

**St. Leonard's Boys' Secondary School**

Financial Statements  
Year ended March 31, 2011  
(expressed in Barbados dollars)



**C.C. Clarke & Co.**

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Chartered Accountants

**St. Leonard's Boys' Secondary School**  
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**Year ended March 31, 2011**

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**C.C. Clarke & Co.**

Chartered Accountants

## INDEPENDENT AUDITORS' REPORT

To the Board and Management of  
St. Leonard's Boys' Secondary School

We have audited the accompanying financial statements of St. Leonard's Boys' Secondary School, which comprise the balance sheet as of March 31, 2011 and the related statements of revenue and expenditure and cash flows 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. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### Auditors' 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. These standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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 procedure selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, 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 qualified audit opinion.

### Basis for Qualified Opinion

The School accounts for all income, except government grants and expenditure on a cash basis. This is not in accordance with International Accounting Standard No. 1 which requires an entity to prepare its financial statements, except for cash flow information using the accrual basis of accounting.

### Qualified Opinion

In our opinion, except for the effect on the financial statements of the matter referred to in the preceding paragraph, the financial statements present fairly, in all material respects, the financial position of St. Leonard's Boys' Secondary School as at March 31, 2011, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Chartered Accountants  
Barbados, West Indies  
September 12, 2011

**St. Leonard's Boys' Secondary School**

General Fund

Statement of Revenue and Expenditure

Year ended March 31, 2011

(expressed in Barbados Dollars)

	Provision shown in Approved 2011 estimates \$	2011 Actual \$	2010 Actual \$
<b>Revenue</b>			
Government Grants	6,370,410	6,262,635	6,511,556
Transfers	-	20,982	-
Other Income	-	746	92,010
	<u>6,370,410</u>	<u>6,284,273</u>	<u>6,603,566</u>
<b>Expenditure</b>			
Personal emoluments	3,946,254	5,134,806	5,047,351
Other personal emoluments	1,414,191	101,026	36,237
National insurance and levies	391,182	394,346	371,914
Telephone allowance	-	3,345	1,243
Travel expenses	5,500	12,864	15,123
Grants to Institutions	486,183	-	-
Utilities	-	190,651	125,495
Library	-	10,302	18,978
Property rental	-	50,136	42,166
Supplies and materials	-	116,587	108,253
Operating expenses	-	91,751	278,218
Assets under construction	-	-	312,000
Plant, equipment and furniture	127,100	32,986	109,127
Professional fees	-	12,650	12,650
Maintenance of property	-	142,226	119,311
	<u>6,370,410</u>	<u>6,293,676</u>	<u>6,286,066</u>
(Deficit)/Surplus for the year	-	(9,403)	5,500

The accompanying notes form an integral part of these financial statements.

**St. Leonard's Boys' Secondary School**  
**Textbooks Loan Scheme Fund**  
**Statement of Revenue and Expenditure**  
**Year ended March 31, 2011**  
**(expressed in Barbados Dollars)**

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	2011	2010
	\$	\$
<b>Revenue</b>		
Rental Fees	77,263	73,973
Bank Interest	<u>1,689</u>	<u>619</u>
	<b><u>78,952</u></b>	<b><u>74,592</u></b>
<b>Expenditure</b>		
Purchases	36,148	12,531
Supplies	5,629	7,048
Stipends	12,845	6,250
Examinations	650	-
Bank Charges	<u>392</u>	<u>124</u>
	<b><u>55,664</u></b>	<b><u>25,953</u></b>
<b>Surplus for the year</b>	<b><u>23,288</u></b>	<b><u>48,639</u></b>

The accompanying notes form an integral part of these financial statements.

**St. Leonard's Boys' Secondary School**  
**Petty Fees Fund**  
**Statement of Revenue and Expenditure**  
**Year ended March 31, 2011**  
**(expressed in Barbados Dollars)**

	2011	2010
	\$	\$
<b>Revenue</b>		
Petty Fees	79,031	86,660
Transfers from other accounts	15,700	-
Bank Interest	1,148	722
Donations	<u>2,123</u>	<u>1,400</u>
	<b><u>98,002</u></b>	<b><u>88,782</u></b>
<b>Expenditure</b>		
Transportation	32,805	15,100
Stationery	19,539	8,148
Stipends	36,866	7,362
Games	19,869	12,599
Uniforms	3,839	11,509
Bank Charges	<u>477</u>	<u>400</u>
	<b><u>113,395</u></b>	<b><u>55,118</u></b>
 (Deficit)/Surplus for the year	 <b><u>(15,393)</u></b>	 <b><u>33,664</u></b>

The accompanying notes form an integral part of these financial statements.

