



**SECOND REPORT OF THE AUDITOR GENERAL OF THE REPUBLIC OF TRINIDAD AND TOBAGO ON THE FINANCIAL STATEMENTS OF THE NATIONAL CARNIVAL COMMISSION FOR THE FOURTEEN MONTHS ENDED 30<sup>TH</sup> SEPTEMBER, 2000**

The First Report of the Auditor General of the Republic of Trinidad and Tobago on the non-receipt of the Financial Statements of the National Carnival Commission (the Commission) for the fourteen months ended 30<sup>th</sup> September, 2000 was signed by the Auditor General on 2004 August 24 and forwarded to the Speaker and the President of the Senate to be laid before the House of Representatives and the Senate respectively and to the Minister of Finance.

2. The accompanying Financial Statements comprise a Balance Sheet as at 30<sup>th</sup> September, 2000, an Income Statement, a statement of Source and Application of Funds for the fourteen months ended 30<sup>th</sup> September, 2000, and Notes to the Financial Statements numbered 1 to 19.

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

3. The management of the National Carnival Commission is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, 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**

4. 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 24(4) of the National Carnival Commission of Trinidad and Tobago Act, 1991. The audit was conducted in accordance with auditing standards. Because of the matters described in the Basis for Disclaimer of Opinion paragraph, however, sufficient appropriate audit evidence was not obtained to provide a basis for an audit opinion.

**BASIS FOR DISCLAIMER OF OPINION**

5. Several records and documents were not produced for audit. As a result, the undermentioned balances appearing in the financial statements were not verified.

(i) Balance Sheet - Assets

- *Fixed Assets* - \$8,351,674.00
- *VAT Receivable* - \$2,314,145.00
- *Short Term Loans* - \$11,350,000.00
- *Payables and Accrued Expenses* - \$5,954,991.00

(ii) Income Statement

(a) Expenditure

- Salaries and Bonuses - \$1,550,325.00
- Wages, Overtime and Subsistence -\$ 1,264,848.00
- Consulting and Other Contracted Services - \$7,083,430.00
- Special Interest Group - \$19,879,303.00

**DISCLAIMER OF OPINION**

6. Because of the significance of the matters described in the Basis for Disclaimer of Opinion paragraph, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, I do not express an opinion on the Financial Statements.

**REPORT ON OTHER LEGAL AND REGULATORY REQUIREMENTS**

7. The Commission was not in compliance with the following sections of Act No.9 of 1991:

**(b) Section 14(1)** “The Commission shall within five years of its establishment provide for the establishment and maintenance of a pension scheme for the benefit of its officers and employees”.

- The Commission was established in 1991 and at the time of audit a pension scheme was not implemented.

**(c) Section 18(1)** “There is hereby established the National Carnival Commission Fund (hereinafter referred to as “the Fund”).

- At the time of audit the National Carnival Commission Fund was not established

**(d) Section 24(1)** “The Commission shall keep proper accounts and records of the transactions and affairs of the Commission and shall do all things necessary to ensure that all payments out of the moneys of the Commission are correctly made and properly authorized and that adequate control is maintained over the assets of, or in the custody of, the Commission and the incurring of liability by the Commission”.

**SUBMISSION OF REPORT**

8. 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.

**18<sup>TH</sup> MARCH, 2016  
PORT-OF-SPAIN**



A handwritten signature in blue ink, appearing to read 'MAJEED ALI'.

