



## **REPORT OF THE AUDITOR GENERAL OF THE REPUBLIC OF TRINIDAD AND TOBAGO ON THE FINANCIAL STATEMENTS OF THE TRINIDAD AND TOBAGO RACING AUTHORITY FOR THE YEAR ENDED JULY 31, 2011**

The accompanying Financial Statements of the Trinidad and Tobago Racing Authority for the year ended July 31, 2011 have been audited. The Statements as set out on pages 1 to 17 comprise a Statement of Financial Position as at July 31, 2011; a Statement of Comprehensive Income, a Statement of Cash Flows, a Statement of Changes in Reserves/Fund for the year ended July 31, 2011, and Notes to the Financial Statements listed as A to N, including a summary of significant accounting policies and supporting schedules.

### **MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS**

2. The Management of the Trinidad and Tobago Racing Authority is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (IFRS), 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.

### **AUDITOR'S RESPONSIBILITY**

3. The Auditor General's responsibility is to express an opinion on these financial statements based on the audit. The audit was carried out in accordance with section 116 of the Constitution of the Republic of Trinidad and Tobago and section 15 (2) of the Trinidad and Tobago Racing Authority Act, Chapter 21:50. The audit was conducted in accordance with the principles and concepts of the International Standards of Supreme Audit Institutions (ISSAIs) which require that ethical requirements be complied with and that the audit be planned and performed to obtain reasonable assurance about whether the financial statements are free from material misstatement.

4. 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 entity'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.

5. It is my view that the audit evidence obtained is sufficient and appropriate to provide a basis for the comment expressed at paragraph 6 of this Report.

## OPINION

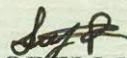
6. In my opinion, the financial statements present fairly, in all material respects the financial position of the Trinidad and Tobago Racing Authority for the year ended July 31, 2011 and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

## SUBMISSION OF REPORT

7. This Report is being submitted to the Speaker of the House of Representatives, the President of the Senate and the Minister of Finance in accordance with the requirements of sections 116 and 119 of the Constitution of the Republic of Trinidad and Tobago.

11<sup>TH</sup> AUGUST 2022  
PORT-OF-SPAIN



  
LORELLY PUJADAS  
AUDITOR GENERAL

# **FINANCIAL STATEMENTS**



## **TRINIDAD AND TOBAGO RACING AUTHORITY**

**AUGUST 01, 2010  
- JULY 31, 2011**



Kindly address all correspondence to the Secretary.

# TRINIDAD AND TOBAGO RACING AUTHORITY

## STATEMENT OF FINANCIAL POSITION

### AS AT JULY 31, 2011

|  | NOTES        | 2011<br>\$       | 2010<br>\$       |
|--|--------------|------------------|------------------|
| <b>ASSETS</b>                                    |              |                  |                  |
| Fixed Assets                                     | C            | 66,190           | 21,482           |
| <b>CURRENT ASSETS</b>                            |              |                  |                  |
| Investment                                       | D            | 1,854,475        | 1,715,071        |
| Prepayment                                       |              | 1,328            | 967              |
| Loans Receivable                                 | E            | 0                | 9,332            |
| Sundry Debtors                                   | SCHEDULE I   | 860,981          | 283,934          |
| Stamps   |              | 1,407            | 357              |
| Cash In Hand                                     |              | 500              | 591              |
| Cash At Bank                                     | F            | 169,018          | 636,137          |
|  |              | <u>2,887,709</u> | <u>2,646,389</u> |
| <b>TOTAL ASSETS</b>                              |              | <u>2,953,899</u> | <u>2,667,871</u> |
| <b>LIABILITIES</b>                               |              |                  |                  |
| Sundry Creditors                                 | SCHEDULE II  | 84,083           | 80,454           |
| Accruals   | SCHEDULE III | 230,644          | 286,223          |
| Stallion Stakes                                  | G            | 30,750           | 30,750           |
|  |              | <u>345,477</u>   | <u>397,427</u>   |
| <b>TOTAL NET ASSETS:</b>                         |              | <u>2,608,422</u> | <u>2,270,444</u> |
| <b>FINANCED BY</b>                               |              |                  |                  |
| Accumulated Reserves brought forward 01.08.2010  |              | 692,453          | 935,542          |
| Less: Net Prior Period Adjustments               |              | 0                | (21,551)         |
|  |              | <u>692,453</u>   | <u>913,991</u>   |
| Less: Appropriation for Depreciation             |              | 25,399           | 23,425           |
| Surplus/(Deficit) for year 2011                  |              | 234,911          | (198,113)        |
| Accumulated Reserves at the end of year 31.07.11 |              | 901,965          | 692,453          |
| Benevolent Fund                                  | H            | 1,706,457        | 1,577,991        |
|  |              | <u>2,608,422</u> | <u>2,270,444</u> |

