

# **APPENDIX III**

**Deighton Griffith Secondary School**

**Financial Statements**

**For the Year 31<sup>st</sup> March 2011**

**Deighton Griffith Secondary School  
Financial Statements  
For the Year Ended March 31<sup>st</sup> 2011  
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**Independent Auditors' Report**

**To The Board of Management  
Deighton Griffith Secondary School**

We have audited the accompanying financial statements of Deighton Griffith Secondary School, which comprises the balance sheet as at 31<sup>st</sup> March 2011, the 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 controls 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 of Auditing. Those 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 procedures selected depend on the auditors' 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 auditors consider internal control relevant to the School'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 at 31<sup>st</sup> March 2011, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

*E. G. Hutson & Co.*

**Chartered Accountants**

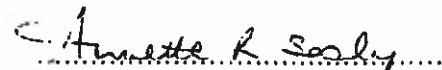
**Barbados  
31<sup>st</sup> July 2011**

**Deighton Griffith Secondary School**  
**Balance Sheet**  
**As at 31<sup>st</sup> March 2011**

	Notes	2011 \$	2010 \$
<b>Assets</b>			
<b>Current Assets</b>			
Cash	4	504,230	748,365
Accounts receivable and prepaid expenses		65,829	27,049
		<b>570,059</b>	<b>775,414</b>
<b>Less: Current Liabilities</b>			
Accounts payable and accruals		25,471	85,608
		<b>544,588</b>	<b>689,806</b>
<b>Working Capital</b>			
<b>Non-Current Assets</b>			
Plant and equipment	2(b) & 3	179,399	237,867
<b>Net Assets</b>		<b>723,987</b>	<b>927,673</b>
<b>Consolidated Funds</b>		<b>723,987</b>	<b>927,673</b>

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

  
 .....  
 Rodley Trotman - Chairman

  
 .....  
 Annette R. Sealy - Secretary/Treasure

**Deighton Griffith Secondary School  
General Account  
Statement of Revenue and Expenditure  
Year ended March 31<sup>st</sup> 2011**

		Budget Approved In 2011 Estimates \$	2011 Actual \$	2010 Actual \$
<b>Revenue</b>				
Government grant		5,246,842	5,250,182	5,299,142
Other income		-	75,575	12,475
Rental of canteen		-	13,000	12,000
Rental of premises		-	3,550	4,300
VAT refund		-	-	61,233
		<u>5,246,842</u>	<u>5,342,307</u>	<u>5,389,150</u>
<b>Expenditure</b>				
Depreciation – furniture and fittings	3	-	36,336	44,339
Depreciation – computer equipment	3	-	1,287	7,625
Depreciation – library books	3	-	2,888	2,893
Library		-	3,176	3,917
Maintenance of property – building		-	150,982	62,238
Maintenance of property – general	5	-	108,246	109,578
National insurance and levies		296,980	319,901	313,308
Operating expenses	6	532,500	216,896	252,639
Other personal emoluments		1,162,287	685,156	684,477
Personal emoluments		3,246,855	3,774,939	3,722,525
Professional fees		-	9,200	18,800
Rental of property		-	29,855	26,958
Supplies and materials		-	52,688	72,324
Travel		8,220	7,734	8,216
Utilities		-	122,601	107,890
		<u>5,246,842</u>	<u>5,521,885</u>	<u>5,437,727</u>
<b>Deficit</b>		-	<u>(179,578)</u>	<u>(48,577)</u>

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

**Deighton Griffith Secondary School  
Text Book Loan Scheme Account  
Statement of Revenue and Expenditure  
Year ended 31<sup>st</sup> March 2011**

	2011 \$	2010 \$
<b>Revenue</b>		
Other income	3,091	2,250
Text book rentals	55,380	61,575
	58,471	63,825
 <b>Expenditure</b>		
Depreciation	67,276	76,342
Stipends	6,800	5,510
	74,076	81,852
 <b>Deficit</b>	(15,605)	(18,027)

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

**Deighton Griffith Secondary School  
Petty Fees Account  
Statement of Revenue and Expenditure  
Year ended 31<sup>st</sup> March 2011**

	2011	2010
	\$	\$
<b>Revenue</b>		
Petty fees	32,590	36,285
Other Income	21,155	23,508
	53,745	59,793
 <b>EXPENDITURE</b>		
First aid supplies	383	100
Games	36,540	20,040
Miscellaneous	-	98
Stationery and supplies	25,265	48,562
Subscriptions	30	-
Travel	30	92
Trophies and prizes	-	16
	62,248	68,908
 <b>Deficit</b>	(8,503)	(9,115)

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

**Deighton Griffith Secondary School**  
**Statement of Changes in Consolidated Funds**  
**Year ended 31<sup>st</sup> March 2011**

	<b>General Fund \$</b>	<b>Text Book Loan Scheme Fund \$</b>	<b>Petty Fees Fund \$</b>	<b>Consolidated Funds \$</b>
<b>Balance at 31-3-09</b>	913,512	72,396	17,484	1,003,392
<b>Deficit for the year</b>	(48,577)	(18,027)	(9,115)	(75,719)
<b>Balance at 31-3-10</b>	864,935	54,369	8,369	927,673
<b>Deficit for the year</b>	(179,578)	(15,605)	(8,503)	(203,686)
<b>Balance at 31-3-11</b>	<u>685,357</u>	<u>38,764</u>	<u>(134)</u>	<u>723,987</u>

