

BARBADOS TENNIS ASSOCIATION INC.
Financial Statements
December 31, 2015

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December 31, 2015

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Martin D. Frost, ACA

Featherbed Lane, St. John, Barbados

**AUDITOR'S REPORT
TO THE MEMBERS OF BARBADOS TENNIS ASSOCIATION INC.**

I have audited the accompanying financial statements of Barbados Tennis Association Inc., which comprise the balance sheet as of December 31, 2015, and the general fund statement of income and expenditure, statement of changes in funds and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Council's responsibility for the financial statements

Council is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standard for Small and Medium-sized Entities. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with International Standards on Auditing. Those standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Council, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Opinion

In common with many non-profit organisations, the company reports income, the completeness of which is not susceptible to satisfactory audit verification. Accordingly, my verification of income was limited to comparison of recorded receipts with bank deposits.

In my opinion, except for the effect of such adjustments, if any, which I might have determined to be necessary had I been able to satisfy myself concerning the completeness of the income referred to in the preceding paragraph, the financial statements present fairly, in all material respects, the financial position of Barbados Tennis Association Inc. as of December 31, 2015, and its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standard for Small and Medium-sized Entities.




MARTIN FROST
CHARTERED ACCOUNTANT
July 13, 2016

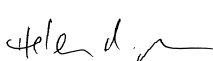
BARBADOS TENNIS ASSOCIATION INC.**Balance Sheet****As of December 31, 2015**

(amounts expressed in Barbados dollars)

	Notes	2015 \$	2014 \$
Assets			
Cash at bank		75,499	57,490
Term deposits	3	40,000	40,000
Trade receivables	4	4,499	7,736
Prepayments	5	14,654	12,156
Accrued interest on term deposits		222	628
		<u>134,874</u>	<u>118,010</u>
Fixed assets			
Building (net of depreciation)	6	<u>168,400</u>	<u>173,496</u>
		<u>168,400</u>	<u>173,496</u>
Total assets		<u>303,274</u>	<u>291,506</u>
Liabilities			
Current liabilities			
Trade payables and accrued liabilities	7	25,579	8,078
Deferred Income	8	10,000	9,948
		<u>35,579</u>	<u>18,026</u>
Total liabilities		<u>35,579</u>	<u>18,026</u>
Net assets		<u>267,695</u>	<u>273,480</u>
Represented by:			
General fund		167,743	168,990
Junior Development fund	9	-	8,828
Elite & Emerging Athletes fund	10	17,558	21,178
Court Repair fund	11	82,394	74,484
		<u>267,695</u>	<u>273,480</u>

The notes on pages 6 to 9 form part of these financial statements.

Approved by the Council on

 PRESIDENT.....


 TREASURER.....

BARBADOS TENNIS ASSOCIATION INC.**Statement of Changes in Funds****For the year ended December 31, 2015**

(amounts expressed in Barbados dollars)

	General Fund	Junior Development Fund	Elite & Emerging Athletes Fund	Court Repair Fund	Total
	\$	\$	\$	\$	\$
Balance - December 31, 2013	183,622	8,493	57,728	61,979	311,822
Deficit for the year	(3,132)	-	-	-	(3,132)
Interest income	-	335	510	1,005	1,850
Grants received	-	-	124,384	-	124,384
Grants paid	-	-	(161,444)	-	(161,444)
Transfer to Court Repair fund	(11,500)	-	-	11,500	-
Balance - December 31, 2014	168,990	8,828	21,178	74,484	273,480
Surplus for the year	5,463	-	-	-	5,463
Interest income	-	-	273	1,200	1,473
Grants received	-	-	69,500	-	69,500
Grants paid	-	(8,828)	(73,393)	-	(82,221)
Transfer to Court Repair fund	(6,710)	-	-	6,710	-
Balance - December 31, 2015	167,743	-	17,558	82,394	267,695

The notes on pages 6 to 9 form part of these financial statements.

BARBADOS TENNIS ASSOCIATION INC.**General Fund****Statement of Income and Expenditure****For the year ended December 31, 2015**

(amounts expressed in Barbados dollars)

	Notes	2015 \$	2014 \$
Income			
Tournaments	12	464,772	369,000
Grants			
National Sports Council		9,000	9,000
Barbados Olympic Association		45,925	51,132
International Tennis Federation		17,545	7,357
Profit from fund raising activities and donations			
Donations and other income		20,500	6,000
Annual fundraising dinner		33,387	31,311
Other fundraiser		6,710	11,697
Advertising banners		2,000	2,333
Tennis centre court rentals		10,473	5,909
Membership subscriptions		10,195	10,065
Summer Camps (net)		4,565	6,326
Coaching Course		-	398
JTI/STI/High Performance & School programmes (net)		1,355	713
Interest on security deposit		122	100
		<u>626,549</u>	<u>511,341</u>
Expenditure			
Tournaments	12	473,831	364,980
Tennis centre			
Wages and NIS		35,133	42,220
Repairs and maintenance		45,316	31,062
Utilities		23,745	31,437
Administrative		21,336	21,441
Membership dues		10,601	10,423
Insurance		6,028	6,028
Depreciation		5,096	6,882
		<u>621,086</u>	<u>514,473</u>
Surplus<Deficit> for the year		<u>5,463</u>	<u>(3,132)</u>

The notes on pages 6 to 9 form part of these financial statements.

