



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, 2003

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, 2003 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, 2003, an Income Statement, a statement of Source and Application of Funds for the year ended 30th September, 2003, 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* - \$8,279,867.00
 - *Cash in Bank* - \$367,598.00
 - *Capital Injection*- \$11,500,000.00

(ii) Income Statement

Expenditure

- Salaries and Bonuses - \$973,363.00
- Wages, Overtime and Subsistence - \$ 1,435,680.00
- Consulting and Other Contracted Services - \$12,065,433.00
- Special Interest Group - \$24,036,685.00

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 "MAJEED ALI", is written over the printed name.

**MAJEED ALI
AUDITOR GENERAL**

SS
20160318

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE 12 MONTHS ENDED 30th SEPTEMBER 2003

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE 12 MONTHS ENDED 30th SEPTEMBER 2003

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NATIONAL CARNIVAL COMMISSION
Balance Sheet
As at September 30, 2003

	<u>Notes</u>	<u>2002/2003</u>	<u>2001/2002</u>
<u>Fixed Assets</u>	(1)	8,279,867	9,013,471
<u>Current Assets</u>			
PETTY CASH		3,500	3,500
REPUBLIC BANK	(2)	6,879	147,901
FIRST CITIZENS BANK	(2)	367,598	664,170
VAT RECEIVABLE/PAYABLE	(3)	3,632,509	3,185,293
ACCOUNTS RECEIVABLE		3,888	23,000
Total Current Assets		4,014,374	4,023,864
<u>Less: Current Liabilities</u>			
SHORT TERM LOANS	(4)	-	11,500,000
PAYABLES & ACCRUED EXPENSES	(5)	3,056,040	2,264,705
Total Current Liabilities		3,056,040	13,764,705
Net Current Liability		958,334	(9,740,841)
Net Total Assets		\$ 9,238,201	\$ (727,370)
<u>REPRESENTED BY:</u>			
Equity B/F		(727,370)	(5,465,449)
Prior Years Adjustment		(2,974)	779,327
Capital Injection re Loan Repayments		11,500,000	6,000,000
		10,769,656	1,313,878
Net Surplus / (Deficit) for year		(1,531,455)	(2,041,248)
		\$ 9,238,201	\$ (727,370)

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, 2003

	<u>Notes</u>	<u>2002/2003</u>	<u>2001/2002</u>
<u>Revenues</u>			
GOVERNMENT SUBVENTIONS	(6)	50,495,908	39,877,550
		<u>50,495,908</u>	<u>39,877,550</u>
<u>Other Income</u>			
FEES	(7)	387,465	263,341
ADVERTISING		113,624	76,000
DONATIONS		149,949	19,522
RENTALS	(8)	586,340	400,737
REIMBURSEMENT INCOME		777,051	1,067,006
MISCELLANEOUS INCOME		1,568,856	264,499
		<u>3,583,284</u>	<u>2,091,105</u>
<u>Total Revenues</u>		<u>54,079,192</u>	<u>41,968,655</u>
<u>Expenses</u>			
SALARIES & BONUSES	(9)	973,363	1,136,437
WAGES, OVERTIME & SUBSISTENCE	(10)	1,435,680	1,472,138
REMUNERATION TO BOARD MEMBERS		250,948	214,744
EMPLOYER'S CONTRIB.- NIS/Pension Plan		258,673	380,047
TRAVELLING	(11)	35,949	19,532
TRAINING		24,609	200
UNIFORMS		12,070	-
ELECTRICITY		175,640	267,547
TELEPHONE		138,776	195,536
WATER & SEWERAGE RATES		1,639	2,420
RENT	(12)	82,557	35,867
OFFICE STATIONERY & SUPPLIES	(13)	87,170	67,065
MATERIALS & SUPPLIES		518,617	247,973
REPAIRS & MAINTENANCE	(14)	65,197	50,988
DEPRECIATION		919,985	1,001,318
CONSULTING & OTHER CONTRACTED SERVICES	(15)	12,065,433	7,338,009
FEES (inc. rebates)	(16)	1,452,702	398,488
INSURANCES		60,471	81,146
ADV'T, PROMO.PUBLICITY,P.R.PRINTING	(17)	392,874	400,822
TRANSPORT & FREIGHT CHGS.		90,978	52,491
BANK CHARGES & INTEREST PAYMENTS	(18)	1,030,631	855,758
LOAN REPAYMENT - PRINCIPAL		11,500,000	6,000,000
SPECIAL INTEREST GROUPS	(19)	24,036,685	23,791,377
<u>Total Expenses</u>		<u>55,610,647</u>	<u>44,009,903</u>
<u>Net Income</u>		\$ (1,531,455)	\$ (2,041,248)

NATIONAL CARNIVAL COMMISSION

SOURCES AND APPLICATION OF FUNDS

12 MONTHS ENDED SEPTEMBER 30, 2003

SOURCES OF FUNDS

Surplus / (Deficit) on Operations for Year	(1,531,455)
Subventions for Loan repayment	11,500,000
Decrease in Sundry Debtors	19,112
Increase in Accounts Payable	156,903
Depreciation charged for year	919,985
Staledated cheques written back	187,216
Total	<u>11,251,761</u>

