

APPENDIX I

Deighton Griffith Secondary School

**Financial Statements
Year Ended March 31, 2009
(Expressed in Barbados dollars)**



CHARTERED ACCOUNTANTS

Deighton Griffith Secondary School
Index to Financial Statements
Year Ended March 31, 2009

| | Page |
|--|-------------|
| Independent Auditors' Report | 1 |
| Statement of Revenue and Expenditure – General Account | 2 |
| Statement of Revenue and Expenditure – Text Book Loan Scheme Account | 3 |
| Statement of Revenue and Expenditure – Petty Fees Account | 4 |
| Balance Sheet | 5 |
| Statement of Cash Flows | 6 |
| Notes to Financial Statements | 7-10 |
| Management Information – Schedule 1 | 11 |



Skeete, Best & Co. Chartered Accountants
Tudor Bridge, St. Michael
Barbados, W.I.
Tel. (246) 424-6626 Fax. (246) 425-5348
Email: wb.skeetebest@caribsurf.com



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 of March 31, 2009, and statements of income 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.

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 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 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 School'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, 2009, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Skeete, Best & Co

Chartered Accountants

Barbados, W.I.
August 21, 2009

Deighton Griffith Secondary School
General Account
Statement of Revenue and Expenditure
Year ended March 31, 2009
(expressed in Barbados Dollars)

| | Budget | | |
|--|--------------------|------------------|------------------|
| | Approved In | | |
| | 2009 | 2009 | 2008 |
| | Estimates | Actual | Actual |
| | \$ | \$ | \$ |
| Revenue | | | |
| Government grant | 5,247,410 | 5,501,938 | 4,848,942 |
| Other income | - | 13,218 | 8,051 |
| Rental of canteen | - | 8,000 | 8,800 |
| Rental of premises | - | 3,475 | 17,650 |
| VAT refund | - | 100,849 | 54,035 |
| | 5,247,410 | 5,627,480 | 4,937,478 |
| Expenditure | | | |
| Depreciation - furniture and fittings (Note 3) | - | 49,270 | 51,641 |
| Depreciation - computer equipment (Note 3) | - | 11,573 | 33,275 |
| Depreciation - library books (Note 3) | - | 2,801 | 1,629 |
| Entertainment allowances | - | 6,334 | 6,384 |
| Library | - | 4,870 | 3,403 |
| Maintenance of property - building | 378,275 | 382,922 | 69,128 |
| Maintenance of property - general (Schedule 1) | - | 160,989 | 188,420 |
| National insurance and levies | 282,191 | 293,673 | 281,796 |
| Operating expenses - (Schedule 1) | 674,230 | 261,421 | 231,707 |
| Other personal emoluments | 1,019,900 | 661,623 | 682,388 |
| Personal emoluments | 2,884,594 | 3,462,322 | 3,393,921 |
| Professional fees | - | 8,625 | 11,788 |
| Supplies and materials | - | 52,217 | 44,025 |
| Travel allowances | 8,220 | 7,140 | 7,116 |
| Utilities | - | 112,554 | 104,193 |
| | 5,247,410 | 5,478,334 | 5,110,814 |
| Surplus (deficit) (Note 5) | - | 149,146 | (173,336) |

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 March 31, 2009
(expressed in Barbados Dollars)

| | 2009 \$ | 2008 \$ |
|-----------------------------------|---------------|----------------|
| Revenue | | |
| Other income | 16,617 | 8,851 |
| Text book rentals | 64,050 | 64,575 |
| | <u>80,667</u> | <u>73,426</u> |
| Expenditure | | |
| Depreciation (Note 3) | 69,953 | 73,952 |
| Stipends | 4,500 | 5,000 |
| Stationery | - | 27 |
| | <u>74,453</u> | <u>78,979</u> |
| Surplus (deficit) (Note 5) | <u>6,214</u> | <u>(5,553)</u> |