**St. Leonard's Boys' Secondary School**  
**Canteen Fund**  
**Statement of Revenue and Expenditure**  
**Year ended March 31, 2011**  
**(expressed in Barbados Dollars)**

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	2011	2010
	\$	\$
<b>Revenue</b>		
Rental Fees	1,900	7,000
Bank Interest	<u>114</u>	<u>175</u>
	<u>2,014</u>	<u>7,175</u>
 <b>Expenditure</b>		
Meals	345	3,462
Repairs	4,085	1,388
Utilities	<u>1,004</u>	<u>-</u>
	<u>5,434</u>	<u>4,850</u>
 (Deficit)/Surplus for the year	<u>(3,420)</u>	<u>2,325</u>

The accompanying notes form an integral part of these financial statements.

**St. Leonard's Boys' Secondary School**  
**Collections Fund**  
**Statement of Revenue and Expenditure**  
**Year ended March 31, 2011**  
**(expressed in Barbados Dollars)**

	2011	2010
	\$	\$
<b>Revenue</b>		
Rental Fees	6,200	5,675
Donations	5,290	11,681
Fifth year Seminar	-	11,000
Examination fees	8,230	7,430
Ticket Sales	2,943	6,900
School Choir Fundraising receipts	10,455	18,650
Lessons	5,070	3,160
Miscellaneous	2,384	8,290
Bank Interest	265	540
	<u>40,837</u>	<u>73,326</u>
<b>Expenditure</b>		
Purchase of Equipment	3,719	2,739
Speech Day	950	1,550
Examination Fees	8,835	8,840
Student welfare assistance	4,124	6,167
School choir	31,570	2,065
Sports	2,800	4,947
Third year graduation	200	2,679
Fifth year seminar	-	10,699
Miscellaneous	4,817	9,609
Bank Charges	168	304
	<u>57,183</u>	<u>49,599</u>
<b>(Deficit)/Surplus for the year</b>	<u><b>(16,346)</b></u>	<u><b>23,727</b></u>

The accompanying notes form an integral part of these financial statements.

**St. Leonard's Boys' Secondary School**  
**Staff room Fund**  
**Statement of Revenue and Expenditure**  
**Year ended March 31, 2011**  
**(expressed in Barbados Dollars)**

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	2011	2010
	\$	\$
<b>Revenue</b>		
VAT Refund	90,992	263,418
Bank Interest	<u>4,625</u>	<u>919</u>
	<u>95,617</u>	<u>264,337</u>
<b>Expenditure</b>		
Transfers	15,892	72,000
Civil Works	248,642	-
Miscellaneous	7,813	11,748
Bank Charges	<u>608</u>	<u>67</u>
	<u>272,955</u>	<u>83,815</u>
 (Deficit)/Surplus for the year	 <u>(177,338)</u>	 <u>180,522</u>

The accompanying notes form an integral part of these financial statements.

**St. Leonard's Boys' Secondary School**  
**Information Technology Fund**  
**Statement of Revenue and Expenditure**  
**Year ended March 31, 2011**  
**(expressed in Barbados Dollars)**

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	2011	2010
	\$	\$
<b>Revenue</b>		
Transfers	-	312,000
Bank Interest	<u>4,746</u>	<u>5,436</u>
	<u>4,746</u>	<u>317,436</u>
<b>Expenditure</b>		
Transfers	5,000	40,507
Consultant Fees	17,963	76,644
Contractor Fees	350,912	12,900
Bank Charges	<u>152</u>	<u>41</u>
	<u>347,027</u>	<u>130,092</u>
<b>(Deficit)/Surplus for the year</b>	<u>(369,281)</u>	<u>187,344</u>

The accompanying notes form an integral part of these financial statements.

**St. Leonard's Boys' Secondary School**  
**Balance Sheet**  
**As of March 31, 2011**  
**(expressed in Barbados Dollars)**

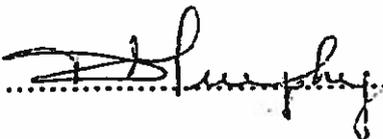
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	2011	2010
	\$	\$
<b>Current Assets</b>		
Cash (note 3)	<u>234,248</u>	<u>802,141</u>
<b>Consolidated Fund</b>	<u>234,248</u>	<u>802,141</u>

The accompanying notes form an integral part of these financial statements.

