

APPENDIX VI

Financial Statements of

**DEIGHTON GRIFFITH SECONDARY
SCHOOL**

March 31, 2014



Table of Contents

	Page
Auditors' Report to the Board of Management	1
Balance Sheet	2
Statement of Changes in Consolidated Funds	3
Statement of Revenue and Expenses – General Account	4
Statement of Revenue and Expenses – Text Book Loan Scheme	5
Statement of Revenue and Expenses – Petty Fees	6
Statement of Cash Flows	7
Notes to Financial Statements	8 - 10

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INDEPENDENT AUDITORS' REPORT

To the Board of Management of Deighton Griffith Secondary School

We have audited the accompanying financial statements of Deighton Griffith Secondary School, which comprise the balance sheet as at March 31, 2014, the statements of revenue and expenses, the statement of changes in consolidated fund and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards and for such internal controls as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

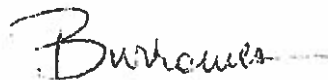
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Deighton Griffith Secondary School as of March 31, 2014, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.



Chartered Accountants
Bridgetown, Barbados
September 25, 2014

DEIGHTON GRIFFITH SECONDARY SCHOOL

Balance Sheet

As of March 31, 2014
with comparative figures for 2013

(Expressed in Barbados Dollars)

	<u>Notes</u>	<u>2014</u>	<u>2013</u>
Assets			
Current Assets:			
Cash	4	\$ 544,062	390,599
Net grant receivable		-	58,766
Accounts receivable		<u>116,719</u>	<u>107,459</u>
Total current assets		660,781	556,824
Furniture and equipment	5	<u>92,339</u>	<u>114,231</u>
Total Assets		\$ <u>753,120</u>	<u>671,055</u>
Liabilities and Consolidated Fund			
Current Liabilities:			
Accounts payable		\$ 12,800	14,821
Due to Government departments		13,960	7,090
Net deferred grant		<u>59,265</u>	-
Total current liabilities		86,025	21,911
Consolidated Fund		<u>667,095</u>	<u>649,144</u>
Total Liabilities and Consolidated Fund		\$ <u>753,120</u>	<u>671,055</u>

See accompanying notes to financial statements.

Approved by:

Rodley H. Turner J.P. Chairman

Annelle R. Sody Secretary/Treasurer

DEIGHTON GRIFFITH SECONDARY SCHOOL

Statement of Changes in Consolidated Fund

As of March 31, 2014
with comparative figures for 2013

(Expressed in Barbados Dollars)

	General <u>Fund</u>	Text Book Loan Scheme <u>Fund</u>	Petty Fees <u>Fund</u>	Consolidated <u>Fund</u>
Balance at March 31, 2012	\$ 555,645	40,183	644	596,472
Excess of revenue over expenses for the year	<u>20,937</u>	<u>11,047</u>	<u>20,688</u>	<u>52,672</u>
Balance at March 31, 2013	576,582	51,230	21,332	649,144
Excess of revenue over expenses for the year	<u>30,274</u>	<u>12,965</u>	<u>(25,288)</u>	<u>17,951</u>
Balance at March 31, 2014	\$ <u><u>606,856</u></u>	<u><u>64,195</u></u>	<u><u>(3,956)</u></u>	<u><u>667,095</u></u>

See accompanying notes to financial statements.

DEIGHTON GRIFFITH SECONDARY SCHOOL

Statement of Revenue and Expenses - General Account

Year ended March 31, 2014
with comparative figures for 2013

(Expressed in Barbados Dollars)

	Notes	Budget Approved In 2014 Estimates	2014	2013
Revenue:				
Government grant	\$	5,128,053	5,063,758	5,113,720
Other income - B.O.M		-	3,480	56
Tuition fees		-	22,113	18,020
Rental of canteen		-	13,500	13,500
Rental of premises		-	13,525	13,700
		<u>5,128,053</u>	<u>5,116,376</u>	<u>5,158,996</u>
Expenses:				
Depreciation	5	-	20,862	25,441
Library		2,499	2,412	863
Maintenance of property		123,735	122,900	123,329
National insurance and levies		338,472	335,397	342,836
Operating expenses	6	38,080	35,127	37,647
Personal emoluments		3,177,466	3,167,612	3,331,434
Other personal emoluments		1,237,816	1,195,892	1,096,497
Professional fees		8,000	8,000	9,600
Rental of property		27,800	25,310	25,351
Supplies and materials		58,825	56,720	36,940
Travel		7,200	7,478	6,572
Utilities		108,160	98,912	101,549
Accounts receivable adjustment		-	9,480	-
		<u>5,128,053</u>	<u>5,086,102</u>	<u>5,138,059</u>
Excess revenue over expenses	\$	<u>-</u>	<u>30,274</u>	<u>20,937</u>

See accompanying notes to financial statements.