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 March 31, 2009

(expressed in Barbados Dollars)

| | 2009 | 2008 |
|-----------------------------------|---------------|----------------|
| | \$ | \$ |
| Revenue | | |
| Petty fees | 36,030 | 39,343 |
| Petty fees - other | 25,529 | 26,789 |
| | <u>61,559</u> | <u>66,132</u> |
| | | |
| Expenditure | | |
| First aid supplies | 662 | - |
| Games | 17,098 | 21,179 |
| Miscellaneous | 121 | 81 |
| Stationery and supplies | 36,230 | 47,220 |
| Travel | 84 | 27 |
| Trophies and prizes | 101 | - |
| | <u>54,296</u> | <u>68,507</u> |
| | | |
| Surplus (deficit) (Note 5) | <u>7,263</u> | <u>(2,375)</u> |

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

Deighton Griffith Secondary School
Balance Sheet
As of 31st March 2009
(Expressed in Barbados Dollars)

| | 2009 | 2008 |
|--|------------------|----------------|
| | \$ | \$ |
| Assets | | |
| Current Assets | | |
| Cash (Note 4) | 706,855 | 518,090 |
| Accounts receivable and prepaid expenses | 100,849 | 100,802 |
| | <u>807,704</u> | <u>618,892</u> |
| Less: Current Liabilities | | |
| Accounts payable and accruals | 43,357 | 46,750 |
| Department funds | 12,165 | 10,665 |
| | <u>55,522</u> | <u>57,415</u> |
| Working capital | 752,182 | 561,477 |
| Non-Current Assets | | |
| Plant and equipment (Note 3) | 251,210 | 279,292 |
| Net assets | <u>1,003,392</u> | <u>840,769</u> |
| Consolidated funds (Note 5) | <u>1,003,392</u> | <u>840,769</u> |


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

Approved by the Board of Management on August 21, 2009

Chairman



Secretary/Treasurer



Deighton Griffith Secondary School

Statement of Cash Flows

Year ended 31st March 2009

(Expressed in Barbados Dollars)

| | 2009 | 2008 |
|---|-----------|-----------|
| | \$ | \$ |
| Cash flows from operating activities | | |
| Surplus (deficit) - general account | 149,146 | (173,336) |
| Surplus (deficit) - text book loan scheme account | 6,214 | (5,553) |
| Surplus (deficit) - petty fees account | 7,263 | (2,375) |
| | <hr/> | <hr/> |
| Net surplus (deficit) for the year | 162,623 | (181,264) |
| Adjustment for: | | |
| Depreciation | 133,597 | 160,497 |
| | <hr/> | <hr/> |
| Operating surplus (deficiency) before working capital changes | 296,220 | (20,767) |
| Increase in accounts receivable and prepaid expenses | (47) | (12,879) |
| Decrease in accounts payable and accruals | (1,893) | (23,962) |
| | <hr/> | <hr/> |
| Net cash from (used in) operating activities | 294,280 | (57,608) |
| | <hr/> | <hr/> |
| Cash flows from investing activities | | |
| Purchase of plant and equipment | (105,515) | (90,839) |
| | <hr/> | <hr/> |
| Net cash used in investing activities | (105,515) | (90,839) |
| | <hr/> | <hr/> |
| Net increase (decrease) in cash | 188,765 | (148,447) |
| Cash - beginning of year | 518,090 | 666,537 |
| | <hr/> | <hr/> |
| Cash - end of year | 706,855 | 518,090 |

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

Deighton Griffith Secondary School
Notes to Financial Statements
Year ended March 31, 2009
(expressed in Barbados Dollars)

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

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.

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 |
| Textbooks | 3 years |

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.

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 March 31, 2009
(expressed in Barbados Dollars)

| 3. Plant and equipment | Furniture & Fittings | Computer Equipment | Library Books | Text Books | Total |
|---------------------------------|---------------------------------|---------------------------|----------------------|-------------------|------------------|
| | \$ | \$ | \$ | \$ | \$ |
| Cost/Valuation | | | | | |
| March 31, 2007 | 771,579 | 213,078 | 61,045 | 1,033,372 | 2,079,074 |
| Additions | 14,681 | - | - | 76,158 | 90,839 |
| March 31, 2008 | 786,260 | 213,078 | 61,045 | 1,109,530 | 2,169,913 |
| Additions | 31,051 | 5,919 | 3,518 | 65,027 | 105,515 |
| March 31, 2009 | 817,311 | 218,997 | 64,563 | 1,174,557 | 2,275,428 |
| Accumulated depreciation | | | | | |
| March 31, 2007 | 547,676 | 162,869 | 57,782 | 961,797 | 1,730,124 |
| Charge for the year | 51,641 | 33,275 | 1,630 | 73,951 | 160,497 |
| March 31, 2008 | 599,317 | 196,144 | 59,412 | 1,035,748 | 1,890,621 |
| Charge for the year | 49,270 | 11,573 | 2,801 | 69,953 | 133,597 |
| March 31, 2009 | 648,587 | 207,717 | 62,213 | 1,105,701 | 2,024,218 |
| Net book value | | | | | |
| March 31, 2007 | 223,903 | 50,209 | 3,263 | 71,575 | 348,950 |
| March 31, 2008 | 186,943 | 16,934 | 1,633 | 73,782 | 279,292 |
| March 31, 2009 | 168,724 | 11,280 | 2,350 | 68,856 | 251,210 |