**MAJEED ALI  
AUDITOR GENERAL**

SS  
20160318

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE 14 MONTHS ENDED 30<sup>th</sup> SEPTEMBER 2000

NATIONAL CARNIVAL COMMISSION  
FINANCIAL STATEMENTS  
FOR THE 14 MONTHS ENDED 30<sup>th</sup> SEPTEMBER 2000

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NATIONAL CARNIVAL COMMISSION

Balance Sheet

As at September 30, 2000

	<u>Notes</u>	<u>1999/2000</u>	<u>1998/1999</u>
<b><u>Fixed Assets</u></b>	(1)	8,351,674	3,596,690
<b><u>Current Assets</u></b>			
PETTY CASH		3,000	3,000
REPUBLIC BANK	(2)	1,079,129	99,361
LOAN - INTEREST GROUP (TUCO)		15,000	15,000
EMPLOYEE ADVANCE/LOAN		4,030	6,600
VAT RECEIVABLE/PAYABLE	(3)	2,314,145	1,189,892
ACCOUNTS RECEIVABLE		33,293	44,572
Total Current Assets		<u>3,448,597</u>	<u>1,358,425</u>
<b><u>Less: Current Liabilities</u></b>			
SHORT TERM LOANS	(4)	11,350,000	0
FIRST CITIZENS BANK	(2)	319,049	5,687,419
PAYABLES & ACCRUED EXPENSES	(5)	5,954,991	5,425,392
Total Current Liabilities		<u>17,624,040</u>	<u>11,112,810</u>
 Net Current Liability		<u>(14,175,443)</u>	<u>(9,754,385)</u>
Net Total Assets		<u>\$ (5,823,769)</u>	<u>\$ (6,157,695)</u>
<b><u>REPRESENTED BY:</u></b>			
Equity B/F		(6,157,695)	1,734,424
Net Surplus / (Deficit) for year		333,926	(7,892,119)
		<u>\$ (5,823,769)</u>	<u>\$ (6,157,695)</u>

The annexed notes form an integral part of these accounts.

  
 CHAIRMAN  
 NATIONAL CARNIVAL COMMISSION



  
 CHIEF EXECUTIVE OFFICER  
 NATIONAL CARNIVAL COMMISSION

**NATIONAL CARNIVAL COMMISSION**  
**Income Statement**  
**For the Fourteen Months Ending September 30, 2000**

	<u>Notes</u>	<u>1999/2000</u>	<u>1998/1999</u>
<b><u>Revenues</u></b>			
GOVERNMENT SUBVENTIONS	(6)	29,032,272	13,372,321
		<u>29,032,272</u>	<u>13,372,321</u>
<b><u>Other Income</u></b>			
FEES	(7)	232,251	554,926
ADVERTISING		143,537	289,567
DONATIONS		550,000	70,400
RENTALS	(8)	1,740,446	719,992
GATE RECEIPTS INCOME		-	23,376
REIMBURSEMENT INCOME		2,934,094	1,897,534
MISCELLANEOUS INCOME		25,975	36,310
		<u>5,626,303</u>	<u>3,592,105</u>
<b><u>Total Revenues</u></b>		<u>34,658,575</u>	<u>16,964,426</u>
<b><u>Expenses</u></b>			
SALARIES & BONUSES	(9)	1,550,325	1,124,133
WAGES, OVERTIME & SUBSISTENCE	(10)	1,264,848	600,678
REMUNERATION TO BOARD MEMBERS		156,735	133,279
EMPLOYER'S CONTRIB.NIS		60,497	56,705
TRAVELLING	(11)	457,197	32,813
TRAINING		23,664	0
UNIFORMS		21,201	0
ELECTRICITY		269,516	268,350
TELEPHONE		136,915	82,296
WATER & SEWERAGE RATES		471	4,373
RENT	(12)	96,165	78,656
OFFICE STATIONERY & SUPPLIES	(13)	128,964	83,486
MATERIALS & SUPPLIES		344,983	231,662
REPAIRS & MAINTENANCE	(14)	144,404	146,251
DEPRECIATION		764,388	734,204
CONSULTING & OTHER CONTRACTED SERVICES	(15)	7,083,430	6,168,767
FEES (inc. rebates)	(16)	425,582	297,954
INSURANCES		88,178	90,519
ADVT, PROMO.PUBLICITY,P.R.PRINTING	(17)	738,498	355,660
TRANSPORT & FREIGHT CHGS.		125,526	22,582
BANK CHARGES & INTEREST PAYMENTS	(18)	563,860	504,455
SPECIAL INTEREST GROUPS	(19)	19,879,303	13,839,722
<b><u>Total Expenses</u></b>		<u>34,324,649</u>	<u>24,856,544</u>
<b><u>Net Income</u></b>		<b>\$ 333,926</b>	<b>\$ (7,892,119)</b>

