

APPENDIX II

Financial Statements of

**DARYLL JORDAN SECONDARY
SCHOOL**

March 31, 2021



DARYLL JORDAN SECONDARY SCHOOL

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INDEPENDENT AUDITORS' REPORT

To the Board of Management of Daryll Jordan Secondary School

Opinion

We have audited the financial statements of Daryll Jordan Secondary School (the "School"), which comprise the statement of financial position as at March 31, 2021, the statements of revenue and expenses, the statement of changes in consolidated funds and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Daryll Jordan Secondary School as at March 31, 2021 and its financial performance and its cash flows for the year then ended in accordance with the International Financial Reporting Standards (IFRSs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the School in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the School's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the School or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the School's financial reporting process.


Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the School's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in the auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the School to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


Chartered Accountants
Bridgetown, Barbados
July 26, 2022

DARYLL JORDAN SECONDARY SCHOOL

Statement of Financial Position

As at March 31, 2021

(Expressed in Barbados Dollars)

Assets	<u>Notes</u>	<u>2021</u>	<u>2020</u>
Non-current Assets			
Plant and equipment	4	\$ 270,749	318,582
Current Assets			
Cash	5	892,669	896,204
Net grant receivable		525,328	506,630
Accounts receivable and prepaid expenses	6	77,816	117,472
Total current assets		<u>1,495,813</u>	<u>1,520,306</u>
Less: Current Liabilities			
Accounts payable		7,436	-
Due to government departments		80,990	75,272
Deferred capital grant	7	818,834	915,629
Total current liabilities		<u>907,260</u>	<u>990,901</u>
Net current assets		<u>588,553</u>	<u>529,405</u>
Net Assets		<u>\$ 859,302</u>	<u>847,987</u>
Consolidated Funds		<u>\$ 859,302</u>	<u>847,987</u>

See accompanying notes to financial statements.

Approved by:


 _____ Chairman


 _____ Secretary /Treasurer

DARYLL JORDAN SECONDARY SCHOOL

Statement of Changes in Consolidated Funds

Year ended March 31, 2021

(Expressed in Barbados Dollars)

		General Fund	Text Book Loan Scheme Fund	Petty Fees Fund	Graduation Fund	Consolidated Funds
Balance at March 31, 2019	\$	693,525	129,060	32,792	5,916	861,293
Excess of (expenses over revenue) revenue over expenses for the year		<u>(5,535)</u>	<u>(8,554)</u>	<u>3,302</u>	<u>(2,519)</u>	<u>(13,306)</u>
Balance at March 31, 2020		687,990	120,506	36,094	3,397	847,987
Excess of revenue over expenses (expenses over revenue) for the year		<u>996</u>	<u>(2,481)</u>	<u>12,304</u>	<u>496</u>	<u>11,315</u>
Balance at March 31, 2021	\$	<u>688,986</u>	<u>118,025</u>	<u>48,398</u>	<u>3,893</u>	<u>859,302</u>

See accompanying notes to financial statements.

DARYLL JORDAN SECONDARY SCHOOL

Statement of Revenue and Expenses - General Account

Year ended March 31, 2021

(Expressed in Barbados Dollars)

	Notes	Budget Approved In 2021 Estimates	2021	2020
Revenue:				
Government grant	8	\$ 5,930,954	5,785,435	5,865,602
Amortisation of deferred capital grant	7	-	96,795	42,485
Donations		-	1,304	(7,091)
Other income		-	-	90
Rental of canteen		-	1,000	11,429
Rental of premises		-	-	2,750
Rental of school hall		-	750	4,950
Steel orchestra		-	500	1,245
Student activities		-	(3,323)	(2,610)
Tuition fees		-	717	4,005
		<u>5,930,954</u>	<u>5,883,178</u>	<u>5,922,855</u>
Expenses:				
Personal emoluments		3,599,285	3,579,120	3,511,486
Other personal emoluments		1,366,844	1,291,043	1,321,974
National insurance and levies		508,188	505,774	492,312
Travel expenses		12,791	8,218	11,992
Utilities		104,520	72,116	87,047
Rentals		5,376	4,575	4,575
Library		1,500	545	2,224
Supplies and materials		86,627	80,895	147,463
Maintenance of property- general		131,683	139,139	149,090
Operating expenses		47,830	37,204	87,692
Professional services		12,000	9,450	9,450
School improvement expenses		54,310	54,310	-
Depreciation - furniture, fittings and equipment	4	-	99,793	103,085
		<u>5,930,954</u>	<u>5,882,182</u>	<u>5,928,390</u>
Excess revenue over expenses (expenses over revenue)	\$	<u>-</u>	<u>996</u>	<u>(5,535)</u>

See accompanying notes to financial statements

DARYLL JORDAN SECONDARY SCHOOL

Statement of Revenue and Expenses - Text Book Loan Scheme

Year ended March 31, 2021

(Expressed in Barbados Dollars)

