

Financial Statement of

PARKINSON MEMORIAL SCHOOL

March 31, 2008

THE BOARD OF MANAGEMENT – PARKINSON MEMORIAL SCHOOL

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Auditors' Report

To The Board of Management – Parkinson Memorial School

We have audited the accompanying statement of receipts and payments of The Board of Management – Parkinson Memorial School for the year ended March 31, 2008, 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 this financial statement in accordance with the significant accounting policies disclosed in note 2 to the financial statement. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, 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 this financial statement based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on our 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, we consider internal control relevant to the entity's preparation and fair presentation of the financial statement 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 principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Opinion

In our opinion, the financial statement presents fairly, in all material respects, the financial position of The Board of Management – Parkinson Memorial School as at March 31, 2008, and its financial performance for the year then ended in accordance with the significant accounting policies disclosed in note 2 to the financial statement.

Chartered Accountants
Bridgetown, Barbados
July 31, 2008

THE BOARD OF MANAGEMENT - PARKINSON MEMORIAL SCHOOL

Statement of Receipts and Payments
 Year ended March 31, 2008
 with comparative figures for 2007

| | <u>2008</u> | <u>2007</u> |
|--|---------------------|----------------|
| Receipts: | | |
| Grant from Government of Barbados | \$ <u>2,477,331</u> | <u>604,085</u> |
| Payments: | | |
| Personal emoluments (note 4) | 22,299 | 26,239 |
| Other personal emoluments (note 4) | 78,068 | 68,815 |
| National Insurance (note 4) | 4,869 | 5,540 |
| Travel | 7,440 | 8,157 |
| Utilities | 47,833 | 59,002 |
| Library | 940 | 96,630 |
| Supplies and materials | 40,551 | 34,727 |
| Maintenance of property | 130,899 | 76,617 |
| Operating expenses (note 5) | 227,992 | 240,646 |
| Plant, equipment and furniture (note 2) | 61,323 | 85,105 |
| Professional fees | 601,663 | 22,512 |
| Rental of equipment | <u>20,914</u> | <u>12,310</u> |
| | <u>1,244,791</u> | <u>736,300</u> |
| Excess of receipts (payments) | 1,232,540 | (132,215) |
| Other receipts - net (note 6) | <u>116,881</u> | <u>114,818</u> |
| Excess of receipts (expenditure) for year | 1,349,421 | (17,397) |
| Excess of receipts at beginning of year | <u>225,783</u> | <u>243,180</u> |
| Accumulated excess of receipts represented by cash at bank at end of year (note 8) | \$ <u>1,575,204</u> | <u>225,783</u> |

See accompanying notes to financial statement.

Approved on behalf of the Board of Management:



Chairman



Secretary/Treasurer

THE BOARD OF MANAGEMENT - PARKINSON MEMORIAL SCHOOL

Notes to Financial Statement

March 31, 2008

1. General

The Board of Management - Parkinson Memorial School was established under the Education Act 1981-25.

2. Significant Accounting Policies

The significant accounting policies adopted by the Board are as follows:

(a) *Basis of accounting*

The financial statement is prepared on a cash basis and is presented in Barbados dollars.

(b) *Plant, equipment and furniture*

Payments in respect of plant, furniture and equipment are charged to expenses when incurred.

3. Textbook Loan Scheme

The Board of Management is now fully responsible for the management of the Textbook Loan Scheme, following a directive from the Ministry of Education.

4. Reconciliation of Amount Paid by Board of Management

The reconciliation of amount paid by Board of Management is as follows:

| | <u>Paid By</u> | | |
|---------------------------------|----------------------------|------------------------------|-------------------------|
| | <u>Board of Management</u> | <u>Ministry of Education</u> | <u>Total</u> |
| Personal emoluments | \$ 100,367 | 3,950,156 | 4,050,523 |
| National insurance employer | 4,869 | 280,384 | 285,253 |
| Travel | - | 1,564 | 1,564 |
| Telephone | - | 343 | 343 |
| | <u>\$ 105,236</u> | <u>4,232,447</u> | <u>4,337,683</u> |
| | | <u>2008</u> | <u>2007</u> |
| Direct payments (as above) | \$ | 4,232,447 | 3,930,876 |
| Received by Board of Management | | <u>2,477,331</u> | <u>604,085</u> |
| Total grant for year | \$ | <u>6,709,778</u> | <u>4,534,961</u> |

