

**Barbados Football Association
Financial Statements
For The Year Ended
December 31, 2019**

Draft

**Brian F. Griffith & Co.
Chartered Accountants**

Barbados Football Association

Index to financial statements

	Page nos.
Auditors' report	1 & 2
Statement of financial position	3
Statement of changes in equity	4
Statement of income and expenditure	5
Statement of cash flows	6
Statement of football administration, national and international expenditure	7
Statement of general administration expenditure	8
Notes to financial statements	9 - 14

Auditors' report

To the Members of The Barbados Football Association

Opinion

We have audited the financial statements of **The Barbados Football Association**, which comprise the statement of financial position as at December 31, 2019, and statement of changes in equity, statement of comprehensive income, and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Association as at December 31, 2019, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-Sized Entities (IFRS for SMEs).

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the **Auditors' Responsibilities for the Audit of the Financial Statements** section of our report. We are independent of the Association in accordance with ethical requirements that are relevant to our audit of the financial statements in Barbados, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IFRS for SMEs 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.

In preparing the financial statements, management is responsible for assessing the Association's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association's financial reporting process.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

A further description of the Auditors' responsibilities for the audit of the financial statements is located at the Institute of Chartered Accountants of Barbados' website at:

https://www.icab.bb/ICAB_Public/Resource_Library/Technical_and_Professional_Matters/Auditing/ICAB_Public/Resource_Library/Technical_and_Professional_Matters/Auditing/AUDITING%20DOCUMENTATION.aspx?hkey=414b0300-2d26-41cf-b3e9-55bc522151fc

Brian F. Griffith & Co.
Chartered Accountants

17 March 2020
Bridgetown, Barbados

Barbados Football Association
Statement of financial position
As at December 31, 2019

	Notes	2019 \$	2018 \$
Current assets			
Cash at bank	4	69,427	21,516
Accounts receivable	5	666,574	587,164
Prepaid expenses	6	11,087	45,462
		<u>747,088</u>	<u>654,142</u>
Non-current assets			
Fixed assets	2(b) & 3	6,948,057	7,018,654
		<u>6,948,057</u>	<u>7,018,654</u>
		<u>7,695,145</u>	<u>7,672,796</u>
Current liabilities			
Bank overdraft	4	-	9,336
Accounts payable and accrued expenses	8	1,053,192	1,531,421
Deferred income	9	11,096	37,952
Loans payable	10	302,068	287,188
		<u>1,366,355</u>	<u>1,865,896</u>
Equity			
Capital grant	11	2,679,719	2,768,689
Accumulated surplus		3,649,070	3,038,210
		<u>6,328,789</u>	<u>5,806,899</u>
		<u>7,695,145</u>	<u>7,672,796</u>

The accompanying notes form part of these financial statements.

Approved by the Executive Board on the _____ day of March, 2020 and signed on its behalf by

President..... Treasurer.....

Barbados Football Association
Statement of changes in equity
For the period ended December 31, 2019

	Accumulated surplus	Capital grant	Total
	\$	\$	\$
Balance at 1 January 2018	2,866,348	2,857,659	5,724,007
Amortization of capital grant	0	(88,970)	(88,970)
Excess of income over expenditure	<u>171,862</u>	<u>0</u>	<u>171,862</u>
Balance at 31 December 2018	3,038,210	2,768,689	5,806,899
Amortization of capital grant	0	(88,970)	(88,970)
Excess of income over expenditure	<u>610,860</u>	<u>0</u>	<u>610,860</u>
Balance at 31 December 2019	<u>3,649,070</u>	<u>2,679,719</u>	<u>6,328,789</u>

The accompanying notes form part of these financial statements.