	<u>Notes</u>	<u>2021</u>	<u>2020</u>
Revenue:			
Maintenance fees		\$ <u>27,250</u>	<u>31,865</u>
Expenses:			
Depreciation	4	25,637	35,843
Salaries / honoraria		4,094	3,876
Miscellaneous		-	700
		<u>29,731</u>	<u>40,419</u>
Excess expenses over revenue		\$ <u><u>(2,481)</u></u>	<u><u>(8,554)</u></u>

See accompanying notes to financial statements

DARYLL JORDAN SECONDARY SCHOOL

Statement of Revenue and Expenses - Petty Fees

Year ended March 31, 2021

(Expressed in Barbados Dollars)

	<u>2021</u>	<u>2020</u>
Revenue:		
Petty fees	\$ 14,854	21,227
Expenses:		
Transportation	350	6,250
Stationery	-	1,380
Subscriptions	-	1,400
Games	2,140	7,909
Miscellaneous	60	611
Training	-	375
	<u>2,550</u>	<u>17,925</u>
Excess revenue over expenses	\$ <u>12,304</u>	<u>3,302</u>

See accompanying notes to financial statements.

DARYLL JORDAN SECONDARY SCHOOL

Statement of Revenue and Expenses - Graduation Fund

Year ended March 31, 2021

(Expressed in Barbados Dollars)

	<u>2021</u>	<u>2020</u>
Revenue:		
Contribution received	\$ <u>496</u>	<u>3,481</u>
Expenses:		
Graduation costs	<u>-</u>	<u>6,000</u>
	<u>-</u>	<u>6,000</u>
Excess revenue over expenses (expenses over revenue)	\$ <u><u>496</u></u>	<u><u>(2,519)</u></u>

See accompanying notes to financial statements.

DARYLL JORDAN SECONDARY SCHOOL

Statement of Cash Flows

Year ended March 31, 2021

(Expressed in Barbados Dollars)

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities		
Excess revenue over expenses (expenses over revenue) - General Fund	\$ 996	(5,535)
Excess expenses over revenue - Text Book Loan Scheme Fund	(2,481)	(8,554)
Excess revenue over expenses - Petty Fees Fund	12,304	3,302
Excess revenue over expenses (expenses over revenue) - Graduation Fund	496	(2,519)
	<hr/>	<hr/>
Excess revenue over expenses (expenses over revenue)	11,315	(13,306)
Adjustments for:		
Amortisation of deferred capital grant	(96,795)	(42,485)
Depreciation	125,430	138,928
	<hr/>	<hr/>
Excess revenue over expenses before working capital changes:	39,950	83,137
Increase in net grant receivable	(18,698)	(102,769)
Decrease (increase) in accounts receivable and prepaid expenses	39,656	(64,803)
Increase (decrease) in accounts payable and accruals	7,436	(4,702)
Increase in amount due to government departments	5,718	11,203
Increase in deferred capital grant	-	92,001
	<hr/>	<hr/>
Net cash from operating activities	74,062	14,067
	<hr/>	<hr/>
Cash Flows from Investing Activities		
Purchase of plant and equipment	(57,280)	(40,297)
Purchase of text books	(20,317)	(9,655)
	<hr/>	<hr/>
Net cash used in investing activities	(77,597)	(49,952)
	<hr/>	<hr/>
Decrease in cash during the year	(3,535)	(35,885)
Cash, beginning of year	896,204	932,089
	<hr/>	<hr/>
Cash, end of year	\$ <u>892,669</u>	<u>896,204</u>

See accompanying notes to financial statements.

DARYLL JORDAN SECONDARY SCHOOL

Notes to the Financial Statements

Year ended March 31, 2021

(Expressed in Barbados Dollars)

1. Establishment and Principal Activity

The Board of Management was established under the Education Act 1981-25, and undertook the responsibilities of administering the School on July 1, 1983.

The Daryll Jordan Secondary School is located at Trents, St. Lucy.

2. Basis of Presentation

These financial statements were approved by the Board of Management on July 26, 2022.

The principal accounting policies applied in preparation of the financial statements are set out below. These policies have been consistently applied to all years presented, unless otherwise stated.

(a) Basis of Measurement

The financial statements are prepared in accordance with International Financial Reporting Standards (IFRSs) promulgated by the International Accounting Standards Board. They are prepared under the historical cost convention.

(b) Functional and Presentation Currency

The financial statements are presented in Barbados dollars which is the School's functional currency. All financial information presented in Barbados dollars has been rounded to the nearest dollar.

(c) Period of Reporting

These financial statements represent the performance, the financial and cash flow position of the Daryll Jordan Secondary School for the year ended March 31, 2021.

(d) Use of Estimates

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, the disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the year. Actual results could differ significantly from those reported.

3. Significant Accounting Policies

The accounting policies set out below have been applied to all periods presented in these financial statements.

(a) Revenue Recognition

Government Grant

The School receives an annual grant from the Government of Barbados to finance both capital and recurrent expenditure. The grant income is recognised to the extent that it is matched with the related costs incurred which it is intended to cover in the year.

Donated assets

The carrying value of assets donated to the School is amortised on a systematic and rational basis over the useful lives of the assets to which it relates.

