendation, this amount was re-charged to account 959 - Other long-term payables in 2007 and also further use of the repayable financial assistance in 2007 was charged to this account. An increase of long-term payables as at 31 December 2007 is related namely to wages and salaries for December 2007 (wages, salaries and related contribution for health and social security insurance), which were paid out in January 2008. Payables to the State budget (returns) were paid in December 2008 in accordance with instructions of funding providers relating to accounting for amounts due to and from the state budget for 2007. The account of Payables to participants in an association (account 368) shows an amount of 300 mil. CZK, which relates to the provision of funds by the City of Brno for the building of infrastructure of the University Campus Bohunice. The construction was completed and occupancy permit issued at the end of 2007, however the City of Brno did not take it over into its assets as at 31 December 2007 (funds spent are recorded for the time being in MU accounts on account 042).

9.5 Inventory-taking of assets

Taking-inventory of MU assets was announced by the Bursar's order to carry out inventory of assets and liabilities at 31 December 2007 (Ref. No. 1899/2007 of 16 July 2007).

The inventory-taking was divided into the following steps:

1. Inventory-taking of tangible and intangible fixed assets of ACS at 1 September 2007
2. Inventory-taking of tangible and intangible fixed assets of other cost centres at 30 September 2007
3. Adjusting the state of ACS assets determined by physical inventory-taking at 1 September 2007 by increases and decreases in assets from the end of the physical inventory-taking to 31 December 2007.
4. Adjusting the state of assets of other cost centres determined by physical inventory-taking at 30 September 2007 by increases and decreases in assets from the end of the physical inventory-taking to 31 December 2007.
5. Inventory-taking of assets and liabilities, regarding which inventory-taking was not performed at 30 September 2007.

The inventory-taking method was regulated by the Bursar's instruction to implement assets inventory-taking at 30 September 2007 (ACS at 1 September 2007) - Ref. No. 1900/2007 of 16 July 2007 and the Bursar's instruction to implement inventory-taking of assets and liabilities at 31 December 2007 - Ref. No. 3381/2007 of 14 December 2007.

On the basis of the performed inventory-taking of assets and liabilities the following inventory-taking differences were ascertained:

- shortages in a total amount of 714,568.33 CZK
- surplus in a total amount of 8,390.00 CZK

all stated in purchase value.

Shortages were caused namely due to a failure to find assets lost during the removal of cost centres, when persons with unauthorised access appeared on the premises, and further by errors in assets recording.

Surpluses were caused namely due to a failure to perform physical liquidation, even though a liquidation had been issued, and by errors in assets recording.

The differences ascertained were accounted for to 2007.

During the inventory-taking lists of redundant assets were drawn (functional or easily repairable assets, which can be used in other cost centres) in a total amount of 2,167,412.28 CZK and useless assets (non-functional, fit for liquidation) in a total amount of 2,663,688.37 CZK. Lists of redundant assets were offered by individual cost centres for gratuitous transfer to all faculties (units) of MU.

The physical inventory-taking of assets at 30 September 2007 in all cost centres was carried out using a bar code. In regards to tangible assets there was a significant improvement in work

efficiency of inventory-taking commissions and credibility of obtained data. The progress of inventory-taking and the work of individual commissions are satisfactory and the result obtained can be qualified as very good.

The progress and results of the work of inventory-taking commissions further proved that it is necessary to write off redundant assets in time and check all assets and update individual lists also during the year due to the frequent and extensive removal of individual cost centres. Considering frequent thefts it is necessary to keep abandoned rooms carefully locked and improve general security guarding of the buildings.

Evaluation of principal tasks for 2007

- Construction of the Blue Stage of the University Campus was completed on 31 August 2007. Assets were put into use and duly recorded. Construction of the Red Stage was completed on 30 November 2007. Occupancy permit for the premises was issued on 31 January 2008 and concurrently the process of hand-over of the premises to its owner, the City of Brno, has started. Matters relating to property rights, including land issues (easements, exchanges of land), will be dealt with during 2008.