Barbados Football Association
Statement of income and expenditure
For the year ended December 31, 2019

	2019	2018
	\$	\$
Income		
Amortization of capital grant	88,970	88,970
Broadcast rights	103,675	0
F I F A grant - received (See note 13)	3,704,497	2,647,483
One CONCACAF grant	189,928	498,221
Caribbean Football Union grant	0	189,206
Gain on disposal of fixed asset	11,957	0
Gate receipts - domestic	58,110	59,642
Gate receipts - international	24,427	18,204
Insurance - players	26,834	40,497
Miscellaneous (See note 12)	21,899	34,361
Registration fees and fines	99,945	127,859
Sale of merchandise	2,547	795
Sponsorship	192,256	119,891
Subventions	388,171	60,106
Vendors' fees	245	415
Rental of property	59,180	19,625
Waiver of debt	69,126	0
	<u>5,041,768</u>	<u>3,905,274</u>
Total income		
Expenditure		
Football administration (See page 7)	1,741,128	1,381,217
National and international (See page 7)	1,093,075	994,452
General administration (See page 8)	1,596,705	1,357,744
	<u>4,430,908</u>	<u>3,733,412</u>
Total expenditure		
Excess of income over expenditure	<u>610,860</u>	<u>171,862</u>

The accompanying notes form part of these financial statements.

Barbados Football Association
Statement of cash flows
For the year ended December 31, 2019

	2019	2018
	\$	\$
Cash flows from operating activities		
Excess of income over expenditure	610,860	171,862
Amortization of capital grant	(88,970)	(88,970)
Depreciation	303,436	268,429
	<u>825,326</u>	<u>351,321</u>
Operating income before working capital changes	825,326	351,321
(Increase) in accounts & other receivables	(79,410)	(151,632)
Decrease / (Increase) in prepaid expenses	34,375	(30,313)
(Decrease) / Increase in accounts payable & accrued expenses	(478,229)	1,114,815
(Decrease) in deferred income	(26,856)	(564,823)
	<u>275,206</u>	<u>719,368</u>
Net cash provided by operating activities	<u>275,206</u>	<u>719,368</u>
Cash flows from investing activities		
Additions to fixed assets	(232,838)	(3,346,541)
Construction in progress	-	1,224,028
	<u>(232,838)</u>	<u>(2,122,513)</u>
Net cash (used in) investing activities	<u>(232,838)</u>	<u>(2,122,513)</u>
Cash flows from financing activities		
Increase in loans payable	14,880	240,659
Increase in capital grant	-	-
	<u>14,880</u>	<u>240,659</u>
Net cash provided by financing activities	<u>14,880</u>	<u>240,659</u>
Increase in cash and cash equivalents for the year	57,246	(1,162,486)
Cash and cash equivalents, beginning of year	12,181	1,174,667
	<u>69,427</u>	<u>12,181</u>
Cash and cash equivalents, end of year	<u>69,427</u>	<u>12,181</u>
Represented by:		
Cash at bank	69,427	21,516
Bank overdraft	-	(9,336)
	<u>69,427</u>	<u>12,181</u>

The accompanying notes form part of these financial statements.

Barbados Football Association
Statement of football administration, national
and international expenditure
For the year ended December 31, 2019

	2019	2018
	\$	\$
Football administration		
Advertising	79,621	119,948
Bar expenses	7,559	30,172
Beach soccer	13,715	5,259
Casual labour	47,637	72,755
Equipment and gear	353,907	32,555
Ground maintenance	57,809	89,820
Insurance - disability	134,740	153,495
Medical expenses	43,458	82,045
Printing	8,582	24,184
Prize money and trophies	463,245	253,291
Promotion	94,239	72,250
Referees	84,861	86,882
Rental of grounds, lights and equipment	31,582	61,311
Security	171,302	164,677
Transportation - local	19,460	41,312
Youth development	86,858	91,259
Futsal tournament	42,553	0
	<u>1,741,128</u>	<u>1,381,217</u>
National and International		
Accommodation and meals	494,404	351,601
Allowances - Management teams	39,708	12,453
Allowances - National teams players	54,190	0
Gear and equipment	12,939	9,772
Insurance and medical	15,963	33,406
Referees' fees	0	4,060
Rental of grounds	15,648	0
Training and development	34,954	38,045
Travel and taxes - International	425,269	545,114
	<u>1,093,075</u>	<u>994,452</u>

The accompanying notes form part of these financial statements.