Deighton Griffith Secondary School
Notes to Financial Statements
Year ended March 31, 2009
(expressed in Barbados Dollars)

3. Plant and equipment...continued

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.

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

| | 2009 | 2008 |
|-------------------------------|----------------|----------------|
| | \$ | \$ |
| Cash in hand | 1,700 | 1,900 |
| General account | 679,182 | 496,352 |
| Petty Fees account | 22,431 | 14,597 |
| Text Book Loan Scheme account | <u>3,542</u> | <u>5,241</u> |
| | <u>706,855</u> | <u>518,090</u> |

Deighton Griffith Secondary School
 Notes to Financial Statements
 Year ended March 31, 2009
 (expressed in Barbados Dollars)

| 5. Consolidated Funds | General Fund | Text Book Loan Scheme Fund | Petty Fees Fund | Consolidated Funds |
|---------------------------|--------------|----------------------------|-----------------|--------------------|
| | \$ | \$ | \$ | \$ |
| Balance at March 31, 2007 | 937,702 | 71,735 | 12,596 | 1,022,033 |
| Deficit for the year | (173,336) | (5,553) | (2,375) | (181,264) |
| Balance at March 31, 2008 | 764,366 | 66,182 | 10,221 | 840,769 |
| Surplus for the year | 149,146 | 6,214 | 7,263 | 162,623 |
| Balance at March 31, 2009 | 913,512 | 72,396 | 17,484 | 1,003,392 |

Deighton Griffith Secondary School
Management Information
Year ended 31st March 2009
(Expressed in Barbados Dollars)

Schedule 1

| | 2009 | 2008 |
|-------------------------------------|----------------|----------------|
| | \$ | \$ |
| Maintenance of property | | |
| Equipment rental | 19,941 | 19,941 |
| Insurance | 18,692 | 22,401 |
| Maintenance of grounds and fences | 7,598 | 18,418 |
| Plumbing and electrical maintenance | 25,396 | 66,591 |
| Repairs to plant and equipment | 80,627 | 53,539 |
| Sanitary disposal units | 8,735 | 7,530 |
| | 160,989 | 188,420 |
| Operating expenses | | |
| Advertising | 6,783 | 4,163 |
| Board members' fees | 7,337 | 4,203 |
| Donations | 14,866 | 11,438 |
| Medical supplies | 683 | 1,056 |
| Miscellaneous | 17,984 | 10,227 |
| Prizes and prize day expenses | 12,906 | 15,467 |
| Programme supplies: | | |
| Arts and craft | 15,322 | 12,082 |
| Business studies | 2,058 | 3,477 |
| Cadets, scouts, guides, etc. | 705 | 658 |
| English language | 1,531 | - |
| Examinations | 7,806 | 12,774 |
| General science | 9,791 | 12,776 |
| General studies | 4,323 | 1,262 |
| Guidance | 1,274 | 1,126 |
| Home economics | 12,334 | 15,922 |
| Industrial arts | 19,417 | 21,954 |
| Mathematics and computer science | 4,456 | 777 |
| Modern languages | 1,530 | - |
| Music | 3,846 | 1,217 |
| Physical education | 55,245 | 52,734 |
| Security | 48,945 | 41,914 |
| Training | 5,580 | 3,400 |
| Travel | 2,913 | 1,682 |
| Uniforms | 3,786 | 1,398 |
| | 261,421 | 231,707 |