- In 2007 Masaryk University completed the Blue and Red Stage of construction of the University Campus within the framework of Sub-programme 233 332 and continued in the reconstruction of the campus of the Faculty of Science at Kotlářská and in the purchasing of machines and equipment as well as completion of minor projects within the framework of Sub-programme 233 333.

A tender for the general contractor of the final stage of construction of the University Campus, which was opened in December 2006, had to be cancelled in February 2007 on grounds of unreasonably high bidding prices. However, the lowest newly received bid exceeded the cost limit for the completion of the University Campus by 963 mil. CZK. With the consent of the Ministry of Education six new tenders for the completion of the University Campus were announced, which were divided into 6 separate phases with the aim of strengthening the competitive environment by involving medium-size building companies. Results of the tenders justified the above decision - the sum of the lowest bidding prices for general deliveries of individual phases was lower by 757 mil. CZK (VAT inclusive) than the lowest bidding price in the original tender for completion of UCB contracted as a whole. The sum of bidding prices exceeded the cost limit of the project approved by Government resolution No. 986 of 20 July 2005 by 175 mil. CZK (VAT inclusive), i.e. by 2.7% of the approved limit (Masaryk University confirmed this excess as an expenditure, which it is prepared to cover from an increase of its own sources of financing of the Programme).

In spite of it the Ministry of Education could not have granted consent to make contracts for work with five winning tenderers (a consent was granted only for the realization of phase A of the Yellow Stage, which was not significant from the financial point of view).

The reasons for not granting consent with the realization of other phases were the following:

- **Exchange rate losses** incurred in drawing on the government loan from EIB due to the growing exchange rate of CZK to EUR. The EIB loan agreed in 2002 in the amount of 95 mil. EUR was and will be drawn on at an exchange rate significantly lower than the one estimated at the time when Programme 233 330 was approved (32.847 CZK/EUR). In the middle of 2007 the actual income from the loan from EIB expressed in CZK was therefore estimated (at the anticipated exchange rate for the drawing of the remaining tranches of the loan at 27.00 CZK/EUR) to be by 422 mil. CZK lower. Despite the obligation resulting from the contract with the European Investment Bank, the Ministry of Education, Youth and Sports was unable to cover the corresponding deficit of State budget funds planned and approved by Government resolution No. 986 of 20 July 2005 for Programme 233 330 from the chapter of education and refused to grant consent with the completion of the construction due to lack of funds to cover the same.

Note: The Programme funding and its financial limits were approved in Czech crowns.

Compensation of the exchange rate losses was not necessitated by an increase of the Programme cost, but by the need to replenish the sources of financing of the government involvement in the Programme to the amount approved by the Government resolution.

- On grounds of the above deviations from the binding indicators Masaryk University submitted a proposal for solution of the situation that occurred to the Ministry of Education on 25 July 2007 as a source material for the Programme review. The draft review including other options of solution resulted in the submission of a status report at the cabinet session on 28 November 2007. The cabinet acknowledged the submitted document at this session by Government resolution No 1340, replenished the lacking funds in the Programme by an amount of 422 mil. CZK by compensation of exchange rate losses and imposed on the Ministry of Finance to negotiate with the European Investment Bank on postponement of the terms for the loan drawing in line with the schedule of the project completion. Solution of remaining issues was postponed till 2008 in line with the discussed document - a draft review of the Programme including the final solution was to be submitted by 31 January 2008 (subsequently the deadline for the draft of the Ministry of Education was postponed till 29 February 2008).

With the consent of the Programme Administrator the investor announced new tenders for overall supplies of phases E and F of the Green Stage in February 2008; announcement of new tenders for overall supplies of phases B and C of the Yellow Stage is anticipated in summer 2008. However, in connection with growing prices of building works an increase of costs of the project above the limit approved by Government resolution No 986 of 20 July 2005 needs to be taken into account. On the basis of an expert estimate of the cost of overall supplies for the completion of UCB prepared by an independent expert an increase of the UCB project costs is estimated by approximately 863.0 mil. CZK to a total of 5,793.0 mil. CZK. Considering that phase D was started ahead of other phases of the Yellow Stage, the reserve in the budget of phase D is increased by the transfer of a part of expenses on necessary technical infrastructure, which were originally taken into account in phase B. A similar procedure will be applied also in the case of starting of construction of phase C ahead of phase B.