Barbados Football Association
Statement of general administration expenditure
For the year ended December 31, 2019

	2019	2018
	\$	\$
General administration		
Affiliation fees and subscriptions	4,703	5,566
Bank charges	6,588	4,483
Bad debts	0	60,672
Depreciation	303,436	268,429
Donations	0	2,703
Insurance	9,000	15,152
License and permits	675	450
Office supplies	33,536	15,373
Professional fees	51,946	39,621
Rent	1,000	2,000
Repairs and maintenance	33,713	42,415
Salaries, wages and national insurance	887,287	663,555
Security	0	0
Seminar, congress and meetings	43,168	94,301
Stationery	7,801	5,158
Training and development	68,374	25,850
Utilities	90,053	81,693
Vehicle expense	55,425	30,324
	<u>1,596,705</u>	<u>1,357,744</u>

The accompanying notes form part of these financial statements.

Barbados Football Association
Notes to financial statements
December 31, 2019

1. Formation

The Barbados Football Association was founded in 1910.

2. Statement of accounting policies

a) Basis of accounting

These financial statements are prepared under the historical cost convention. No account has been taken of the effects of inflation.

b) Depreciation

Fixed assets are depreciated at rates sufficient to write off these assets over their estimated useful economic lives on a straight-line basis.

The rates used are as follows:-

Furniture and fittings	-	10%
Office equipment	-	20%
Container lockers	-	10%
Building	-	3%

c) Currency

These financial statements are expressed in Barbados dollars.

Barbados Football Association
Notes to financial statements
December 31, 2019

3. Fixed assets

	Land & Building	Furniture and fittings	Office equipment	Container Lockers	Motor Vehicle	Total
						2019
Cost	\$	\$	\$	\$	\$	\$
Balance b/f	7,286,516	132,870	168,627	74,258	142,615	7,804,886
Disposal	0	0	0	0	(39,386)	(39,386)
Additions	<u>57,064</u>	<u>9,947</u>	<u>1,334</u>	<u>0</u>	<u>164,494</u>	<u>232,838</u>
Balance c/f	<u>7,343,580</u>	<u>142,817</u>	<u>169,961</u>	<u>74,258</u>	<u>267,723</u>	<u>7,998,338</u>
Depreciation						
Balance b/f	462,089	68,876	153,382	41,852	60,032	786,231
Disposal	0	0	0	0	(39,386)	(39,386)
Charge for the year	<u>220,307</u>	<u>10,478</u>	<u>11,680</u>	<u>7,426</u>	<u>53,544</u>	<u>303,436</u>
Balance c/f	<u>682,397</u>	<u>79,354</u>	<u>165,062</u>	<u>49,277</u>	<u>74,190</u>	<u>1,050,281</u>
N B V - Dec 2019	<u>6,661,183</u>	<u>63,463</u>	<u>4,898</u>	<u>24,980</u>	<u>193,532</u>	<u>6,948,057</u>
N B V - Dec 2018	<u>6,824,427</u>	<u>63,994</u>	<u>15,245</u>	<u>32,406</u>	<u>82,583</u>	<u>7,018,655</u>

4. Cash at bank and bank overdraft

	2019	2018
Cash at bank	\$	\$
Cash on hand	336	236
FirstCaribbean International Bank	66	66
Republic Bank Barbados Ltd. - Savings account	578	648
Republic Bank Barbados Ltd.- Current account	25,307	20,567
Republic Bank Barbados Ltd.- FIFA, FAP	40,910	(5,751)
Bank of Nova Scotia - Current account	<u>2,230</u>	<u>(3,584)</u>
	<u>69,427</u>	<u>12,181</u>

Barbados Football Association
Notes to financial statements
December 31, 2019

5. Accounts receivable

	2019	2018
	\$	\$
Barbados Revenue Authority - VAT	606,136	558,638
HIV Commission	20,000	0
Registration fees	13,706	3,445
University of the West Indies	8,985	14,125
Secondary School League	5,720	5,720
Other receivable	12,027	5,236
	<u>666,574</u>	<u>587,164</u>

The Value Added Tax refundable has neither been confirmed nor disputed by the Barbados Revenue Authority.