NATIONAL CARNIVAL COMMISSION

SOURCES AND APPLICATION OF FUNDS

14 MONTHS ENDED SEPTEMBER 30, 2000

**SOURCES OF FUNDS**

Surplus on Operations	333,926
Short Term Bank Loans	11,350,000
Depreciation charged for year	764,388
Staledated cheques	255,102
Reduction in Accounts Payable	572,660
<b>Total</b>	<u>13,276,076</u>

**APPLICATION OF FUNDS**

Additions to Fixed Assets	5,519,372
Loan to Employees	(2,569)
Increase in Sundry Debtors	1,411,136
<b>Total</b>	<u>6,927,939</u>

**Excess of Sources over Applications** **\$ 6,348,138**

**Financed via Bank Accounts**

First Citizens Bank Limited	5,368,370
Republic Bank Limited	979,768

**\$ 6,348,138**



**NATIONAL CARNIVAL COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE 14 MONTHS ENDED SEPTEMBER 30, 2000**

					<u>2000</u>	<u>1999</u>
<b>FIXED ASSETS</b>		<b>Leasehold</b>	<b>Carnival</b>	<b>Furniture</b>		
	<b>NOTES</b>	<b>Improvements</b>	<b>Booths</b>	<b>&amp; Fittings</b>	<b>Total</b>	
Cost/Valuations at August 01, 1999		2,112,602	1,062,000	2,604,991	5,779,593	5,779,593
Additions during the year		5,246,957	0	272,415	5,519,372	0
		<b>7,359,559</b>	<b>1,062,000</b>	<b>2,877,406</b>	<b>11,298,965</b>	<b>5,779,593</b>
Accumulated Depreciation at August 01, 1999		434,299	796,500	952,104	2,182,903	1,450,199
Charge This Year		211,260	265,500	287,628	764,388	732,704
		<b>645,559</b>	<b>1,062,000</b>	<b>1,239,732</b>	<b>2,947,291</b>	<b>2182903</b>
<b>Written Down Value at August 31,1998</b>	<b>1</b>	<b>\$ 6,714,000</b>	<b>\$ -</b>	<b>\$ 1,637,674</b>	<b>\$ 8,351,674</b>	<b>\$ 3,596,690</b>
Annual Rates of Depreciation		10%	25%	10%		
<b>BANK BALANCES</b>	<b>2</b>					
First Citizens Bank Ltd.					(319,049)	(5,687,418)
Republic Bank Ltd.					1,079,129	99,361
					<b>\$ 760,080</b>	<b>\$ (5,588,057)</b>
<b>VALUE ADDED TAX</b>	<b>3</b>					
Vat Receivable					2,793,129	1,370,714
Vat Payable					(478,984)	(180,821)
					<b>\$ 2,314,145</b>	<b>\$ 1,189,892</b>
<b>SHORT TERM LOANS</b>	<b>4</b>					
Loan #1					3,179,000	0
Loan #2					8,171,000	0
					<b>\$ 11,350,000</b>	<b>\$ -</b>
<b>PAYABLES AND ACCRUED EXPENSES</b>	<b>5</b>					
Accounts Payable					225,717	0
Board of Inland Revenue – Paye					206,907	145,669
Board of Inland Revenue - Health Surcharge					29,049	12,787
National Insurance Board					52,215	10,950
Caution Fee					24,973	16,041
Suspense Account- Stale-Dated Cheques					830,510	575,408
Accrued Expenses					4,585,620	4,664,537
					<b>\$ 5,954,991</b>	<b>\$ 5,425,392</b>