3.	Set up mechanism for financing, pre-financing and co-financing, as well as mechanisms of administrative support of preparation of MU for projects and funding from the EU Structural Funds.	Responsible - Bursar	Deadline - continuously
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4. Continue in consolidation of the financial control system at MU with the aim of optimising, integrating and simplifying processes related to financial control and practical implementation of the risk management system.

Responsible - Bursar

Deadline - 31 December 2007

Done. In 2007 works on consolidation of circulation of accounting documents and financial control were started. Works on the preparation of electronic circulation of accounting documents and electronic financial control started. On 31 December 2007 the pilot operation of the electronic circulation and order approval system in selected parts was launched. In 2007 the manual "Risk Management at MU" was published and started to be applied at individual cost centres. The plan of controls for 2008 has been set up considering the risk matrix, which is included in the said manual.

5. In connection with the purchase of a new HR and payroll system to carry out software adjustments necessary for analytical activity and its interconnection with other information systems at MU.

Responsible - HR Department, Institute of Computer Science

Deadline - 31 December 2007

Done. The human resources and payroll system was successfully implemented and integrated. In 2007 other optimizations of the said system followed, the most important of which was extension of the system by a module of re-changing wages and salaries. The system went successfully into operation in November 2007. This project ranked among the most successful projects of implementation of information systems at MU because its implementation was limited by time and funds and was successfully implemented and put into operation without major complications. One of the reasons for successful implementation was the effort put into the formulation of requirements on this system at the beginnings of the project.

6. Continue in gradual implementation of the Document services IS at MU and extension of its application on the circulation of accounting documents. With reference to task 7 for 2006 complete the proposal for and implementation of a unified system of circulation of accounting documents at MU and its parts.

Responsible - Bursar

Deadline - 31 December 2007

Done. The Document services IS was successfully implemented at MU in the planned extent. Currently the Document service IS runs in four cost centres. Extension of its application was anticipated within the framework of the ongoing 2007 development project. However, the project has been approved neither for 2007, nor for 2008. Therefore further development and extension of the system has been discontinued. Nevertheless, it is anticipated that due to the relevance of the system for the circulation of accounting documents and financial control, preconditions for further development and extension of application of the Document service IS at MU will be created in 2008.

7. Prepare an operational directive for the implementation of a clearing system at MU supporting non-cash and cash clearance of receivables accrued as a result of using selected services (SUPO - System of clearance of receivables from individuals) and following its approval to implement the system for use at MU.

Responsible - Chief Accountant

Deadline - 1 July 2007

Done. Rector's Decree No 4/2007 was issued - System supporting non-cash and cash clearance of receivables accrued as a result of using certain services provided by MU to individuals with effect from 1 May 2007. The implemented clearing system designated as SUPO renders administrative and accounting transactions relating to the said area more efficient. It solves the issue of central registration of payables from individuals. The directive regulates conditions for the system application, extent of services and operation of client accounts. Valid operating conditions of the system are regulated by documents included in the SUPO document base. Following the system approval it was launched into operation at MU and is used by ACS for clearance of accommodation and services related to accommodation, in CPS and UCB for clearance of printing, copying, scanning services and sale of petty items.

8. Standardize and unify the system of registration of concluded contracts at individual cost centres of MU.

Responsible - Bursar

Deadline - 31 December 2007

Done. Bursar's instruction 11/2006 was issued - Registration of contracts at MU with effect from 1 January 2007 and a new module of Contracts was put into operation in the financial IS for registration of contracts. This module arranges for unified numbering of contracts concluded by MU classified by type of contract and part (faculty) of MU.

9. Carry out a review of applicability of economic standards at MU. Arrange for updating of standards in connection with changes in legislation.

Responsible - Financial Department of RMU, Legal Department

Deadline - 31 August 2007

Continued.

10. Announce extraordinary inventory-taking of long-term receivables and solve the manner of disposal of time-barred debts.