DEIGHTON GRIFFITH SECONDARY SCHOOL

Statement of Revenue and Expenses - Text Book Loan Scheme

Year ended March 31, 2014
with comparative figures for 2013

(Expressed in Barbados Dollars)

	<u>2014</u>	<u>2013</u>
Revenue:		
Text book rentals	\$ 63,154	62,825
Other income - Text books	<u>1,740</u>	<u>768</u>
	<u>64,894</u>	<u>63,593</u>
Expenses:		
Depreciation	47,973	48,766
Stipends	3,500	3,500
Other	<u>456</u>	<u>280</u>
	<u>51,929</u>	<u>52,546</u>
Excess revenue over expenses	<u>\$ 12,965</u>	<u>11,047</u>

See accompanying notes to financial statements.

DEIGHTON GRIFFITH SECONDARY SCHOOL

Statement of Revenue and Expenses - Petty Fees

Year ended March 31, 2014
with comparative figures for 2013

(Expressed in Barbados Dollars)

	<u>2014</u>	<u>2013</u>
Revenue:		
Petty fees	\$ 37,022	37,643
Games clothes	2,665	5,000
Other income	<u>2,496</u>	<u>7,366</u>
	<u>42,183</u>	<u>50,009</u>
Expenses:		
Games	15,325	1,159
Stationery and supplies	26,540	9,458
Subscriptions	675	475
Transportation	23,250	16,812
Other	<u>1,681</u>	<u>1,417</u>
	<u>67,471</u>	<u>29,321</u>
Excess (expenses over revenue) revenue over expenses	\$ <u>(25,288)</u>	<u>20,688</u>

See accompanying notes to financial statements.

DEIGHTON GRIFFITH SECONDARY SCHOOL

Statement of Cash Flows

Year ended March 31, 2014
with comparative figures for 2013

(Expressed in Barbados Dollars)

	<u>2014</u>	<u>2013</u>
Cash Flows from Operating Activities		
Excess revenue over expenses - General Fund	\$ 30,274	20,937
Excess revenue over expenses - Text Book Loan Fund	12,965	11,047
Excess (expenses over revenue) revenue over expenses - Petty Fee Fund	<u>(25,288)</u>	<u>20,688</u>
Excess revenue over expenses	17,951	52,672
Adjustment for:		
Depreciation	<u>68,835</u>	<u>74,207</u>
Excess revenue over expenses before working capital changes:	86,786	126,879
Increase (decrease) in net deferred grant / net grant receivable	118,031	(58,766)
(Increase) decrease in accounts receivable and prepaid expenses	(9,260)	27,435
(Decrease) increase in accounts payable and accruals	(2,021)	621
Increase in due to Government departments	<u>6,870</u>	<u>7,090</u>
Net cash from operating activities	<u>200,406</u>	<u>103,259</u>
Cash Flows from Investing Activities		
Purchase of text books	<u>(46,943)</u>	<u>(54,200)</u>
Net cash used in investing activities	<u>(46,943)</u>	<u>(54,200)</u>
Increase in cash during the year	153,463	49,059
Cash, beginning of year	<u>390,599</u>	<u>341,540</u>
Cash, end of year	<u>\$ 544,062</u>	<u>390,599</u>

See accompanying notes to financial statements

DEIGHTON GRIFFITH SECONDARY SCHOOL

Notes to the Financial Statements

March 31, 2014

(Expressed in Barbados Dollars)

1. Establishment and Principal Activity

The Board of Management was established under the Education Act 1981-25, and undertook the responsibilities of administering the School on September 12, 1991.

The Deighton Griffith Secondary School is located at Kingsland, Christ Church.

2. Basis of Presentation

These financial statements were approved by the Board of Management on September 25, 2014.