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



**Deighton Griffith Secondary School**  
**Statement of Cash Flows**  
**Year ended 31<sup>st</sup> March 2011**

	2011	2010
	\$	€
<b>Cash Flows from Operating Activities</b>		
Deficit – General account	(179,578)	(48,570)
Deficit – Text book loan scheme account	(15,605)	(18,020)
Deficit – Petty fees account	(8,503)	(9,110)
	<hr/>	<hr/>
Net Deficit for the year	(203,686)	(75,710)
<b>Adjustment for:</b>		
Depreciation	107,786	131,190
	<hr/>	<hr/>
Operating (Deficit) Surplus before working capital changes	(95,900)	55,480
(Increase) Decrease in accounts receivable and prepaid expenses	(38,780)	73,800
(Decrease) Increase in accounts payable and accruals	(60,137)	30,080
	<hr/>	<hr/>
Net Cash from (Used in) Operating Activities	(194,817)	159,360
<b>Cash Flows from Investing Activities</b>		
Purchase of plant and equipment	(49,318)	(117,850)
	<hr/>	<hr/>
Net Cash Used in Investing Activities	(49,318)	(117,850)
	<hr/>	<hr/>
Net (Decrease) Increase in Cash and Equivalents	(244,135)	41,510
Cash and Equivalents – beginning of year	748,365	706,855
	<hr/>	<hr/>
Cash and Equivalents – end of year	504,230	748,365
	<hr/> <hr/>	<hr/> <hr/>

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

**Deighton Griffith Secondary School**  
**Notes to Financial Statements**  
**Year ended 31<sup>st</sup> March 2011**

**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 on September 12, 1991.

**2. Significant Accounting Policies**

**(a) Basis of Preparation**

These 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) Depreciation**

Depreciation is calculated on the straight-line basis to write off the costs of plant and equipment over their estimated useful lives as follows:-

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

**(c) Government Grants**

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 to match it with the related costs which it is intended to cover.

**(d) Income and Expenses recognition**

The statements of income and expenditure have been prepared on the accrual basis.

**Deighton Griffith Secondary School**  
**Notes to Financial Statements**  
**Year ended 31<sup>st</sup> March 2010**

**3. Plant and Equipment**

	Furniture & Fittings \$	Computer Equipment \$	Library Books \$	Text Books \$	Total \$
<b>Cost/Valuation</b>					
31-3-09	817,311	218,997	64,563	1,174,557	2,275,428
Additions	25,228	-	5,145	87,483	117,856
31-3-10	842,539	218,997	69,708	1,262,040	2,393,284
Additions	-	-	-	49,318	49,318
31-3-11	<b>842,539</b>	<b>218,997</b>	<b>69,708</b>	<b>1,311,358</b>	<b>2,442,602</b>
<b>Accumulated Depreciation</b>					
31-3-09	648,587	207,717	62,213	1,105,701	2,024,218
Charge for the year	44,339	7,625	2,893	76,342	131,199
31-3-10	692,926	215,342	65,106	1,182,043	2,155,417
Charge for the year	36,336	1,287	2,888	67,275	107,786
31-3-11	<b>729,262</b>	<b>216,629</b>	<b>67,994</b>	<b>1,249,318</b>	<b>2,263,203</b>
<b>Net Book Value</b>					
31-3-09	168,724	11,280	2,350	68,856	251,210
31-3-10	149,613	3,655	4,602	79,997	237,807
31-3-11	<b>113,277</b>	<b>2,368</b>	<b>1,714</b>	<b>62,040</b>	<b>179,399</b>

**Deighton Griffith Secondary School**  
**Notes to Financial Statements**  
**Year ended 31<sup>st</sup> March 2010**

**3. Plant and Equipment (cont'd)**

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 cost are reflected in current operations. All land and buildings are owned by the Government of Barbados.

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

**4. Cash**

	2011	2010
	\$	\$
Cash in hand	1,400	1,400
General account	489,680	731,479
Petty fees account	4,812	13,316
Text book loan scheme account	8,338	2,170
	504,230	748,365
	504,230	748,365

The excess of expenditure over the government grant received was covered by funds from Savings resulting in a reduction in the General Account.

**5. Maintenance of Property**

	2011	2010
	\$	\$
Insurance	22,431	18,059
Maintenance of grounds and fences	14,836	11,420
Plumbing and electrical maintenance	20,608	19,601
Repair to plant and equipment	50,371	60,498
	108,246	109,578
	108,246	109,578

**Deighton Griffith Secondary School**  
**Notes to Financial Statements**  
**Year ended 31<sup>st</sup> March 2010**

**6. Operating Expenses**

Advertising	14,027	4,165
Board members' fees	11,970	8,743
Board members' refreshments	6,487	3,166
Donations	3,450	1,363
Medical supplies	120	-
Miscellaneous	9,981	1,572
Prizes and prize day expenses		11,041
<b>Programme supplies</b>		
Art and Craft	11,968	18,629
Business Studies	3,905	3,959
Cadets, Scouts, Guides, etc	779	-
English Language	3,812	860
Examinations	5,948	10,015
General Science	10,651	15,983
General Studies	935	2,287
Guidance	1,665	948
Home Economics	8,035	15,223
Industrial Arts	31,526	36,033
Mathematics and Computer Science	428	3,362
Modern Languages	605	1,775
Music	1,790	4,848
Physical Education	22,530	39,080
Security	51,529	56,737
Training and teachers' professional day	12,350	6,250
Transportation	-	2,500
Uniforms	2,405	4,100
	<u>216,896</u>	<u>252,639</u>

