



THIRD 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, 2002

The First and Second Reports 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, 2002 were signed by the Auditor General on 2004 August 24 and 2005 September 19 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, 2002, an Income Statement, a statement of Source and Application of Funds for the year ended 30th September, 2002, 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* - \$9,013,471.00
 - *Cash in Bank* - \$664,170.00
 - *Capital Loan Repayment* - \$6,000,000.00
 - *Equity* - \$5,465,449.00

(ii) Income Statement

Expenditure

- Salaries and Bonuses - \$1,136,439.00
- Wages, Overtime and Subsistence - \$ 1,472,138.00
- Consulting and Other Contracted Services - \$7,338,009.00
- Loan Repayment Principal - \$6,000,000.00

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**



M. Ali
**MAJEED ALI
AUDITOR GENERAL**

*SS
20160318*

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE 12 MONTHS ENDED 30th SEPTEMBER 2002

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE 12 MONTHS ENDED 30th SEPTEMBER 2002

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NATIONAL CARNIVAL COMMISSION

Balance Sheet

As at September 30, 2002

	<u>Notes</u>	<u>2001/2002</u>	<u>2000/2001</u>
<u>Fixed Assets</u>	(1)	9,013,471	7,677,170
<u>Current Assets</u>			
PETTY CASH		3,500	3,500
REPUBLIC BANK	(2)	147,901	255,725
FIRST CITIZENS BANK	(2)	664,170	151,456
VAT RECEIVABLE/PAYABLE	(3)	3,185,293	2,204,889
ACCOUNTS RECEIVABLE		23,000	-
Total Current Assets		<u>4,023,864</u>	<u>2,615,570</u>
<u>Less: Current Liabilities</u>			
SHORT TERM LOANS	(4)	11,500,000	9,172,000
PAYABLES & ACCRUED EXPENSES	(5)	2,264,705	6,586,189
Total Current Liabilities		<u>13,764,705</u>	<u>15,758,189</u>
Net Current Liability		<u>(9,740,841)</u>	<u>(13,142,619)</u>
Net Total Assets		<u>\$ (727,370)</u>	<u>\$ (5,465,449)</u>
<u>REPRESENTED BY:</u>			
Equity B/F		(5,465,449)	(5,823,769)
Prior Years Adjustments		779,327	147,819
Capital - Loan Repayment		6,000,000	-
		<u>1,313,878</u>	<u>(5,675,950)</u>
Net Surplus / (Deficit) for year		(2,041,248)	210,501
		<u>\$ (727,370)</u>	<u>\$ (5,465,449)</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, 2002

	<u>Notes</u>	<u>2001/2002</u>	<u>2000/2001</u>
<u>Revenues</u>			
GOVERNMENT SUBVENTIONS	(6)	39,877,550	33,847,432
		<u>39,877,550</u>	<u>33,847,432</u>
<u>Other Income</u>			
FEES	(7)	263,341	304,587
ADVERTISING		76,000	40,053
DONATIONS		19,522	-
RENTALS	(8)	400,737	483,056
GATE RECEIPTS INCOME		-	106,892
REIMBURSEMENT INCOME		1,067,006	2,646,819
MISCELLANEOUS INCOME		264,499	49,270
		<u>2,091,105</u>	<u>3,630,678</u>
<u>Total Revenues</u>		<u>41,968,655</u>	<u>37,478,110</u>
<u>Expenses</u>			
SALARIES & BONUSES	(9)	1,136,437	1,109,558
WAGES, OVERTIME & SUBSISTENCE	(10)	1,472,138	1,312,292
REMUNERATION TO BOARD MEMBERS		214,744	131,803
EMPLOYER'S CONTRIB.- NIS/Pension Plan		380,047	162,381
TRAVELLING	(11)	19,532	577,441
TRAINING		200	69,267
UNIFORMS		-	20,105
ELECTRICITY		267,547	223,834
TELEPHONE		195,536	140,347
WATER & SEWERAGE RATES		2,420	3,297
RENT	(12)	35,867	67,339
OFFICE STATIONERY & SUPPLIES	(13)	67,065	76,964
MATERIALS & SUPPLIES		247,973	544,133
REPAIRS & MAINTENANCE	(14)	50,988	87,819
DEPRECIATION		1,001,318	1,142,219
CONSULTING & OTHER CONTRACTED SERVICES	(15)	7,338,009	11,981,618
FEES (inc. rebates)	(16)	398,488	1,013,168
INSURANCES		81,146	134,352
ADV'T, PROMO.PUBLICITY,P.R.PRINTING	(17)	400,822	500,296
TRANSPORT & FREIGHT CHGS.		52,491	101,070
LOAN REPAYMENT - PRINCIPAL		6,000,000	-
BANK CHARGES & INTEREST PAYMENTS	(18)	855,758	528,479
SPECIAL INTEREST GROUPS	(19)	23,791,377	17,339,826
<u>Total Expenses</u>		<u>44,009,903</u>	<u>37,267,608</u>
<u>Net Income</u>		\$ (2,041,248)	\$ 210,501

NATIONAL CARNIVAL COMMISSION

SOURCES AND APPLICATION OF FUNDS

12 MONTHS ENDED SEPTEMBER 30, 2002

SOURCES OF FUNDS

Surplus / (Deficit) on Operations for Year	(2,041,248)
Prior Year's Adjustment	779,327
Ministry Subvention for Loan repayment	6,000,000
Short Term Bank Loan	11,500,000
Depreciation charged for year	1,001,318
Staledated cheques written back	95,604
Total	<u>17,335,001</u>

