

Financial Statements of

THE LESTER VAUGHAN SCHOOL

March 31, 2012



THE LESTER VAUGHAN SCHOOL

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INDEPENDENT AUDITORS' REPORT

To the Board of Management of The Lester Vaughan School

Opinion

We have audited the accompanying financial statements of The Lester Vaughan School, which comprise the balance sheet as at March 31, 2012, the statements of revenue and expenses, the statement of changes in consolidated funds and statement of cash flow for the year then ended, and notes comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of The Lester Vaughan School as at March 31, 2012, and its financial performance and its cash flows for the year then ended in accordance with the basis of accounting as set out in note 3 to the financial statements.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the School in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other Matter

The financial statements of The Lester Vaughan School for the year ended March 31, 2011, were audited by another auditor who expressed an unmodified opinion on those statements on November 13, 2012.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the basis of accounting as set out in note 3 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the School or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School's financial reporting process.

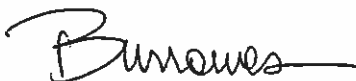
Auditors' Responsibilities for the Audit of the Financial Statements

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

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 School's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the School's to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

A handwritten signature in black ink that reads 'Burrowes'.

Chartered Accountants
Bridgetown, Barbados
February 28, 2018

THE LESTER VAUGHAN SCHOOL

Balance Sheet

As of March 31, 2012
with comparative figures for 2011

(Expressed in Barbados Dollars)

	<u>Notes</u>	<u>2012</u>	<u>2011</u>
Assets			
Cash at bank	5 \$	<u>95,927</u>	<u>135,845</u>
Funds			
Consolidated Funds	\$	<u>95,927</u>	<u>135,845</u>

See accompanying notes to financial statements.

Approved by:


----- Chairman


----- Secretary / Treasurer

THE LESTER VAUGHAN SCHOOL



Statement of Changes in Consolidated Funds

Year ended March 31, 2012
with comparative figures for 2011

(Expressed in Barbados Dollars)

		General Fund	Petty Fees Fund	Text Book Loan Scheme Fund	Rental of Property Fund	Consolidated Funds
Balance at March 31, 2010	\$	33,703	95,127	59,896	30,592	219,318
Excess of expenses over revenue for the year		<u>16,673</u>	<u>(74,110)</u>	<u>(918)</u>	<u>(25,118)</u>	<u>(83,473)</u>
Balance at March 31, 2011		50,376	21,017	58,978	5,474	135,845
Excess of expenses over revenue for the year		<u>(4,199)</u>	<u>(18,952)</u>	<u>(12,522)</u>	<u>(4,245)</u>	<u>(39,918)</u>
Balance at March 31, 2012	\$	<u>46,177</u>	<u>2,065</u>	<u>46,456</u>	<u>1,229</u>	<u>95,927</u>

See accompanying notes to financial statements.

THE LESTER VAUGHAN SCHOOL

Statement of Revenue and Expenses - General Fund

Year ended March 31, 2012
with comparative figures for 2011

(Expressed in Barbados Dollars)

	<u>Notes</u>	Budget Approved in 2012 <u>Estimates</u>	<u>2012</u>	<u>2011</u>
Revenue:				
Government grant	\$	6,032,000	6,263,980	6,181,985
Other		-	150	4,683
		<u>6,032,000</u>	<u>6,264,130</u>	<u>6,186,668</u>
Expenses:				
Personal emoluments		3,747,553	3,793,348	3,732,756
Other personal emoluments		1,395,902	1,545,761	1,480,613
National insurance and levies		398,510	406,411	393,281
Travel expenses		15,000	18,851	18,616
Utilities		140,200	158,760	125,616
Rentals		23,135	19,461	21,049
Library		5,000	957	5,214
Supplies and materials		80,000	69,962	100,032
Maintenance of property- general		125,000	108,530	135,264
Operating expenses		75,000	60,556	78,397
Professional services		8,500	15,000	3,800
Property and plant		18,200	14,682	26,100
VAT expense		-	54,811	48,136
Bank charges		-	1,239	1,121
		<u>6,032,000</u>	<u>6,268,329</u>	<u>6,169,995</u>
Excess of (expenses over revenue) revenue over expenses	\$	<u>-</u>	<u>(4,199)</u>	<u>16,673</u>

See accompanying notes to financial statements.

THE LESTER VAUGHAN SCHOOL

Statement of Revenue and Expenses - Petty Fees Fund

Year ended March 31, 2012
with comparative figures for 2011

(Expressed in Barbados Dollars)

	<u>2012</u>	<u>2011</u>
Revenue:		
Donation	\$ 3,660	13,850
Examination fees	8,350	8,260
Exercise books	2,888	3,708
Games clothes	12,675	11,825
Graph/lab books	824	-
Interest	677	2,540
Loan repayment	750	25,350
Miscellaneous	829	1,427
Petty fees	54,715	53,510
School crests	4,650	5,768
School fees	29,060	30,805
Transportation	1,695	1,375
Unpresented cheques	-	2,841
	<u>120,773</u>	<u>161,259</u>
Expenses:		
Bank charges	129	305
Catering services	11,491	11,843
Crest,badges and pins	-	9,225
Donations	2,780	6,539
Equipment	-	6,879
Examination	8,520	260
Exercise books	9,095	11,042
Games clothes	2,000	14,250
Loan - Continuing Education Programme	200	52,680
Miscellaneous	3,062	8,726
P.E. supplies	2,709	6,579
Refunds	170	239
Repairs and maintenance	50,515	74,429
Services	6,865	2,090
Speech day	1,933	-
Stationery and supplies	11,317	9,666
Transportation	22,910	18,746
VAT	4,214	1,871
Wreaths	1,815	-
	<u>139,725</u>	<u>235,369</u>
Excess of expenses over revenue	\$ <u>(18,952)</u>	<u>(74,110)</u>

See accompanying notes to financial statements.