David Kangaloo (Dr.)  
Chairman

DD: 20/5/22

Pabitrie Ali (Mrs.)  
Accountant II

DD: 20.05.2022

Farook Hosein (Mr.)  
Vice Chairman

DD: 20.5.22



**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED JULY 31, 2011**

| INCOME                             | NOTES | 2011                | 2010                |
|------------------------------------|-------|---------------------|---------------------|
|                                    |       | \$                  | \$                  |
| Betting Levy Board Subvention      | I     | 3,223,258           | 3,235,204           |
| Fees and Registration              |       | 66,467              | 89,155              |
| Miscellaneous Revenue              |       | 29,381              | 30,900              |
| Sale of Publication                |       | 0                   | 52                  |
| Depreciation                       |       | 25,399              | 23,425              |
| Lasix                              |       | 117,550             | 125,460             |
| Endoscopic                         |       | 300                 | 150                 |
| Directigen Flu Kits (Reimbursable) |       | 1,100               | 0                   |
| Interest                           |       | 933                 | 3,937               |
| D.N.A. Testing                     |       | 19,200              | 15,200              |
| <b>TOTAL INCOME:</b>               |       | <b>\$ 3,483,588</b> | <b>\$ 3,523,483</b> |

**EXPENDITURE:**

**1. PERSONNEL EXPENDITURE**

|   |                     |                     |
|---|---------------------|---------------------|
| i) Salaries and Cola                    | 715,353             | 828,528             |
| ii) Allowances                          | 35,941              | 57,000              |
| iii) Contribution to National Insurance | 46,511              | 46,889              |
| iv) Remuneration to Board Members       | 467,400             | 233,000             |
|   | <b>\$ 1,265,205</b> | <b>\$ 1,165,417</b> |



Equally obsessed with correspondence to the Government

## TRINIDAD AND TOBAGO RACING AUTHORITY

### STATEMENT OF COMPREHENSIVE INCOME

#### FOR THE YEAR ENDED JULY 31, 2011 (CONT'D)

|  |          | 2011                | 2010                |
|--|----------|---------------------|---------------------|
|  | NOTES    |                     |                     |
| <b>2. GOODS AND SERVICES</b>                 | <b>2</b> | <b>\$</b>           | <b>\$</b>           |
| i) Travel – Local and Overseas               |          | 99,903              | 199,617             |
| ii) Office Stationery and Supplies           |          | 11,100              | 23,051              |
| iii) Repairs and Maintenance                 |          | 55,869              | 24,474              |
| iv) Consulting and Other Contracted Services | <b>J</b> | 1,318,066           | 1,532,787           |
| v) Training                                  |          | 257,154             | 259,070             |
| vi) Expenses                                 |          | 21,961              | 17,388              |
| vii) Entertainment                           |          | 29,859              | 16,815              |
| viii) Fees                                   |          | 63,758              | 355,363             |
| ix) Participation in Caribbean Classics      |          | 350                 | 1,494               |
|  |          | <b>\$ 1,858,020</b> | <b>\$ 2,430,059</b> |



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## TRINIDAD AND TOBAGO RACING AUTHORITY

### STATEMENT OF COMPREHENSIVE INCOME

#### FOR THE YEAR ENDED JULY 31, 2011 (CONT'D)

|  |       | 2011                | 2010                |
|--|-------|---------------------|---------------------|
|  | NOTES | \$                  | \$                  |
| <b>CURRENT TRANSFER AND SUBSIDIES:</b>   |       |                     |                     |
| i) Pension                               |       | 64,680              | 68,230              |
| ii) Depreciation                         | K     | 25,399              | 23,425              |
| iii) Association of Racing Commissioners |       | 19,318              | 19,147              |
| iv) Contribution to Racing Confederation |       | 15,455              | 15,318              |
| v) Racing Hall of Fame                   |       | 600                 | -                   |
|  |       | <u>125,452</u>      | <u>126,120</u>      |
| <b>TOTAL EXPENDITURE:</b>                |       | <b>\$ 3,248,677</b> | <b>\$ 3,721,596</b> |
| <b>SURPLUS / (DEFICIT)</b>               |       | <b>\$ 234,911</b>   | <b>\$ (198,113)</b> |