APPLICATION OF FUNDS

Additions to Fixed Assets	2,337,619
Short Term Bank Loans	9,172,000
Decrease in Accounts Payable	5,397,492
Increase in Sundry Debtors	23,000
Total	<u>16,930,111</u>

Excess of Applications over Sources

\$ 404,890

Financed via Bank Accounts

 First Citizens Bank Limited 512,714

 Republic Bank Limited (107,824)

\$ 404,890

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2002

FIXED ASSETS	NOTES	Leasehold Improvements	Carnival Booths	Furniture & Fittings	<u>2002</u> Total	<u>2001</u>
Cost/Valuations at August 01, 1999		7,559,934	1,062,000	3,144,746	11,766,680	11,298,965
Additions during the year		0	0	2,337,619	2,337,619	467,715
		7,559,934	1,062,000	5,482,365	14,104,299	11,766,680
Accumulated Depreciation at August 01, 1999		1,401,553	1,062,000	1,625,957	4,089,510	2,947,291
Charge This Year		615,838	0	385,480	1,001,318	1,142,219
		2,017,391	1,062,000	2,011,437	5,090,828	4,089,510
Written Down Value at August 31,1998	1	\$ 5,542,543	\$ -	\$ 3,470,928	\$ 9,013,471	\$ 7,677,170
Annual Rates of Depreciation		10%	25%	10%		
 BANK BALANCES	 2					
First Citizens Bank Ltd.					664,170	151,457
Republic Bank Ltd.					147,901	255,725
					<u>\$ 812,071</u>	<u>\$ 407,182</u>
 VALUE ADDED TAX	 3					
Vat Receivable					4,741,112	3,267,015
Vat Payable					(1,555,819)	(1,062,127)
					<u>\$ 3,185,293</u>	<u>\$ 2,204,889</u>
 SHORT TERM LOANS	 4					
Loan # 3					-	9,172,000
Loan # 4					11,500,000	-
					<u>\$ 11,500,000</u>	<u>\$ 9,172,000</u>
 PAYABLES AND ACCRUED EXPENSES	 5					
Accounts Payable					198,025	4,534,005
Board of Inland Revenue – Paye					594,467	503,870
Board of Inland Revenue - Health Surcharge					95,283	71,169
National Insurance Board					24,906	149,515
Caution Fee					16,023	20,624
Suspense Account- Stale-Dated Cheques					1,018,874	923,270
Accrued Expenses					325,146	383,736
Pension Payable					-8,019	0
					<u>\$ 2,264,705</u>	<u>\$ 6,586,189</u>

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2002

		<u>2002</u>	<u>2001</u>
GOVERNMENT SUBVENTIONS	6		
Subventions to NCC		32,205,577	23,860,312
Subventions for Special Interest Groups		7,671,973	9,987,120
		<u>\$ 39,877,550</u>	<u>\$ 33,847,432</u>
FEES	7		
Concession Fees		263,341	254,587
Accreditation Fees		0	50,000
		<u>\$ 263,341</u>	<u>\$ 304,587</u>
RENTALS	8		
QPS Grand Stand		331,637	267,299
QPS Paddock/Club House		69,100	215,757
		<u>\$ 400,737</u>	<u>\$ 483,056</u>
SALARIES AND BONUSES	9		
Salaries		1,117,576	1,109,558
Bonus		18,861	0
		<u>\$ 1,136,437</u>	<u>\$ 1,109,558</u>
WAGES, OVERTIME & SUBSISTANCE	10		
Wages		1,282,742	1,164,970
Overtime		189,396	147,322
		<u>\$ 1,472,138</u>	<u>\$ 1,312,292</u>
TRAVELLING	11		
Local		7,532	98,646
Overseas		12,000	478,795
		<u>\$ 19,532</u>	<u>\$ 577,441</u>
RENT	12		
Equipment		35,867	67,339
Motor Vehicles		0	0
		<u>\$ 35,867</u>	<u>\$ 67,339</u>

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2002

		<u>2002</u>	<u>2001</u>
Office Stationery & Supplies	13		
Stationery		66,745	76,730
Supplies / Postage		319	234
		<u>\$ 67,065</u>	<u>\$ 76,964</u>
REPAIRS AND MAINTENANCE	14		
Building		44,286	70,117
Equipment		0	0
Motor Vehicles		6,703	17,702
		<u>\$ 50,988</u>	<u>\$ 87,819</u>
CONSULTING AND OTHER CONTRACTED SERVICES	15		
Miscellaneous Expenses		0	0
Other Consulting & Contracting		7,338,009	11,981,618
		<u>\$ 7,338,009</u>	<u>\$ 11,981,618</u>
FEEES	16		
Artistes		321,851	926,418
Audit		7,600	0
Legal		69,037	68,000
Other		0	18,750
		<u>\$ 398,488</u>	<u>\$ 1,013,168</u>
ADVERTISING AND PROMOTION	17		
Promotion, Publicity, Printing		400,822	500,296
Advertising		0	0
		<u>\$ 400,822</u>	<u>\$ 500,296</u>
BANK CHARGES AND INTERST PAYMENTS	18		
Bank Charges		13,105	104,380
Interest And Penalty Payments		842,652	424,099
		<u>\$ 855,758</u>	<u>\$ 528,479</u>
SPECIAL INTEREST GROUPS	19		
Tuco/PanTrinbago/NCBA		21,597,984	14,159,457
Regional Carnivals		2,123,806	2,118,092
Carnival Institute		69,587	1,062,277
		<u>\$ 23,791,377</u>	<u>\$ 17,339,826</u>