Approved by the Board of Management on September 12, 2011

  
.....Chairman

  
..... Secretary/Treasurer

St. Leonard's Boys' Secondary School  
 Consolidated Fund  
 Year ended March 31, 2011  
 (expressed in Barbados dollars)

	General Fund	Textbook Loan Scheme Fund	Petty Fees Fund	Canteen Fund	Collections Fund	Staffroom Fund	Information Technology Fund	Consolidated Fund
	\$	\$	\$	\$	\$	\$	\$	\$
Balance at March 2009	3,698	253	4,522	4,529	23,787	34,669	238,090	319,548
Surplus for the year	5,500	48,639	34,064	2,325	24,200	180,522	87,344	482,593
Balance at March 31, 2010	9,198	48,892	48,586	6,853	47,987	215,191	425,434	802,141
(Deficit) surplus for the year	(9,403)	23,288	(15,395)	(3,420)	(16,346)	(177,338)	(369,281)	(567,893)
Balance at March 31, 2011	(205)	72,180	33,191	3,433	31,641	37,853	56,153	234,248

**St. Leonard's Boys' Secondary School**  
**Statement of CashFlows**  
**Year ended March 31, 2011**  
**(expressed in Barbados dollars)**

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	2011	2010
	\$	\$
<b>Cash flows from operating activities</b>		
(Deficit) surplus - General Fund	(9,403)	5,500
Surplus - Text Books Loan Scheme Fund	23,288	48,639
(Deficit) surplus - Petty Fees Account Fund	(15,393)	34,064
(Deficit) surplus - Canteen Fund	(3,420)	2,325
(Deficit) surplus - Collections Fund	(16,346)	24,200
(Deficit) surplus - Staffroom Fund	(177,338)	180,522
(Deficit) surplus - Information Technology Fund	(369,281)	187,343
	<hr/>	<hr/>
Net (deficit) surplus for the year	(567,893)	482,593
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Net (decrease) increase in cash	(567,893)	482,593
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Cash - beginning of year	802,141	319,548
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Cash - end of year	234,248	802,141
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# **St. Leonard's Boys' Secondary School**

Notes to Financial Statements

Year ended March 31, 2011

(expressed in Barbados dollars)

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## **1. Establishment of Board of Management**

The Board of Management was established under the Education Act 1981-25, and undertook the responsibilities of administering the School in 1983.

## **2. Significant Accounting Policies**

### **Basis of accounting**

These financial statements are prepared on a cash basis in accordance with the International Financial Reporting Standards promulgated by the Accounting Standards Board except as indicated below. They are prepared under the historical cost convention.

### **Government grant**

The school receives an annual grant from the Government of Barbados to finance both capital and revenue expenditure. The full amount of the grant is taken to income in the year in which it is received to match it with the related costs which it is intended to compensate.

### **Recognition of revenue and expenditure and assets and liabilities**

Revenue and expenditure excluding government grants are recorded on a 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. Also, certain of the School's assets and liabilities are not recognised in the balance sheet. This practice is not in accordance with International Financial Reporting Standards.

At the end of the year, accounts receivable related to VAT refunds totalling \$68,697 (2010 - \$67,613) were not accounted for in the balance sheet.

## St. Leonard's Boys' Secondary School

Notes to Financial Statements

Year ended March 31, 2011

(Expressed in Barbados dollars)

### 3. Cash

	2011	2010
	\$	\$
General Fund	(205)	9,198
Text Book Loan Scheme Fund	72,180	48,892
Petty Fees Account Fund	33,193	48,586
Canteen Fund	3,433	6,853
Collections Fund	31,641	47,987
Staffroom Fund	37,853	215,191
Information Technology Fund	56,153	25,434
	<u>234,248</u>	<u>802,141</u>

### 4. Reconciliation of amount paid by School

	Total	Ministry of Education	Board of Management
	\$	\$	\$
Personal and other emoluments	5,235,831	5,134,806	101,026
National Insurance	394,346	387,121	7,224
Principal travel	12,864	7,350	5,514
Principal telephone	3,345	3,345	-
	<u>5,646,386</u>	<u>5,532,622</u>	<u>113,764</u>
Direct Payments ( as above)			5,532,622
Received by School			<u>730,013</u>
Total grants for year			<u>6,262,635</u>

Number of employees 2011 – 90 (2010 – 95)