6. Prepaid expenses

	2019	2018
	\$	\$
Trident 10 - Broadcasting	0	34,375
B'dos Light & Power Co.	10,587	10,587
SOL (B'dos) Limited	500	500
	<u>11,087</u>	<u>45,462</u>

7. Construction in progress

This represents the amount expended on the construction of bleachers and the erection of flood lights at the Wildey Astro Turf, Wildey, St. Michael.

Barbados Football Association
Notes to financial statements
December 31, 2019

8. Accounts payable and accrued expenses

	2019	2018
	\$	\$
Archis Group Inc.	91,414	121,414
Barbados Football Referees Association	28,118	28,118
Barbados Revenue Authority	64,547	37,310
Brian F. Griffith & Co.	5,000	5,000
Barbados Olympic Association	26,300	27,765
Barbados Transport Co-op Society	2,525	10,960
Barbados Workers Union	-	10,588
Cable Solutions	745	10,919
Capelli Sport Limited	34,478	-
Century Customs Services Inc.	-	7,941
Commissioner of Police	29,805	34,201
CTR Cadogan's Tent Rentals	22,886	18,831
Director of National Insurance	292,512	186,990
Going Places Travel	0	6,689
Insurance and General Services Ltd.	0	22,047
Insurance Corporation of B'dos Ltd	0	11,697
Kensington Oval Management Inc	11,000	11,000
Land Tax Department	5,462	5,462
Mahy, Ridley, Hazzard Engineering Ltd	6,321	6,321
Medical fees payable	0	69,297
Musco Lighting, LLC	0	112,007
National Sports Council	46,720	35,414
Prize money - All divisions	203,815	161,530
Sports Systems Inc.	0	294,817
Travel House	0	10,361
Trident 10	0	70,200
University of the West Indies	18,103	23,603
Williams Equipment Ltd	59,605	48,604
Other accounts payable	163,441	142,335
	<u>1,053,192</u>	<u>1,531,421</u>

Barbados Football Association
Notes to financial statements
December 31, 2019

9. Deferred income

This represents registration fees received during this year for the following year's football season - \$11,096 (2018 - \$37,952).

10. Loans payable

	2019	2018
	\$	\$
Simpson Finance Limited	95,894	104,407
Caribbean Football Union	120,000	94,000
Other loans payable	<u>86,174</u>	<u>88,781</u>
	<u>302,068</u>	<u>287,188</u>

Other loans payable represents funds advanced by Mr. R Harris and Mr. A Chapman to assist with the general administration. The loans are unsecured, non-interest bearing and carry no fixed terms of repayment.

11. Capital Grant

This represents a capital grant fund given by the Federation of International Football Associations (FIFA) as part of their "FIFA Goal Project" to assist with the construction of the Barbados Football Association's Headquarters at Wildey, St. Michael.

12. Miscellaneous income

	2019	2018
	\$	\$
Football levies	1,136	21,241
Interest	21	32
Other income	<u>20,742</u>	<u>13,088</u>
	<u>21,899</u>	<u>34,361</u>

Barbados Football Association
Notes to financial statements
December 31, 2019

13. FIFA Grant

This represents a grant to the Barbados Football Association from The Federation of International Football Associations (FIFA), as a means of improving its administrative and technical infrastructure. FIFA has set rules for the supervision and administration of these funds, as well as measures to be taken in the event of misuse.

The following receipts and payments were made from the fund during the year:

	2019	2018
	\$	\$
Balance brought forward - January 1, 2019	0	495,098
Receipts - FAP	<u>3,704,497</u>	<u>2,647,483</u>
Payments	<u>3,704,497</u> <u>(3,663,587)</u>	<u>3,142,581</u> <u>(3,142,581)</u>
Balance carried forward - December 31, 2019	<u>40,910</u>	<u>0</u>