THE BOARD OF MANAGEMENT - PARKINSON MEMORIAL SCHOOL

Notes to Financial Statement

March 31, 2008

5. Operating Expenses

This amount comprises:

| | | <u>2008</u> | <u>2007</u> |
|--------------------------|----|----------------|----------------|
| Advertising | \$ | 4,617 | 6,142 |
| Arts and Craft | | 7,001 | 6,120 |
| Bank Charges | | 1,098 | 666 |
| Board Members Allowance | | 6,364 | 7,931 |
| Business Studies | | 8,272 | 902 |
| Cadets | | 330 | - |
| English | | 80 | 363 |
| Equipment Rental | | - | 7,204 |
| Foreign language | | 2,280 | 362 |
| Home Economics | | 7,096 | 7,138 |
| Industrial Arts | | 2,911 | 5,774 |
| Mathematics | | 404 | - |
| Miscellaneous | | 3,738 | 5,310 |
| Physical Education | | 3,481 | 2,304 |
| Professional Development | | 3,710 | 2,650 |
| Refreshments | | 2,007 | - |
| Science | | 12,101 | 2,576 |
| Security | | 149,975 | 183,704 |
| Social Studies | | 4,845 | - |
| Speech Day | | <u>7,682</u> | <u>1,500</u> |
| | \$ | <u>227,992</u> | <u>240,646</u> |

6. Other Receipts - Net, comprises:

| | | <u>General Account</u> | <u>Emergency Fund</u> | <u>Petty Fees</u> | <u>Textbooks</u> | <u>Total</u> | |
|----------|----|----------------------------|---------------------------|-----------------------|------------------|----------------|----------------|
| | | | | | | <u>2008</u> | <u>2007</u> |
| Receipts | \$ | 61,173 | 452 | 99,275 | 65,229 | 226,129 | 248,192 |
| Payments | | <u>-</u> | <u>44</u> | <u>78,508</u> | <u>30,696</u> | <u>109,248</u> | <u>133,374</u> |
| | \$ | <u>61,173</u> | <u>408</u> | <u>20,767</u> | <u>34,533</u> | <u>116,881</u> | <u>114,818</u> |

THE BOARD OF MANAGEMENT - PARKINSON MEMORIAL SCHOOL

Notes to Financial Statement

March 31, 2008

7. Comparison of Actual Receipts and Payments with Approved Estimates

This comparison is presented as follows:

| | | <u>Actual</u> | <u>Approved Estimate</u> | <u>Over/(Under)</u> |
|--|----|------------------|------------------------------|---------------------|
| Receipts: | | | | |
| Grant from Government of Barbados (note 4) | \$ | 6,709,778 | 6,919,910 | (210,132) |
| Payments: | | | | |
| Personal emoluments | | 3,181,895 | 3,313,002 | (131,107) |
| Other personal emoluments | | 870,535 | 906,102 | (35,567) |
| National insurance | | 285,253 | 290,472 | (5,219) |
| Travel | | 7,440 | 10,800 | (3,360) |
| Utilities | | 47,833 | 77,310 | (29,477) |
| Rental of equipment | | 20,914 | 19,514 | 1,400 |
| Library | | 940 | 807 | 133 |
| Supplies and materials | | 40,551 | 43,850 | (3,299) |
| Maintenance of property | | 130,899 | 50,325 | 80,574 |
| Operating expenses | | 227,992 | 256,975 | (28,983) |
| Furniture and equipment | | 61,323 | 88,431 | (27,108) |
| Professional services | | 601,663 | 594,389 | 7,274 |
| Structures | | - | 1,267,933 | (1,267,933) |
| | | <u>5,477,238</u> | <u>6,919,910</u> | <u>(1,442,672)</u> |
| Excess receipts | | 1,232,540 | - | 1,232,540 |
| Other receipts - net (note 6) | | <u>116,881</u> | <u>-</u> | <u>116,881</u> |
| Excess of receipts over payments for year | \$ | <u>1,349,421</u> | <u>-</u> | <u>1,349,421</u> |

8. Cash Balances at End of Year

| | | <u>2008</u> | <u>2007</u> |
|------------------------|----|------------------|----------------|
| General account | \$ | 1,471,603 | 177,891 |
| Petty fees account | | 48,912 | 28,145 |
| Textbook account | | 47,468 | 12,934 |
| Emergency fund account | | <u>7,221</u> | <u>6,813</u> |
| | \$ | <u>1,575,204</u> | <u>225,783</u> |