



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 31ST JULY, 1998

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 31st July, 1998 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 31st July 1998, an Income Statement, a statement of Source and Application of Funds for the year ended 31st July 1998, and Notes to the Financial Statements numbered 1 to 17.

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* - \$4,310,024.00
 - *VAT Receivable* - \$944,366.00

(ii) Income Statement

(a) Revenue

- Government Subventions - \$19,767,420.00

(b) Expenditure

- Electricity - \$236,233.00
- Consulting and Other Contracted Services - \$6,293,538.00
- Special Interest Group - \$9,569,808.00

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

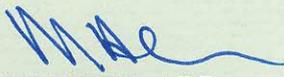
(d) Section 24(1) “The Commission shall keep proper accounts and records of the transactions and affairs of the Commission and shall do all things necessary to ensure that all payments out of the moneys of the Commission are correctly made and properly authorized and that adequate control is maintained 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**




**MAJEED ALI
AUDITOR GENERAL**

SS
20160318

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31st JULY 1998

NATIONAL CARNIVAL COMMISSION

FINANCIAL STATEMENTS

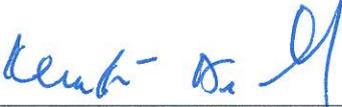
FOR THE YEAR ENDED 31st JULY 1998

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NATIONAL CARNIVAL COMMISSION
Balance Sheet
As at July 31, 1998

	<u>Notes</u>	<u>1997/1998</u>	<u>1996/1997</u>
<u>Fixed Assets</u>	(1)	4,310,024	2,746,044
<u>Current Assets</u>			
PETTY CASH		2,000	1,000
FIRST CITIZENS BANK	(2)	1,261	-
REPUBLIC BANK	(2)	-	844,409
LOAN - INTEREST GROUP (TUCO)		293,000	-
EMPLOYEE ADVANCE/LOAN		1,855	9,874
VAT RECEIVABLE/PAYABLE		944,366	463,546
WORK IN PROGRESS		-	435,014
Total Current Assets		1,242,482	1,753,843
<u>Less: Current Liabilities</u>			
REPUBLIC BANK	(2)	1,510	-
PAYABLES & ACCRUED EXPENSES	(3)	3,816,572	3,278,666
Total Current Liabilities		3,818,082	3,278,666
Net Current Liability		(2,575,600)	(1,524,823)
Net Total Assets		\$ 1,734,424	\$ 1,221,221
 <u>REPRESENTED BY:</u>			
Equity B/F		1,221,221	1,043,350
Net Income for year		513,203	177,871
		\$ 1,734,424	\$ 1,221,221

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 Twelve Months Ending July 31, 1998

	<u>Notes</u>	<u>1997/1998</u>	<u>1996/1997</u>
<u>Revenues</u>			
GOVERNMENT SUBVENTIONS	(4)	19,767,420	14,039,260
		<u>19,767,420</u>	<u>14,039,260</u>
<u>Other Income</u>			
FEES	(5)	425,861	503,457
ADVERTISING		184,500	76,112
DONATIONS		19,150	202,554
RENTALS	(6)	477,405	399,853
GATE RECEIPTS INCOME		386,695	2,310,014
REIMBURSEMENT INCOME		8,320	549,568
INTEREST INCOME		8,141	-
MISCELLANEOUS INCOME		129,775	1,144,444
		<u>1,639,847</u>	<u>5,186,002</u>
<u>Total Revenues</u>		<u>21,407,267</u>	<u>19,225,262</u>
<u>Expenses</u>			
SALARIES & BONUSES	(7)	1,051,589	544,049
WAGES, OVERTIME & SUBSISTENCE	(8)	513,100	716,163
REMUNERATION TO BOARD MEMBERS		129,409	53,006
EMPLOYER'S CONTRIB.NIS		44,320	24,761
TRAVELLING	(9)	91,073	53,966
ELECTRICITY		236,233	205,033
TELEPHONE		86,101	108,415
WATER & SEWERAGE RATES		10,692	-
RENT	(10)	162,332	79,223
OFFICE STATIONERY & SUPPLIES	(11)	89,642	115,714
MATERIALS & SUPPLIES		74,830	436,322
REPAIRS & MAINTENANCE	(12)	684,523	2,984,493
DEPRECIATION		734,204	-
CONSULTING & OTHER CONTRACTED SERVICES	(13)	6,293,538	6,548,100
FEES (inc. rebates)	(14)	185,354	1,158,790
INSURANCES		93,397	63,642
ADV'T, PROMO.PUBLICITY,P.R.PRINTING	(15)	751,692	1,143,961
TRANSPORT & FREIGHT CHGS.		14,597	275,190
BANK CHARGES & INTEREST PAYMENTS	(16)	77,631	-
SPECIAL INTEREST GROUPS	(17)	9,569,808	4,536,563
<u>Total Expenses</u>		<u>20,894,064</u>	<u>19,047,391</u>
<u>Net Income</u>		\$ 513,203	\$ 177,871