Responsible - Financial Department of RMU, Legal Department
2007

Deadline - 30 September

Done. The extraordinary inventory-taking of receivables was carried out at all cost centres as at 30 June 2007 and in cooperation with an auditing company, out-of-date receivables were identified for the purposes of their write-off. Subsequently the receivables were written-off in accordance with valid legislation.

11. Implement a unified system for separate monitoring of expenses related to administration of buildings and other overhead expenses with the aim of securing transparency of accounting for overheads to expenses of individual projects. Propose a unified concept of a model for recognition of overhead costs within the framework of projects.

Responsible - Bursar

Deadline - 30 June 2007

Continued. Bursar's instruction 2/2007 was issued, which imposed a duty to monitor separately overhead expenses, of which separate expenses relating to administration of buildings.

12. Continue in gradual preparation of technological passport for monitoring and scheduling of maintenance and operation of technological equipment at MU.

Responsible - Technical Department
possibilities of MU

Deadline - continuously according to financial

In view of limited financial sources the realization of the technological passport was postponed till 2008.

13. Apply unified principles of accrued expenses and revenues at MU, unify and improve documentation of inventory-taking of accrued expenses and revenues accounts, including estimated receivables and payables accounts.

Responsible - Financial Department RMU

Deadline 31 December 2007

Continued.

The Financial Department of RMU prepared a list of cases of accrued expenses and revenues. In connection with the preparation of the annual financial statements instructions for individual cost centres were issued regarding setting-up of estimated receivables and payables accounts. The said issue was reflected also in the sample of accounting transactions reviewed by the auditing company BDO.

14. Unify accounting principles of additions to and reductions of funds at individual cost centres of MU.

Responsible - Financial Department RMU

Deadline - 30 June 2007

Done. Written instructions on accounting for funds were issued.

Proposal of principal tasks for 2008

1. Create preconditions for successful implementation of Programme 233 330. In 2008 complete implementation of Sub-programme 233 333. Start further construction and solve financing of completion of the construction of the University Campus within the framework of Sub-programme 233 332. At the same time to solve the assumption of infrastructure structures built as part of the Red Stage by its owner, i.e. the City of Brno, including solving the related land issues.

Responsible - Bursar

Deadline - 31 December 2008

2. Continue in consolidation of the financial control system at MU with the aim of optimising, integrating and simplifying processes related to financial control. Continue in the preparation and implementation of the system of electronic circulation of accounting documents and financial control.

Responsible - Bursar

Deadline - 31 December 2008

3. Extend the application and put into operation a database for integrated administration and registration of ISEP projects in connection with the module of management of budgets in the financial IS.

Responsible - Institute of Computer Sciences

Deadline - 31 December 2008

- | | | |
|----|---|--|
| 4. | Complete and put into operation a full version of the executive information system for support of decision-making.
Responsible - Bursar | Deadline - 31 December 2008 |
| 5. | Create preconditions for successful involvement of MU in projects financed within the framework of EU Structural Funds and the 7 th Framework Programme, meaning in particular the financing of their preparation and namely necessary set-up for their financing, pre-financing and co-financing. Set-up adequate mechanisms of administrative support of MU preparation for these projects.
Responsible - Bursar | Deadline - continuously |
| 6. | To continue in gradual implementation of a Document services IS at MU and extension of its application to the circulation of accounting documents and financial control.
Responsible - Bursar | Deadline - continuously |
| 7. | In 2008 prepare a draft of an internal regulation relating to registration of overdue MU receivables and registration of the status of their collection.
Responsible - Financial Department of RMU, Legal Department | Deadline - 31 December 2008 |
| 8. | Continue in the preparation for implementation of a unified system for separate monitoring of indirect costs, the so-called full cost, with the aim of securing transparency of accounting for overheads to expenses of individual projects. Propose a unified concept of a model for recognition of overhead costs within the framework of projects. Prepare conditions for implementation of the full cost model in 2010.
Responsible - Bursar | Deadline - 31 December 2008 |
| 9. | Continue in the gradual preparation of a technological passport for monitoring and scheduling of maintenance and operation of technological equipment at MU.
Responsible - Technical Department | Deadline - continuously according to financial possibilities of MU |