Other Revenue

Other revenue is recognised when earned

DARYLL JORDAN SECONDARY SCHOOL

Notes to the Financial Statements

Year ended March 31, 2021

(Expressed in Barbados Dollars)

3. Significant Accounting Policies....continued

(b) Plant and Equipment

Plant and equipment are recorded at cost less accumulated depreciation and impairment losses. Depreciation is calculated on the straight-line basis to write-off the cost of furniture and fittings, equipment and text books over their estimated useful lives as follows:

Furniture and fittings	10 years
Computers	5 years
Text books	5 years
Equipment	5-10 years
Minibus	5 years

4. Plant and Equipment

	Furniture and Fittings	Computer Equipment	Text Books	Total
Cost				
At March 31, 2019	2,006,173	525,291	441,742	2,973,206
Additions	40,297	-	9,655	49,952
At March 31, 2020	2,046,470	525,291	451,397	3,023,158
Additions	34,150	23,130	20,317	77,597
At March 31, 2021	\$ 2,080,620	548,421	471,714	3,100,755
Accumulated Depreciation				
At March 31, 2019	1,838,248	360,660	366,740	2,565,648
Charge for the year	46,600	56,485	35,843	138,928
At March 31, 2020	1,884,848	417,145	402,583	2,704,576
Charge for the year	43,455	56,338	25,637	125,430
At March 31, 2021	\$ 1,928,303	473,483	428,220	2,830,006
Net Book Value				
At March 31, 2019	\$ 167,925	164,631	75,002	407,558
At March 31, 2020	\$ 161,622	108,146	48,814	318,582
At March 31, 2021	\$ 152,317	74,938	43,494	270,749

Plant and equipment reflects only those assets acquired since the Board assumed responsibility for the administration of the School on July 1, 1983.

DARYLL JORDAN SECONDARY SCHOOL

Notes to the Financial Statements

Year ended March 31, 2021

(Expressed in Barbados Dollars)

4. Plant and Equipment....continued

Land and buildings have not 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.

During March 2017 the School received a donation of ninety (90) desktop computers, fourteen (14) laptop computers, two hundred and ninety-seven (297) tablets, seventy (70) chairs, and seventy (70) desks. The carrying value of the assets donated as at March 31, 2021 is \$46,536 (2020 - \$89,021).

5. Cash

	<u>2021</u>	<u>2020</u>
General account	\$ 892,669	896,204
	<u>\$ 892,669</u>	<u>896,204</u>

6. Accounts Receivable and Prepaid Expenses

	<u>2021</u>	<u>2020</u>
VAT receivable	\$ 71,851	101,449
Rent receivable	1,370	11,428
Accounts receivable	1,546	1,546
Prepaid expenses	3,049	3,049
	<u>\$ 77,816</u>	<u>117,472</u>

7. Deferred Capital Grant

Deferred capital grant comprises:

	<u>2021</u>	<u>2020</u>
(a) School Hall project	\$ 731,370	731,370
(b) Donated computer equipment and furniture	46,536	89,021
(c) Special project grant - bathroom upgrade	40,928	95,238
	<u>\$ 818,834</u>	<u>915,629</u>

(a) The School has received a total of \$6,675,590 from the Ministry of Education to construct a school hall.

As indicated in note 4, land and buildings are not vested in the School and are therefore not reflected in the financial statements

DARYLL JORDAN SECONDARY SCHOOL

Notes to the Financial Statements

Year ended March 31, 2021

(Expressed in Barbados Dollars)

7. Deferred Capital Grant....continued

Expenditure on the school hall is being charged to the deferred capital grant.

	<u>2021</u>	<u>2020</u>
Balance - beginning of year	\$ 731,370	731,370
Project expense	-	-
Balance - end of year	<u>\$ 731,370</u>	<u>731,370</u>

Represented by:

	<u>2021</u>	<u>2020</u>
Cash	\$ <u>731,370</u>	<u>731,730</u>

(b) Donated computer equipment and furniture

	<u>2021</u>	<u>2020</u>
Capital grant - beginning of year	\$ 89,021	131,506
Amount amortised	<u>(42,485)</u>	<u>(42,485)</u>
	<u>\$ 46,536</u>	<u>89,021</u>

The deferred capital grant of \$46,536 (2020 - \$89,021) represents the carrying value of the donated assets as at March 31, 2021 (see note 4).

(c) Special project grant - bathroom upgrade

	<u>2021</u>	<u>2020</u>
Special project grant - beginning of year	\$ 95,238	-
Grant received	-	95,238
Amount amortised	<u>(54,310)</u>	<u>-</u>
Special project grant - end of year	<u>\$ 40,928</u>	<u>95,238</u>

8. Sources of Grant Funding

Grant funding of \$5,785,434 (2020 - \$5,865,602) is provided through a number of sources as follows:

	<u>2021</u>	<u>2020</u>
Payments made on behalf of the School - staff salaries and wages	\$ 5,260,465	5,269,503
Grant payments - other charges and salary reimbursements	467,688	555,802
Capital grants	<u>57,282</u>	<u>40,297</u>
	<u>\$ 5,785,435</u>	<u>5,865,602</u>