**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED JULY 31, 2011**

|   | 2011                | 2010                |
|---|---------------------|---------------------|
| <b>SURPLUS /(DEFICIT) FOR YEAR</b>  | <b>\$</b>           | <b>\$</b>           |
| <b>Adjustments to reconcile for year to net cash flow from Operating Activities</b> | 234,911             | (198,113)           |
| - Depreciation Expense  | 25,399              | 23,425              |
| - Depreciation Income   | (25,399)            | (23,425)            |
| - Interest Income   | 933                 | 3,937               |
| <b>Cash Flow before change in operating Assets &amp; Liabilities</b>                | <b>233,978</b>      | <b>(194,176)</b>    |
| (Increase) / Decrease in Loans Receivable   | 9,332               | 14,674              |
| (Increase) / Decrease in Sundry Debtors   | (577,047)           | 265,708             |
| (Increase) / Decrease in Stamps   | (1,050)             | 427                 |
| Increase / (Decrease) in Sundry Creditors   | 3,629               | (4,972)             |
| (Decrease) / Increase in Accruals   | (55,579)            | (234,703)           |
| <b>Net Cash Flow (Used In) From Operating Activities</b>                            | <b>(386,737)</b>    | <b>(153,069)</b>    |
| <b>Cash Flow From Investing Activities</b>  |                     |                     |
| Purchase of Fixed Assets  | (70,108)            | 0                   |
| Disposal of Fixed Assets  | 0                   | 0                   |
| Interest Income   | 933                 | 3,937               |
| <b>Net Cash Flow (Used In) From Investing Activities</b>                            | <b>(69,175)</b>     | <b>(3,937)</b>      |
| <b>Net Cash Flow From Financing Activities</b>                                      | <b>0</b>            | <b>0</b>            |
| Increase in Benevolent Fund   | 128,467             | (1,099)             |
| Net prior Period Adjustment   | 0                   | (21,551)            |
| <b>Net Cash (Outflow) / Inflow</b>  | <b>(327,445)</b>    | <b>(179,656)</b>    |
| Cash and Cash Equivalents at beginning of period                                    | 2,352,766           | 2,532,422           |
| Cash and Cash Equivalents at ending of period                                       | 2,025,321           | 2,352,766           |
| Represented By:   |                     |                     |
| Investments   | 1,854,475           | 1,715,071           |
| Prepayment  | 1,328               | 967                 |
| Cash at Bank  | 169,018             | 636,137             |
| Cash on Hand  | 500                 | 591                 |
|   | <b>\$ 2,025,321</b> | <b>\$ 2,352,766</b> |





**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JULY 31, 2011**

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**NOTE A:- INCORPORATION AND PRINCIPAL ACTIVITIES:**

The Authority is incorporated in the Laws of the Republic of Trinidad and Tobago under Act 45 of 1976 and Amended Act 31 of 1989 now CH: 21:50. Its principal activity is the Regulation and Control of the Racing Industry through the registration of race horses, dogs, etc., the issue of licences and permits, the establishment of training schemes for jockeys, stable lads and other racing personnel, the administration and enforcement of rules and resolution of disputes which arise out of the Rules of Racing.

**NOTE B:- SIGNIFICANT ACCOUNTING POLICIES:**

a) Basis of Financial Statements preparation: The Financial Statements have been prepared on the historical cost basis of accounting and, as such, no provision has been made for the effects of inflation or changing prices. These financial statements have been prepared in accordance with the International Financial Reporting Standards.

b) **REVENUE AND EXPENSES RECOGNITION:**

These are based on the accrual concept.

c) **FIXED ASSETS AND DEPRECIATION:**

Fixed Assets are stated at cost less accumulated depreciation.