Annexes:

- 1) Auditor's Report
- 2) List of abbreviations



BDO Prima CA s.r.o.
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a poradenská firma

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ZPRÁVA NEZAVISLÉHO AUDITORA

pro účely Výroční zprávy o hospodaření Masarykovy univerzity za rok 2007

Na základě provedení auditu jsme dne 17. března 2007 vydali k účetní závěrce veřejné vysoké školy Masarykovy univerzity za rok 2008, která je součástí této výroční zprávy hospodaření zprávu následujícího znění:

„Ověřili jsme přiloženou účetní závěrku sestavenou k 31. 12. 2007 veřejné vysoké školy Masarykova univerzita identifikované v této účetní závěrce. Za sestavení účetní závěrky je odpovědné vedení veřejné vysoké školy. Naším úkolem je vydat na základě auditu výrok k této účetní závěrce.

Audit jsme provedli v souladu se zákonem o auditorech a Mezinárodními auditorskými standardy a souvisejícími aplikačními doložkami Komory auditorů České republiky. Tyto standardy vyžadují, aby auditor naplánoval a provedl audit tak, aby získal přiměřenou jistotu, že účetní závěrka neobsahuje významné nesprávnosti. Audit zahrnuje výběrovým způsobem provedené ověření úplnosti a průkaznosti částek a informací uvedených v účetní závěrce. Audit též zahrnuje posouzení použitých účetních postupů a významných odhadů provedených vedením veřejné vysoké školy a dále zhodnocení vypovídací schopnosti účetní závěrky. Jsme přesvědčeni, že provedený audit poskytuje přiměřený podklad pro vyjádření výroku auditora.

Podle našeho názoru účetní závěrka ve všech významných ohledech podává věrný a poctivý obraz aktiv, pasiv a finanční situace ve veřejné vysoké škole Masarykova univerzita k 31. 12. 2007 a nákladů, výnosů a výsledku hospodaření za účetní období roku 2007 v souladu s účetními předpisy platnými v České republice.“

Ověřili jsme též soulad informací uvedených ve výroční zprávě o hospodaření veřejné vysoké školy Masarykovy univerzity za rok 2007 s účetní závěrkou, která je obsažena v této výroční zprávě. Za správnost výroční zprávy o hospodaření je zodpovědné vedení Masarykovy univerzity. Naším úkolem je vydat na základě provedení ověření výrok o souladu výroční zprávy o hospodaření s účetní závěrkou.

Independent Auditor's Report

for the purposes of the 2007 Annual Report of Masaryk University

On 17 March 2008 we issued the following auditor's opinion on the 2007 financial statements of Masaryk University, which form an integral part of this Annual Financial Report:

“We have audited the attached financial statements of Masaryk University, a public university specified in the subject financial statements, for the year ending 31 December 2007. The management of the public university is responsible for the preparation of the financial statements. Our responsibility is to express our opinion on these financial statements on the basis of the performed audit.

We have carried out the audit in accordance with the Act on Auditors, International Standards on Auditing and related application clauses of the Chamber of Auditors of the Czech Republic. These guidelines require that the auditor plans and carries out the audit in a way so as to be reasonably certain that the financial statements contain no material inaccuracies. Our audit procedures were carried out on a test basis and included verification of completeness and supportability of the amounts and data shown in the financial statements. The audit also included a review of the accounting policies and any significant estimates made by the University management and a further assessment of the information capability of the financial statements. In our opinion, the performed audit provides reasonable ground for expressing the auditor's opinion.

In our opinion these financial statements present fairly and truly the assets, liabilities and financial position of Masaryk University, a public university, as at 31 December 2007 and the expenses, revenues and financial result for the accounting period of 2007 in conformity with accounting procedures applicable in the Czech Republic.”

We have also reviewed the compliance of information shown in the 2007 Annual Report of Masaryk University with the information shown in the financial statements contained in this Annual Report. The management of Masaryk University is responsible for the accuracy of the Annual Report. Our responsibility is to express our opinion on the compliance of the Annual Report with the financial statements on the basis of the performed verification.