(a) Basis of Measurement

The financial statements are prepared in accordance with International Financial Reporting Standards promulgated by the International Accounting Standards Board. They are prepared under the historical cost convention.

(b) Functional and Presentation Currency

The financial statements are presented in Barbados dollars which is the School's functional currency. All financial information presented in Barbados dollars has been rounded to the nearest dollar.

(c) Period of Reporting

These financial statements represent the performance, the financial and cash flow position of the Deighton Griffith Secondary School for the year ended March 31, 2014.

3. Significant Accounting Policies

The accounting policies adopted by Deighton Griffith Secondary School are as follows:

(a) Revenue Recognition

Government Grant

The School receives an annual grant from the Government of Barbados to finance both capital and recurrent expenditure. The grant income is recognised to the extent that it is matched with the related costs incurred which it is intended to cover in the year.

Other Revenue

Other revenue is recognised when earned.

(b) Furniture and Equipment

Furniture and equipment are recorded at cost less accumulated depreciation and impairment losses. Depreciation is calculated on the straight-line basis to write off the costs of furniture and fittings, equipment and library books over their estimated useful lives as follows:

Furniture and fittings	10 years
Computer equipment	5 years
Library books	3 years
Text books	3 years

DRIFTON GRIFFITH SECONDARY SCHOOL

Notes to the Financial Statements

March 31, 2014

(Expressed in Barbados Dollars)

4. Cash

	<u>2014</u>	<u>2013</u>
Cash in hand	\$ 500	500
Cash at bank	543,562	390,099
	<u>\$ 544,062</u>	<u>390,599</u>

5. Furniture and Equipment

	<u>Furniture and Fittings</u>	<u>Computer Equipment</u>	<u>Library Books</u>	<u>Text Books</u>	<u>Total</u>
Cost					
At March 31, 2012	\$ 842,539	218,997	69,708	389,427	1,520,671
Additions	<u>-</u>	<u>-</u>	<u>-</u>	54,200	54,200
At March 31, 2013	842,539	218,997	69,708	443,627	1,574,871
Additions	<u>-</u>	<u>-</u>	<u>-</u>	46,943	46,943
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	(23,082)	(23,082)
At March 31, 2014	<u>\$ 842,539</u>	<u>218,997</u>	<u>69,708</u>	<u>467,488</u>	<u>1,598,732</u>
Accumulated Depreciation					
At March 31, 2012	754,449	217,813	69,708	344,463	1,386,433
Charge for the year	<u>24,257</u>	<u>1,184</u>	<u>-</u>	48,766	74,207
At March 31, 2013	778,706	218,997	69,708	393,229	1,460,640
Charge for the year	<u>20,862</u>	<u>-</u>	<u>-</u>	47,973	68,835
Disposals	<u>-</u>	<u>-</u>	<u>-</u>	(23,082)	(23,082)
At March 31, 2014	<u>\$ 799,568</u>	<u>218,997</u>	<u>69,708</u>	<u>418,120</u>	<u>1,506,393</u>
Net Book Value					
At March 31, 2012	<u>\$ 88,090</u>	<u>1,184</u>	<u>-</u>	<u>44,964</u>	<u>134,238</u>
At March 31, 2013	<u>\$ 63,833</u>	<u>-</u>	<u>-</u>	<u>50,398</u>	<u>114,231</u>
At March 31, 2014	<u>\$ 42,971</u>	<u>-</u>	<u>-</u>	<u>49,368</u>	<u>92,339</u>

Plant and equipment reflects only those assets acquired since the Board assumed responsibility for the administration of the School on September 12, 1991.

Land and buildings have not yet been vested in the School, and therefore are not reflected in these financial statements. The School is however responsible for the maintenance and upkeep of the property. Such costs are reflected in current operations. All land and buildings are owned by the Government of Barbados.

DEIGHTON GRIFFITH SECONDARY SCHOOL

Notes to the Financial Statements

March 31, 2014

(Expressed in Barbados Dollars)

6. Operating Expenses

	<u>2014</u>	<u>2013</u>
Advertising	\$ 1,341	1,431
Board member's fees	12,360	14,927
Board members' refreshments	3,309	2,990
Other expenses	5,178	7,465
Prizes and prize day expenses	7,530	8,104
Training and Teachers' Professional Day	3,621	2,000
Uniforms	1,788	730
	<u>35,127</u>	<u>37,647</u>