Depreciation is provided on the straight line basis as follows:-

|                          |   |               |
|--------------------------|---|---------------|
| Computer & Accessories   | - | 25% per annum |
| Office Equipment         | - | 20% per annum |
| Furniture and Fixtures   | - | 20% per annum |
| Veterinary Equipment     | - | 20% per annum |
| Jockey School Furnishing | - | 20% per annum |
| Motor Vehicle            | - | 20% per annum |



**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JULY 31, 2011 (CONT'D)**

**NOTE C: FIXED ASSETS:**

|                          | <u>COST</u>    | <u>ACQUIRED<br/>DISPOSAL<br/>(2011)</u> | <u>DEPRECIATION<br/>2011</u> | <u>ACCUMULATED<br/>DEPRECIATION</u> | <u>NET BOOK<br/>VALUE 2011</u> | <u>NET BOOK<br/>VALUE 2010</u> |
|--------------------------|----------------|---|------------------------------|-------------------------------------|--------------------------------|--------------------------------|
|                          | \$             | \$                                      | \$                           | \$                                  | \$                             | \$                             |
| COMPUTER & ACCESSORIES   | 125,782        | 8,125                                   | 6,411                        | 117,608                             | 8,174                          | 6,460                          |
| OFFICE EQUIPMENT         | 4,829          | -                                       | -                            | 4,799                               | 30                             | 30                             |
| FURNITURE & FIXTURES     | 126,916        | 3,083                                   | 6,838                        | 116,080                             | 10,836                         | 14,592                         |
| VETERINARY EQUIPMENT     | 95,755         | 58,900                                  | 11,780                       | 48,615                              | 47,140                         | 20                             |
| JOCKEY SCHOOL FURNISHING | 10,038         | -                                       | 370                          | 10,038                              | 0                              | 370                            |
| MOTOR VEHICLE            | 47,000         | -                                       | -                            | 46,990                              | 10                             | 10                             |
|                          | <b>410,320</b> | <b>70,108</b>                           | <b>25,399</b>                | <b>344,130</b>                      | <b>66,190</b>                  | <b>21,482</b>                  |

**NOTE D: INVESTMENTS**

|   |           |                     |
|---|-----------|---------------------|
| First Citizens Bank Ltd. Certificate # 1110694  | \$        | 162,527.48          |
| The market value of the investment in the Trinidad and Tobago Unit Trust Corporation (First Unit Scheme). | \$        | 1,691,947.58        |
|   | <b>\$</b> | <b>1,854,475.06</b> |



**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JULY 31, 2011 (CONT'D)**

f) **FEES:**

The Authority was involved in two legal matters which concluded in 2010. Both of these were applications by suspended trainers for leave to apply for Judicial Review and they were ruled in The Authority's favour with costs being awarded in both matters. The costs awarded by the court are still outstanding.

**NOTE K: DEPRECIATION:**

The Board has increased the depreciation percentage of the fixed Assets of the Authority to ensure that items are depreciated over their useful economic lives.

**NOTE L: PENSION:**

**\$ 64,680**

**Pension plan for staff of the Trinidad & Tobago Racing Authority**

The implementation of the pension plan for the Trinidad & Tobago Racing Authority commenced on October 1, 1996. Reference is made from Minutes of Meeting of the Betting Levy Board (96.08) held at the Board Room, Santa Rosa Park, Arima, on Tuesday 10 September, 1996 at 3.30 p.m.

The Board agreed to the following:

- a) *"Implementation of pension coverage for each member of staff of the Trinidad & Tobago Racing Authority, from the date of inception of employment.*
- b) *The preferred contractor for placing of the business is Colonial Life Insurance Company (CLICO).*
- c) *The pension plan will take the form of Deferred Annuity policies for each individual staff member.*
- d) *Premiums will be based on eleven (11%) percent of salary; with past service contributions computed on the individual's salary during each year of service.*
- e) *The plan will be non-contributory to each staff member."*

**NOTE M: CURRENCY**

The currency used in the presentation of the Financial Statements is expressed in Trinidad & Tobago Dollars (TT \$).

**NOTE N: REGISTERED OFFICE OF THE TRINIDAD & TOBAGO RACING AUTHORITY**

The Registered Office of the Trinidad and Tobago Racing Authority is located at Santa Rosa Racing Facility, Churchill Roosevelt Highway, O'Meara Road, Arima. Republic of Trinidad and Tobago.



