



SECOND REPORT OF THE AUDITOR GENERAL OF THE REPUBLIC OF TRINIDAD AND TOBAGO ON THE FINANCIAL STATEMENTS OF THE NATIONAL CARNIVAL COMMISSION FOR THE YEAR ENDED 30TH SEPTEMBER, 2001

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 year ended 30th September, 2001 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 30th September, 2001, an Income Statement, a statement of Source and Application of Funds for the year ended 30th September, 2001, 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* - \$7,677,170.00
- *VAT Receivable* - \$2,204,889.00
- *Payables and Accrued Expenses* - \$6,586,189.00

(ii) Income Statement

(a) Revenue

- Government Subventions - \$33,847,432.00

(b) Expenditure

- Salaries and Bonuses - \$1,109,558.00
- Wages, Overtime and Subsistence - \$ 1,312,292.00
- Travelling - \$577,441.00

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.

**18TH MARCH, 2016
PORT-OF-SPAIN**



A handwritten signature in blue ink, appearing to read "M. Ali".

**MAJEED ALI
AUDITOR GENERAL**

SS
20160318

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE 12 MONTHS ENDED 30th SEPTEMBER 2001

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE 12 MONTHS ENDED 30th SEPTEMBER 2001

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NATIONAL CARNIVAL COMMISSION

Balance Sheet

As at September 30, 2001

	<u>Notes</u>	<u>2000/2001</u>	<u>1999/2000</u>
<u>Fixed Assets</u>	(1)	7,677,170	8,351,674
<u>Current Assets</u>			
PETTY CASH		3,500	3,000
REPUBLIC BANK	(2)	255,725	1,079,129
LOAN - INTEREST GROUP (TUCO)		0	15,000
EMPLOYEE ADVANCE/LOAN		0	4,030
VAT RECEIVABLE/PAYABLE	(3)	2,204,889	2,314,145
ACCOUNTS RECEIVABLE		-	33,293
Total Current Assets		<u>2,464,114</u>	<u>3,448,597</u>
<u>Less: Current Liabilities</u>			
SHORT TERM LOANS	(4)	9,172,000	11,350,000
FIRST CITIZENS BANK	(2)	(151,456)	319,049
PAYABLES & ACCRUED EXPENSES	(5)	6,586,189	5,954,991
Total Current Liabilities		<u>15,606,733</u>	<u>17,624,040</u>
Net Current Liability		<u>(13,142,619)</u>	<u>(14,175,443)</u>
Net Total Assets		<u>\$ (5,465,449)</u>	<u>\$ (5,823,769)</u>
<u>REPRESENTED BY:</u>			
Equity B/F		(5,675,950)	(6,157,695)
Net Surplus / (Deficit) for year		210,501	333,926
		<u>\$ (5,465,449)</u>	<u>\$ (5,823,769)</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 Year Ended September 30, 2001

	<u>Notes</u>	<u>2000/2001</u>	<u>1999/2000</u>
<u>Revenues</u>			
GOVERNMENT SUBVENTIONS	(6)	33,847,432	29,032,272
		<u>33,847,432</u>	<u>29,032,272</u>
<u>Other Income</u>			
FEES	(7)	304,587	232,251
ADVERTISING		40,053	143,537
DONATIONS		-	550,000
RENTALS	(8)	483,056	1,740,446
GATE RECEIPTS INCOME		106,892	-
REIMBURSEMENT INCOME		2,646,819	2,934,094
MISCELLANEOUS INCOME		49,270	25,975
		<u>3,630,678</u>	<u>5,626,303</u>
<u>Total Revenues</u>		<u>37,478,110</u>	<u>34,658,575</u>
<u>Expenses</u>			
SALARIES & BONUSES	(9)	1,109,558	1,550,325
WAGES, OVERTIME & SUBSISTENCE	(10)	1,312,292	1,264,848
REMUNERATION TO BOARD MEMBERS		131,803	156,735
EMPLOYER'S CONTRIB.- NIS/Pension Plan		162,381	60,497
TRAVELLING	(11)	577,441	457,197
TRAINING		69,267	23,664
UNIFORMS		20,105	21,201
ELECTRICITY		223,834	269,516
TELEPHONE		140,347	136,915
WATER & SEWERAGE RATES		3,297	471
RENT	(12)	67,339	96,165
OFFICE STATIONERY & SUPPLIES	(13)	76,964	128,964
MATERIALS & SUPPLIES		544,133	344,983
REPAIRS & MAINTENANCE	(14)	87,819	144,404
DEPRECIATION		1,142,219	764,388
CONSULTING & OTHER CONTRACTED SERVICES	(15)	11,981,618	7,083,430
FEES (inc. rebates)	(16)	1,013,168	425,582
INSURANCES		134,352	88,178
ADV'T, PROMO.PUBLICITY,P.R.PRINTING	(17)	500,296	738,498
TRANSPORT & FREIGHT CHGS.		101,070	125,526
BANK CHARGES & INTEREST PAYMENTS	(18)	528,479	563,860
SPECIAL INTEREST GROUPS	(19)	17,339,826	19,879,303
<u>Total Expenses</u>		<u>37,267,608</u>	<u>34,324,650</u>
<u>Net Income</u>		\$ 210,501	\$ 333,926