NATIONAL CARNIVAL COMMISSION
SOURCES AND APPLICATION OF FUNDS
YEAR ENDED JULY 31, 1998

SOURCES OF FUNDS

Surplus on operations	513,203
Depreciation charged for year	734,204
Staledated cheques	531,860
Reduction in Accounts Payable	6,046
Total	<u>1,785,313</u>

APPLICATION OF FUNDS

Increase in Cash on Hand (Petty Cash)	1,000
Additions to Fixed Assets	1,863,170
Loan to Affiliated Company	293,000
Increase in Sundry Debtors	472,801
Total	<u>2,629,971</u>

Excess of Applications over Sources **\$ (844,658)**

Financed via Bank Accounts

First Citizens Bank Limited	(1,261)
Republic Bank Limited	845,919

\$ 844,658

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDING JULY 31, 1998

					<u>1998</u>	<u>1997</u>
FIXED ASSETS	NOTES	Leasehold Improvements	Carnival Booths	Furniture & Fittings	Total	
Cost/Valuations at August 01, 1997		117,786	1,062,000	2,282,252	3,462,038	
Additions during the year		1,994,816		303,369	2,298,185	
		2,112,602	1,062,000	2,585,621	5,760,223	
Accumulated Depreciation at August 01, 1997		11,779	265,500	438,716	715,994	
Charge This Year		211,260	265,500	257,444	734,204	
		223,039	531,000	696,160	1,450,199	
Written Down Value at August 31, 1998	1	\$ 1,889,563	\$ 531,000	\$ 1,889,461	\$ 4,310,024	\$ 2,746,044
Annual Rates of Depreciation		10%	25%	10%		
BANK BALANCES	2					
First Citizens Bank Ltd.					1,261	0
Republic Bank Ltd.					-1,510	844,409
					\$ (249)	\$ 844,409
PAYABLES AND ACCRUED EXPENSES	3					
Board of Inland Revenue – Paye					34,551	
Board of Inland Revenue - Health Surcharge					7,506	
National Insurance Board					17,475	
Caution Fee					3,730	
Suspense Account- Stale-Dated Cheques					531,860	
Accrued Expenses					3,221,450	
					\$ 3,816,572	\$ 3,278,666
GOVERNMENT SUBVENTIONS	4					
Subventions to NCC					12,806,420	
Subventions for Special Interest Groups					6,961,000	
					\$ 19,767,420	\$ 14,039,260
FEES	5					
Concession Fees					361,906	
Accreditation Fees					2,278	
Application Fees					16,124	
Security Service Fees					6,918	
Carnival Income					38,635	
					\$ 425,861	\$ 503,457

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDING JULY 31, 1998

		<u>1998</u>	<u>1997</u>
RENTALS	6		
QPS Grand Stand		244,503	
QPS Paddock/Club House		232,902	
		\$ 477,405	\$ 399,853
SALARIES AND BONUSES	7		
Salaries		988,249	
Bonus		63,340	
		\$ 1,051,589	\$ 544,049
WAGES, OVERTIME & SUBSISTANCE	8		
Wages		409,082	
Overtime		64,198	
Subsistence		39,820	
		\$ 513,100	\$ 716,163
TRAVELLING	9		
Local		21,017	
Overseas		70,056	
		\$ 91,073	\$ 53,966
RENT	10		
Equipment		52,423	
Motor Vehicles		109,909	
		\$ 162,332	\$ 79,223
Office Stationery & Supplies	11		
Stationery		39,530	
Supplies		50,112	
		\$ 89,642	\$ 115,714
REPAIRS AND MAINTENANCE	12		
Building		617,444	
Equipment		41,906	
Motor Vehicles		25,173	
		\$ 684,523	\$ 2,984,493

NATIONAL CARNIVAL COMMISSION
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDING JULY 31, 1998

		<u>1998</u>	<u>1997</u>
CONSULTING AND OTHER CONTRACTED SERVICES	13		
Landscaping		2,717	
Security		609,920	
Other Consulting & Contracting		5,680,901	
		\$ 6,293,538	\$ 6,548,100
FEES	14		
Artistes		84,629	
Audit		2,300	
Legal		65,165	
Medical		3,119	
Training		30,143	
		\$ 185,354	\$ 1,158,790
ADVERTISING AND PROMOTION	15		
Promotion, Publicity, Printing		438,477	
Advertising		313,215	
		\$ 751,692	\$ 1,143,961
BANK CHARGES AND INTERST PAYMENTS	16		
Bank Charges		49,537	
Interest And Penalty Payments		28,094	
		\$ 77,631	\$ -
SPECIAL INTEREST GROUPS	17		
Tuco/PanTrinbago/NCBA		7,093,101	
Regional Carnivals		2,476,707	
		\$ 9,569,808	\$ 4,536,563