SCHEDULE III

**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**SCHEDULE OF ACCRUALS**  
**AS AT JULY 31, 2011**

|                                      |                   |
|--------------------------------------|-------------------|
| Audit Fees - (2002/2003 – 2009/2011) | \$ 100,000        |
| Urine Sample Tests                   | 96,442            |
| R & J Security Services              | 33,506            |
| Commissioner – Value Added Tax       | 696               |
|                                      | <hr/>             |
|                                      | <b>\$ 230,644</b> |



**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**SCHEDULE OF INCOME AND EXPENDITURE**  
**AS AT JULY 31, 2011**

| INCOME AND EXPENDITURE                                      | \$               |
|---|------------------|
| <b>INTEREST</b>   |                  |
| Staff Loan  | 59               |
| Bank  | 874              |
|   | <hr/>            |
|   | <b>933</b>       |
| <br><b>1. GOODS AND SERVICES:</b>                           |                  |
| <br><b>(i) Travel:</b>                                      |                  |
| Local   | 50,769           |
| Overseas  | 49,134           |
|   | <hr/>            |
|   | <b>99,903</b>    |
| <br><b>(ii) Consulting &amp; Other Contracted Services:</b> |                  |
| Urine Sample Tests - Horses                                 | 599,100          |
| Veterinary Services   | 337,082          |
| Contracted Service  | 340,250          |
| Lasix   | 5,090            |
| Consultancy   | 28,808           |
| D.N.A   | 5,670            |
| Directigen Equine Influenza Test                            | 2,066            |
|   | <hr/>            |
|   | <b>1,318,066</b> |
| <br><b>(iii) Training:</b>                                  |                  |
| Apprentice Jockey School                                    | 240,555          |
| Stewards  | 16,599           |
|   | <hr/>            |
|   | <b>257,154</b>   |
| <br><b>(iv) Expenses:</b>                                   |                  |
| Bank Charges & Interest                                     | 6,690            |
| Postal and Stamps   | 449              |
| Advertising Shortage  | 14,822           |
|   | <hr/>            |
|   | <b>21,961</b>    |
| <br><b>(v) Fees:</b>  |                  |
| Audit   | 25,000           |
| Legal   | 38,758           |
|   | <hr/>            |
|   | <b>63,758</b>    |



**TRINIDAD AND TOBAGO RACING AUTHORITY**  
**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED JULY 31, 2011**

| NOTE C FIXED ASSETS              | COMPUTER & ACCESSORIES | OFFICE EQUIPMENT | FURNITURE & FITTING | VETERINARY EQUIPMENT | JOCKEY SCHOOL FURNISHINGS | MOTOR VEHICLE |
|----------------------------------|------------------------|------------------|---------------------|----------------------|---------------------------|---------------|
|                                  | \$                     | \$               | \$                  | \$                   | \$                        | \$            |
| <b>COST</b>                      |                        |                  |                     |                      |                           |               |
| COST AUGUST 01, 2010             | 117,657                | 4,829            | 123,833             | 36,855               | 10,038                    | 47,000        |
| ADDITIONS                        | 8,125                  | 0                | 3,083               | 58,900               | 0                         | 0             |
| DISPOSAL                         | 0                      | 0                | 0                   | 0                    | 0                         | 0             |
| <b>COST JULY 31, 2011</b>        | <b>125,782</b>         | <b>4,829</b>     | <b>126,916</b>      | <b>95,755</b>        | <b>10,038</b>             | <b>47,000</b> |
|                                  |                        |                  |                     |                      |                           |               |
| <b>ACCUMULATED DEPRECIATION</b>  |                        |                  |                     |                      |                           |               |
| AS AT AUGUST 01, 2010            | 111,197                | 4,799            | 109,242             | 36,835               | 9,668                     | 46,990        |
| DISPOSAL                         | 0                      | 0                | 0                   | 0                    | 0                         | 0             |
| DEPRECIATION CHARGE              | 6,411                  | 0                | 6,838               | 11,780               | 370                       | 0             |
| <b>AS AT JULY 31, 2011</b>       | <b>117,608</b>         | <b>4,799</b>     | <b>116,080</b>      | <b>48,615</b>        | <b>10,038</b>             | <b>46,990</b> |
|                                  |                        |                  |                     |                      |                           |               |
| <b>NET BOOK VALUE 31.07.2010</b> | <b>6,460</b>           | <b>30</b>        | <b>14,592</b>       | <b>20</b>            | <b>370</b>                | <b>10</b>     |
|                                  |                        |                  |                     |                      |                           |               |
| <b>NET BOOK VALUE 31.07.2011</b> | <b>8,174</b>           | <b>30</b>        | <b>10,836</b>       | <b>47,140</b>        | <b>0</b>                  | <b>10</b>     |