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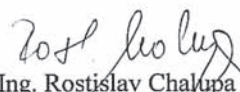
Ověření jsme provedli v souladu s Mezinárodními auditorskými standardy vztahujícími se k prověřce a souvisejícími aplikačními doložkami Komory auditorů České republiky. Tyto standardy vyžadují, aby auditor naplánoval a provedl ověření tak, aby získal přiměřenou jistotu, že informace obsažené ve výroční zprávě o hospodaření, které popisují skutečnosti, jež jsou předmětem zobrazení v účetní závěrce, jsou ve všech významných ohledech v souladu s příslušnou účetní závěrkou. Jsme přesvědčeni, že provedené ověření poskytuje přiměřený podklad pro vyjádření výroku auditora.

Podle našeho názoru jsou informace uvedené ve výroční zprávě o hospodaření Masarykovy univerzity za rok 2007 ve všech významných ohledech v souladu s výše uvedenou účetní závěrkou veřejné vysoké školy Masarykova univerzita.

V Brně dne 21. března 2008

BDO Prima CA s.r.o.
Marie Steyskalové 14/315
616 00 Brno
osvědčení KA ČR č. 305




Ing. Rostislav Chalupa
auditor osvědčení KA ČR č. 1245

We have carried out the verification in accordance with the International Standards on Auditing applicable to the audit and related application clauses of the Chamber of Auditors of the Czech Republic. These standards require that the auditor plans and carries out the verification in a manner so as to obtain reasonable certainty that the information, which is disclosed in the Annual Report and the describing facts shown in the financial statements, is in all significant aspects in compliance with the relevant financial statements. In our opinion, the performed verification provides reasonable basis for expressing the auditor's opinion.

In our opinion the information presented in the 2007 Annual Report of Masaryk University is in all significant aspects in compliance with the above-mentioned financial statements of Masaryk University, a public university.

Brno, dated 21 March 2008

BDO Prima CA s.r.o.
Marie Steyskalové 14/315
616 00 BRNO
authorization of the Czech Republic's
Chamber of Auditors no. 305

Ing. Rostislav Chalupa
Auditor, authorization of the Czech
Republic's Chamber of Auditors no. 1245

List of used abbreviations:

AS	Academic Senate of MU
CO	civil defence
CPS	Central Computer Study
ČMZRB	Českomoravská záruční rozvojová banka
EU	European Union
FO	Fund for bonuses
FPP	Operational fund (Section 18 of amended Higher Education Act)
FRIM	Fixed assets regeneration fund
FRVŠ	Higher Education Development Fund
Fsoc	Social fund (Section 18 of amended Higher Education Act)
FÚ	Tax office
FÚUP	Targeted funding fund (Section 18 of amended Higher Education Act)
GA ČR	Grant Agency of the Czech Republic
GA AV	Grant Agency of the Czech Academy of Sciences
HS	Cost centre
HV	financial result (profit/loss)
IGA	Grant Agency of the Ministry of Health
INV	capital (non-investment) funding for fixed assets regeneration
JmK	South-Moravian Region
MF	Ministry of Finance of the Czech Republic
MmB	City of Brno
MPO	Ministry of Industry and Commerce of the Czech Republic
MPSV	Ministry of Labour and Social Affairs of the Czech Republic
MŠMT	Ministry of Education, Youth and Sports of the Czech Republic
MU	Masaryk University in Brno
NBÚ	National Security Authority
NEI	non-capital funding
NPV	National Research Programme
OON	Other personal expenses (agreements)
OOPP (OON)	Other personal expenses (agreements to perform job, formerly OON)
SFŽP	State Fund for the Environment
SKM	Accommodation and Catering Services (ACS)
SR	State budget
SÚJB	National Office for Nuclear Safety
SW	software
SZNN	machines and equipment
UKB	University Campus Bohunice (UCB)
ÚSC	local and regional governments
ÚVT	Institute of Computer Science
VaV	research and development (R&D)
VŠ	university (MU)
VVŠ	public university

ANNUAL FINANCIAL REPORT
MASARYK UNIVERSITY 2007

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