APPLICATION OF FUNDS

Prior Year's Adjustment	2,974
Additions to Fixed Assets	186,381
Short Term Bank Loans - Repayment	11,500,000
Total	<u>11,689,355</u>

Excess of Applications over Sources **\$ (437,594)**

Financed via Bank Accounts

First Citizens Bank Limited	(296,572)
Republic Bank Limited	(141,022)

\$ (437,594)

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2003

					<u>2003</u>	<u>2002</u>
FIXED ASSETS	NOTES	Leasehold Improvements	Carnival Booths	Furniture & Fittings	Total	
Cost/Valuations at August 01, 1999		7,559,934	1,062,000	5,482,365	14,104,299	11,766,680
Additions during the year		0	0	186,381	186,381	2,337,619
		7,559,934	1,062,000	5,668,746	14,290,680	14,104,299
Accumulated Depreciation at August 01, 1999		2,017,391	1,062,000	2,011,437	5,090,828	4,089,510
Charge This Year		554,254	0	365,731	919,985	1,001,318
		2,571,645	1,062,000	2,377,168	6,010,813	5,090,828
Written Down Value at August 31,1998	1	\$ 4,988,289	\$ -	\$ 3,291,578	\$ 8,279,867	\$ 9,013,471
Annual Rates of Depreciation (WDV)		10%	25%	10%		
 BANK BALANCES	 2					
First Citizens Bank Ltd.					367,598	664,170
Republic Bank Ltd.					6,879	147,901
					\$ 374,477	\$ 812,071
 VALUE ADDED TAX	 3					
Vat Receivable					5,990,387	4,741,112
Vat Payable					(2,357,877)	(1,555,819)
					\$ 3,632,509	\$ 3,185,293
 SHORT TERM LOANS	 4					
Loan # 4					-	11,500,000
					\$ -	\$ 11,500,000
 PAYABLES AND ACCRUED EXPENSES	 5					
Accounts Payable					837,501	238,037
Board of Inland Revenue – Paye					587,572	594,467
Board of Inland Revenue - Health Surcharge					97,648	95,283
National Insurance Board					4,356	24,906
Caution Fee					14,813	16,024
Suspense Account- Stale-Dated Cheques					1,206,090	1,018,874
Accrued Expenses					318,542	325,146
Pension / Credit Union Payable					-10,481	-8,019
					\$ 3,056,040	\$ 2,304,718

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2003

		<u>2003</u>	<u>2002</u>
GOVERNMENT SUBVENTIONS	6		
Subventions to NCC		41,945,472	32,205,577
Subventions for Special Interest Groups		8,550,436	7,671,973
		<u>\$ 50,495,908</u>	<u>\$ 39,877,550</u>
FEES	7		
Concession Fees		297,878	263,341
Accreditation Fees		89,586	0
		<u>\$ 387,465</u>	<u>\$ 263,341</u>
RENTALS	8		
QPS Grand Stand		399,453	331,637
QPS Paddock/Club House		186,887	69,100
		<u>\$ 586,340</u>	<u>\$ 400,737</u>
SALARIES AND BONUSES	9		
Salaries		973,363	1,117,576
Bonus		0	18,861
		<u>\$ 973,363</u>	<u>\$ 1,136,437</u>
WAGES, OVERTIME & SUBSISTANCE	10		
Wages		1,171,180	1,282,742
Overtime		264,500	189,396
		<u>\$ 1,435,680</u>	<u>\$ 1,472,138</u>
TRAVELLING	11		
Local		760	7,532
Overseas		35,189	12,000
		<u>\$ 35,949</u>	<u>\$ 19,532</u>
RENT	12		
Equipment		82,557	35,867
Motor Vehicles		0	0
		<u>\$ 82,557</u>	<u>\$ 35,867</u>

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED SEPTEMBER 30, 2003

		<u>2003</u>	<u>2002</u>
Office Stationery & Supplies	13		
Stationery		86,131	66,745
Supplies / Postage		1,038	319
		<u>\$ 87,170</u>	<u>\$ 67,065</u>
REPAIRS AND MAINTENANCE	14		
Building		54,007	44,286
Motor Vehicles		11,190	6,703
		<u>\$ 65,197</u>	<u>\$ 50,988</u>
CONSULTING AND OTHER CONTRACTED SERVICES	15		
Other Consulting & Contracting		12,065,433	7,338,009
		<u>\$ 12,065,433</u>	<u>\$ 7,338,009</u>
FEEES	16		
Artistes		386,944	321,851
Audit		0	7,600
Legal		574,750	69,037
Other		491,008	0
		<u>\$ 1,452,702</u>	<u>\$ 398,488</u>
ADVERTISING AND PROMOTION	17		
Promotion, Publicity, Printing		392,874	400,822
		<u>\$ 392,874</u>	<u>\$ 400,822</u>
BANK CHARGES AND INTERST PAYMENTS	18		
Bank Charges		13,554	13,105
Interest And Penalty Payments		1,017,077	842,652
		<u>\$ 1,030,631</u>	<u>\$ 855,758</u>
SPECIAL INTEREST GROUPS	19		
Tuco/PanTrinbago/NCBA		20,028,200	21,597,984
Regional Carnivals		3,933,485	2,123,806
Carnival Institute		75,000	69,587
		<u>\$ 24,036,685</u>	<u>\$ 23,791,377</u>