**NATIONAL CARNIVAL COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE 14 MONTHS ENDED SEPTEMBER 30, 2000**

		<u>2000</u>	<u>1999</u>
<b>GOVERNMENT SUBVENTIONS</b>	<b>6</b>		
Subventions to NCC		13,376,000	5,374,600
Subventions for Special Interest Groups		15,656,272	7,997,721
		<b>\$ 29,032,272</b>	<b>\$ 13,372,321</b>
<b>FEES</b>	<b>7</b>		
Concession Fees		232,251	554,476
Accreditation Fees		0	450
		<b>\$ 232,251</b>	<b>\$ 554,926</b>
<b>RENTALS</b>	<b>8</b>		
QPS Grand Stand		1,718,243	42,710
QPS Paddock/Power of Calypso		22,203	677,282
		<b>\$ 1,740,446</b>	<b>\$ 719,992</b>
<b>SALARIES AND BONUSES</b>	<b>9</b>		
Salaries		1,550,325	1,068,993
Bonus		0	55,140
		<b>\$ 1,550,325</b>	<b>\$ 1,124,133</b>
<b>WAGES, OVERTIME &amp; SUBSISTANCE</b>	<b>10</b>		
Wages		1,149,297	539,858
Overtime		115,551	60,820
		<b>\$ 1,264,848</b>	<b>\$ 600,678</b>
<b>TRAVELLING</b>	<b>11</b>		
Local		49,827	0
Overseas		407,371	32,813
		<b>\$ 457,197</b>	<b>\$ 32,813</b>
<b>RENT</b>	<b>12</b>		
Equipment		96,165	43,856
Motor Vehicles		0	34,800
		<b>\$ 96,165</b>	<b>\$ 78,656</b>
<b>Office Stationery &amp; Supplies</b>	<b>13</b>		
Stationery		128,503	76,820
Supplies / Postage		461	6,666
		<b>\$ 128,964</b>	<b>\$ 83,486</b>

**NATIONAL CARNIVAL COMMISSION**  
**NOTES TO THE FINANCIAL STATEMENTS FOR THE 14 MONTHS ENDED SEPTEMBER 30, 2000**

		<u>2000</u>	<u>1999</u>
<b>REPAIRS AND MAINTENANCE</b>	<b>14</b>		
Building		124,745	129,329
Equipment		0	0
Motor Vehicles		19,659	16,922
		<u>\$ 144,404</u>	<u>\$ 146,251</u>
<b>CONSULTING AND OTHER CONTRACTED SERVICES</b>	<b>15</b>		
Power of Calypso		210,351	0
Other Consulting & Contracting		6,873,078	6,168,767
		<u>\$ 7,083,430</u>	<u>\$ 6,168,767</u>
<b>FEES</b>	<b>16</b>		
Artistes		287,231	229,415
Audit		0	0
Legal		135,500	68,539
Other		2,852	0
		<u>\$ 425,582</u>	<u>\$ 297,954</u>
<b>ADVERTISING AND PROMOTION</b>	<b>17</b>		
Promotion, Publicity, Printing		738,498	353,468
Advertising		0	2,192
		<u>\$ 738,498</u>	<u>\$ 355,660</u>
<b>BANK CHARGES AND INTERST PAYMENTS</b>	<b>18</b>		
Bank Charges		563,860	504,455
Interest And Penalty Payments		0	0
		<u>\$ 563,860</u>	<u>\$ 504,455</u>
<b>SPECIAL INTEREST GROUPS</b>	<b>19</b>		
Tuco/PanTrinbago/NCBA		17,258,658	12,810,997
Regional Carnivals		2,301,332	1,028,725
Carnival Institute		319,313	0
		<u>\$ 19,879,303</u>	<u>\$ 13,839,722</u>