NATIONAL CARNIVAL COMMISSION

SOURCES AND APPLICATION OF FUNDS

12 MONTHS ENDED SEPTEMBER 30, 2001

SOURCES OF FUNDS

Surplus on Operations	210,501
Short Term Bank Loan	9,172,000
Depreciation charged for year	1,142,219
Staledated cheques written back	92,760
Addition in Accounts Payable	843,663
Decrease in Sundry Debtors	124,741
Total	<u>11,585,884</u>

APPLICATION OF FUNDS

Additions to Fixed Assets	467,715
Short Term Bank Loans	11,350,000
Decrease in Loan to Employee	(4,030)
Increase in Cash on Hand	500
Total	<u>11,814,185</u>

Excess of Applications over Sources **\$ (228,301)**

Financed via Bank Accounts

 First Citizens Bank Limited 470,505

 Republic Bank Limited (698,806)

\$ (228,301)

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2001

					<u>2001</u>	<u>2000</u>
FIXED ASSETS	NOTES	Leasehold Improvements	Carnival Booths	Furniture & Fittings	Total	
Cost/Valuations at August 01, 1999		7,359,558	1,062,000	2,877,407	11,298,965	5,779,593
Additions during the year		200,376	0	267,339	467,715	5,519,372
		7,559,934	1,062,000	3,144,746	11,766,680	11,298,965
Accumulated Depreciation at August 01, 1999		645,559	1,062,000	1,239,732	2,947,291	2,182,903
Charge This Year		755,994	0	386,225	1,142,219	764,388
		1,401,553	1,062,000	1,625,957	4,089,510	2,947,291
Written Down Value at August 31,1998	1	\$ 6,158,381	\$ -	\$ 1,518,789	\$ 7,677,170	\$ 8,351,674
Annual Rates of Depreciation		10%	25%	10%		
BANK BALANCES	2					
First Citizens Bank Ltd.					151,457	(319,049)
Republic Bank Ltd.					255,725	954,531
					\$ 407,182	\$ 635,482
VALUE ADDED TAX	3					
Vat Receivable					3,267,015	2,793,129
Vat Payable					(1,062,127)	(478,984)
					\$ 2,204,889	\$ 2,314,145
SHORT TERM LOANS	4					
Loan #1					-	3,179,000
Loan #2					-	8,171,000
Loan #3					9,172,000	0
					\$ 9,172,000	\$ 11,350,000
PAYABLES AND ACCRUED EXPENSES	5					
Accounts Payable					4,534,005	225,717
Board of Inland Revenue – Paye					503,870	206,907
Board of Inland Revenue - Health Surcharge					71,169	29,049
National Insurance Board					149,515	52,215
Caution Fee					20,624	24,973
Suspense Account- Stale-Dated Cheques					923,270	830,510
Accrued Expenses					383,736	4,585,620
					\$ 6,586,189	\$ 5,954,991

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2001

		<u>2001</u>	<u>2000</u>
GOVERNMENT SUBVENTIONS	6		
Subventions to NCC		23,860,312	13,376,000
Subventions for Special Interest Groups		9,987,120	15,656,272
		\$ 33,847,432	\$ 29,032,272
FEES	7		
Concession Fees		254,587	232,251
Accreditation Fees		50,000	0
		\$ 304,587	\$ 232,251
RENTALS	8		
QPS Grand Stand		267,299	1,718,243
QPS Paddock/Power of Calypso		215,757	22,203
		\$ 483,056	\$ 1,740,446
SALARIES AND BONUSES	9		
Salaries		1,109,558	1,550,325
Bonus		0	0
		\$ 1,109,558	\$ 1,550,325
WAGES, OVERTIME & SUBSISTANCE	10		
Wages		1,164,970	1,149,297
Overtime		147,322	115,551
		\$ 1,312,292	\$ 1,264,848
TRAVELLING	11		
Local		98,646	49,827
Overseas		478,795	407,371
		\$ 577,441	\$ 457,198
RENT	12		
Equipment		67,339	96,165
Motor Vehicles		0	0
		\$ 67,339	\$ 96,165
Office Stationery & Supplies	13		
Stationery		76,730	128,503
Supplies / Postage		234	461
		\$ 76,964	\$ 128,964

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2001

		<u>2001</u>	<u>2000</u>
REPAIRS AND MAINTENANCE	14		
Building		70,117	124,745
Equipment		0	0
Motor Vehicles		17,702	19,659
		<u>\$ 87,819</u>	<u>\$ 144,404</u>
CONSULTING AND OTHER CONTRACTED SERVICES	15		
Power of Calypso		0	210,351
Other Consulting & Contracting		11,981,618	6,997,676
		<u>\$ 11,981,618</u>	<u>\$ 7,208,027</u>
FEES	16		
Artistes		926,418	287,231
Audit		0	0
Legal		68,000	135,500
Other		18,750	2,852
		<u>\$ 1,013,168</u>	<u>\$ 425,583</u>
ADVERTISING AND PROMOTION	17		
Promotion, Publicity, Printing		500,296	738,498
Advertising		0	0
		<u>\$ 500,296</u>	<u>\$ 738,498</u>
BANK CHARGES AND INTERST PAYMENTS	18		
Bank Charges		104,380	563,860
Interest And Penalty Payments		424,099	0
		<u>\$ 528,479</u>	<u>\$ 563,860</u>
SPECIAL INTEREST GROUPS	19		
Tuco/PanTrinbago/NCBA		14,159,457	17,258,658
Regional Carnivals		2,118,092	2,301,332
Carnival Institute		1,062,277	319,313
		<u>\$ 17,339,826</u>	<u>\$ 19,559,990</u>