THE LESTER VAUGHAN SCHOOL

Statement of Revenue and Expenses - Text Book Loan Scheme Fund

Year ended March 31, 2012
with comparative figures for 2011

(Expressed in Barbados Dollars)

	<u>2012</u>	<u>2011</u>
Revenue:		
Interest and other	\$ 1,872	2,093
Lost/damages	1,584	1,080
Textbooks fees	<u>67,050</u>	<u>69,620</u>
	<u>70,506</u>	<u>72,793</u>
Expenses:		
Bank charges	129	-
Equipment	277	-
Examinations fees	-	8,080
Interest withheld	229	262
Loan - Continuing Education Programme	20,000	-
Payment - Textbook Assistants	11,525	11,625
Refunds	206	180
Stationery	863	95
Textbook purchases	48,533	47,724
Textbook repairs	1,050	5,745
VAT expense	<u>216</u>	<u>-</u>
	<u>83,028</u>	<u>73,711</u>
Excess of expenses over revenue	\$ <u>(12,522)</u>	<u>(918)</u>

See accompanying notes to financial statements.

THE LESTER VAUGHAN SCHOOL

Statement of Revenue and Expenses - Rental of Property Fund

Year ended March 31, 2012
with comparative figures for 2011

(Expressed in Barbados Dollars)

	<u>2012</u>	<u>2011</u>
Revenue:		
Other income	\$ 362	25,337
Rental of canteen	18,900	24,600
Rental of premises	28,915	-
Vat refunds	-	64,499
	<u>48,177</u>	<u>114,436</u>
Expenses:		
Advertising	-	4,811
Bank charges	30	32
Cleaning services	2,500	15,573
Electrical and plumbing supplies and services	-	40,697
Equipment	1,400	18,358
Maintenance	33,601	58,915
Miscellaneous	2,237	968
Refund - caution fees	600	200
Repairs to canteen/equipment	9,625	-
VAT expense	2,429	-
	<u>52,422</u>	<u>139,554</u>
Excess of expenses over revenue	\$ <u>(4,245)</u>	<u>(25,118)</u>

See accompanying notes to financial statements.

THE LESTER VAUGHAN SCHOOL

Statement of Cash Flows

Year ended March 31, 2012
with comparative figures for 2011

(Expressed in Barbados Dollars)

	<u>2012</u>	<u>2011</u>
Cash Flows from Operating Activities		
General Fund - excess of (expenses over revenue) revenue over expenses	\$ (4,199)	16,673
Text Book Loan Scheme Fund - excess of expenses over revenue	(12,522)	(918)
Petty Fees Fund - excess of expenses over revenue	(18,952)	(74,110)
Rental of Property Fund - excess of expenses over revenue	<u>(4,245)</u>	<u>(25,118)</u>
Net decrease in cash	(39,918)	(83,473)
Cash, beginning of year	<u>135,845</u>	<u>219,318</u>
Cash, end of year	<u>\$ 95,927</u>	<u>135,845</u>

See accompanying notes to financial statements.

THE LESTER VAUGHAN SCHOOL

Notes to the Financial Statements

Year ended March 31, 2012

(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 from 1997.

The Lester Vaughan School is located at Cane Garden, St. Thomas.

2. Basis of Presentation

These financial statements were approved by the Board of Management on February 28, 2018.

(a) *Basis of Measurement*

The financial statements have been prepared on the historical cost basis and in accordance with the significant accounting policies described in note 3.

(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 Lester Vaughan School for the year ended March 31, 2012.

3. Significant Accounting Policies

The accounting policies adopted by The Lester Vaughan School are as follows:

(a) *Revenue and Expenditure*

The statements of revenue and expenses have been prepared on the cash basis of accounting. Therefore, they do not reflect liability for any charges or expenses incurred prior to the year-end but settled subsequently to that date. The statements also does not reflect the receivables for income due but not received at the year-end date.

(b) *Government Grant*

The School receives an annual grant from the Government of Barbados to finance both capital and recurrent expenditure. The full amount of the grant is taken to income in the year in which it is received.

(c) *Property, Plant and Equipment*

Land and Buildings have not been vested in the School and are therefore not reflected in these financial statements. The School is, however, responsible for the maintenance and upkeep of the property. These costs, together with the cost of improvements to the property are reflected in the statement of revenue and expenses.

THE LESTER VAUGHAN SCHOOL

Notes to the Financial Statements

Year ended March 31, 2012

(Expressed in Barbados Dollars)

4. Commitments

At the year end the School had approved expenditure commitments of \$35,721 (2011 - \$Nil).

5. Cash

	<u>2012</u>	<u>2011</u>
General account	\$ 46,177	50,376
Petty Fees account	2,065	21,017
Text Book Loan Scheme account	46,457	58,978
Rental of Property account	1,228	5,474
	<u>\$ 95,927</u>	<u>135,845</u>

The general fund balance is a combination of the School's chequing account balance \$35,859 (2011 - \$40,182) and the savings account balance \$10,318 (2011 - \$10,194).

6. Staff Costs

	<u>2012</u>	<u>2011</u>
Statutory personal emoluments	\$ 3,793,348	3,732,756
Other personal emoluments	1,545,761	1,480,613
National Insurance	406,411	393,281
	<u>\$ 5,745,520</u>	<u>5,606,650</u>
Average number of employees at the end of year	<u>97</u>	<u>97</u>

