

APPENDIX II

Deighton Griffith Secondary School

Financial Statements

For the Year 31st March 2010

**Deighton Griffith Secondary School
Financial Statements
For the Year Ended March 31st 2010
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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 comprise the balance sheet as at 31st March 2010, 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 31st March 2010, 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
30th June 2010


**Deighton Griffith Secondary School
Balance Sheet
As at 31st March 2010**

	Notes	2010 \$	2009 \$
Assets			
Current Assets			
Cash	4	748,365	706,855
Accounts receivable and prepaid expenses		27,049	100,849
		<u>775,414</u>	<u>807,704</u>
Less: Current Liabilities			
Accounts payable and accruals		85,608	43,357
Department funds		-	12,165
		<u>85,608</u>	<u>55,522</u>
Working Capital		689,806	752,182
Non-Current Assets			
Plant and equipment	2(b) & 3	237,867	251,210
Net Assets		<u>927,673</u>	<u>1,003,392</u>
Consolidated Funds		<u>927,673</u>	<u>1003,392</u>

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



 Petrona Holder - Chairman



 Annette R. Sealy - Secretary/Treasurer

**Deighton Griffith Secondary School
General Account
Statement of Revenue and Expenditure
Year ended March 31st 2010**

	Notes	Budget Approved In 2010 Estimates \$	2010 Actual \$	2009 Actual \$
Revenue				
Government grant		5,295,203	5,299,142	5,501,938
Other income		-	12,475	13,218
Rental of canteen		-	12,000	8,000
Rental of premises		-	4,300	3,475
VAT refund		-	61,233	100,849
		5,295,203	5,389,150	5,627,480
Expenditure				
Depreciation – furniture and fittings	3	-	44,339	49,270
Depreciation – computer equipment	3	-	7,625	11,573
Depreciation – library books	3	-	2,893	2,801
Library		-	3,917	4,870
Maintenance of property – building		-	62,238	382,922
Maintenance of property – general	5	-	109,578	132,313
National insurance and levies		312,699	313,308	293,673
Operating expenses	6	578,000	252,639	261,421
Other personal emoluments		1,224,374	684,477	675,097
Personal emoluments		3,171,910	3,722,525	3,462,322
Professional fees		-	18,800	8,625
Rental of property		-	26,958	28,676
Supplies and materials		-	72,324	52,217
Travel		8,220	8,216	-
Utilities		-	107,890	112,554
		5,295,203	5,437,727	5,478,334
(Deficit) Surplus		-	(48,577)	149,146

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 31st March 2010**

	Notes	2010 \$	2009 \$
Revenue			
Other income		2,250	16,617
Text book rentals		61,575	64,050
		<u>63,825</u>	<u>80,667</u>
Expenditure			
Depreciation	3	76,342	69,953
Stipends		5,510	4,500
		<u>81,852</u>	<u>74,453</u>
(Deficit) Surplus		<u>(18,027)</u>	<u>6,214</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 31st March 2010**

	2010	2009
	\$	\$
Revenue		
Petty fees	36,285	36,030
Other Income	23,508	25,529
	59,793	61,559
 EXPENDITURE		
First aid supplies	100	662
Games	20,040	17,098
Miscellaneous	98	121
Stationery and supplies	48,562	36,230
Travel	92	84
Trophies and prizes	16	101
	68,908	54,296
 (Deficit) Surplus	(9,115)	7,263

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

**Deighton Griffith Secondary School
Statement of Changes in Consolidated Funds
Year ended 31st March 2010**

	General Fund \$	Text Book Loan Scheme Fund \$	Petty Fees Fund \$	Consolidated Funds \$
Balance at 31-3-08	764,366	66,182	10,221	840,769
Surplus for the year	149,146	6,214	7,263	162,623
Balance at 31-3-09	913,512	72,396	17,484	1,003,392
Deficit for the year	(48,577)	(18,027)	(9,115)	(75,719)
Balance at 31-3-10	<u>864,935</u>	<u>54,369</u>	<u>8,369</u>	<u>927,673</u>

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

Deighton Griffith Secondary School
Statement of Cash Flows
Year ended 31st March 2010

	2010	2009
	\$	\$
Cash Flows from Operating Activities		
(Deficit) Surplus– General account	(48,577)	149,146
(Deficit) Surplus – Text book loan scheme account	(18,027)	6,214
(Deficit) Surplus – Petty fees account	(9,115)	7,263
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Net (Deficit) Surplus for the year	(75,719)	162,623
Adjustment for:		
Depreciation	131,199	133,597
	<hr/>	<hr/>
Operating Surplus before working capital changes	55,480	296,220
Decrease (Increase) in accounts receivable and prepaid expenses	73,800	(47)
Increase (Decrease) in accounts payable and accruals	30,086	(1,893)
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Net Cash from (Used in) Operating Activities	159,366	294,280
	<hr/>	<hr/>
Cash Flows from Investing Activities		
Purchase of plant and equipment	(117,856)	(105,515)
	<hr/>	<hr/>
Net Cash Used in Investing Activities	(117,856)	(105,515)
	<hr/>	<hr/>
Net Increase in Cash	41,510	188,765
Cash – beginning of year	706,855	518,090
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Cash – end of year	748,365	706,855
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The accompanying notes form an integral part of these financial statements.

Deighton Griffith Secondary School
Notes to Financial Statements
Year ended 31st March 2010

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 31st March 2010

3. Plant and Equipment

	Furniture & Fittings \$	Computer Equipment \$	Library Books \$	Text Books \$	Total \$
Cost/Valuation					
31-3-08	786,260	213,078	61,045	1,109,530	2,169,913
Additions	31,051	5,919	3,518	65,027	105,515
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
Accumulated Depreciation					
31-3-08	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
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
Net Book Value					
31-3-08	186,943	16,934	1,633	73,782	279,292
31-3-09	168,724	11,280	2,350	68,856	251,210
31-3-10	149,613	3,655	4,602	79,997	237,867

Deighton Griffith Secondary School
Notes to Financial Statements
Year ended 31st 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 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

	2010	2009
	\$	\$
Cash in hand	1,400	1,700
General account	731,479	679,182
Petty fees account	13,316	22,431
Text book loan scheme account	2,170	3,542
	<u>748,365</u>	<u>706,855</u>

5. Maintenance of Property

	2010	2009
	\$	\$
Insurance	18,059	18,692
Maintenance of grounds and fences	11,420	7,598
Plumbing and electrical maintenance	19,601	25,396
Repair to plant and equipment	60,498	80,627
	<u>109,578</u>	<u>132,313</u>

Deighton Griffith Secondary School
Notes to Financial Statements
Year ended 31st March 2010

6. Operating Expenses

Advertising	4,165	6,783
Board members' fees	8,743	7,337
Board members' refreshments	3,166	1,050
Donations	1,363	14,866
Medical supplies	-	683
Miscellaneous	1,572	16,934
Prizes and prize day expenses	11,041	12,906
Programme supplies		
Art and Craft	18,629	15,322
Business Studies	3,959	2,058
Cadets, Scouts, Guides, etc.	-	705
English Language	860	1,531
Examinations	10,015	7,806
General Science	15,983	9,791
General Studies	2,287	4,323
Guidance	948	1,274
Home Economics	15,223	12,334
Industrial Arts	36,033	19,417
Mathematics and Computer Science	3,362	4,456
Modern Languages	1,775	1,530
Music	4,848	3,846
Physical Education	39,080	55,245
Security	56,737	48,945
Training and teachers' professional day	6,250	5,580
Transportation	2,500	2,913
Uniforms	4,100	3,786
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	252,639	261,421
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