BARBADOS TENNIS ASSOCIATION INC.**Statement of Cash Flows****For the year ended December 31, 2015**

(amounts expressed in Barbados dollars)

	2015	2014
	\$	\$
Cash flows from operating activities		
Surplus/(Deficit) for the year	5,463	(3,132)
Depreciation	5,096	6,882
Operating income before working capital changes	<u>10,559</u>	<u>3,750</u>
Change in working capital	<u>18,698</u>	<u>18,980</u>
Cash generated from operating activities	29,257	22,730
Interest income on Non-General Funds	1,473	1,850
Decrease in cash held in Junior Development Fund	(8,828)	-
Decrease in cash held in Elite & Emerging Athletes Fund	<u>(3,893)</u>	<u>(37,060)</u>
Net cash used in operating activities	18,009	(12,480)
Cash at bank and term deposits - beginning of year	<u>97,490</u>	<u>109,970</u>
Cash at bank and term deposits - end of year	<u><u>115,499</u></u>	<u><u>97,490</u></u>

The notes on pages 6 to 9 form part of these financial statements.

BARBADOS TENNIS ASSOCIATION INC.

Notes to Financial Statements

December 31, 2015

(amounts expressed in Barbados dollars)

1. Incorporation and principal activity

The company is incorporated in Barbados as a non-profit company. The principal activity of the Association is the development and promotion of tennis in Barbados.

2. Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all years presented.

Basis of preparation

The financial statements are prepared in accordance with International Financial Reporting Standard for Small and Medium-sized Entities under the historical cost convention.

Estimates

Preparation of financial statements in conformity with International Financial Reporting Standard for Small and Medium-sized Entities requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Revenue recognition

Income is recognised on an accrual basis except for membership subscriptions which are recorded on a cash basis.

Fixed assets

Fixed assets are stated at cost less accumulated depreciation. Depreciation is computed on the straight line method at rates considered adequate to write off the cost less residual value, over their useful lives at the following annual rates:

Building	-	2.0%
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3. Term deposits

These are deposited with Globe Finance Inc. and comprise as follows:

	Maturity date	Interest rate	2015 \$	2014 \$
Deposit #1	7-May-15	3.00%	-	10,000
Deposit #2	8-May-15	3.00%	-	30,000
Deposit #3	9-May-16	3.00%	40,000	-
			<u>40,000</u>	<u>40,000</u>

Deposits #1 and #2 have been merged and Deposit #3 is now allocated as an asset of the Court Repair Fund (note 11).

BARBADOS TENNIS ASSOCIATION INC.**Notes to Financial Statements****December 31, 2015**

(amounts expressed in Barbados dollars)

4. Trade receivables

These comprise as follows:

	2015	2014
	\$	\$
Tournament receipts & court rentals	941	625
BBC Sponsorship	1,167	1,167
NASSCO tournament sponsorship	1,800	1,800
Vending Plus	41	35
U.S. Embassy Bridgetown - Schools grant	-	3,184
Tennis-A-Thon	450	-
Miscellaneous	100	925
	<u>4,499</u>	<u>7,736</u>

5. Prepayments

These comprise as follows:

	2015	2014
	\$	\$
International Tennis Federation membership fees	10,466	10,501
Barbados Light and Power Co. Ltd - security deposit	1,752	1,630
Cooler Fete fundraiser	2,436	-
Ministry of Housing - lease of land	-	25
	<u>14,654</u>	<u>12,156</u>

6. Fixed assets

The building is erected at the National Tennis Centre, Wildey, St. Michael, on a property leased from the Government of Barbados. The lease term of 25 years commenced on April 1, 1992 and the rent of \$100 per annum is subject to review on expiration of the first term and every 10 years thereafter.

BARBADOS TENNIS ASSOCIATION INC.

Notes to Financial Statements

December 31, 2015

(amounts expressed in Barbados dollars)

7. Trade payables and accrued liabilities

These comprise as follows:

	2015	2014
	\$	\$
Bleachers etc.	7,500	5,157
Lighting & fencing repairs	15,000	-
Tournament expenses	591	-
Director of National Insurance	427	726
Barbados Light and Power Co. Ltd	1,711	1,935
FLOW	126	231
Barbados Water Authority	61	29
Ministry of Housing - lease of land	75	-
Miscellaneous	88	-
	<u>25,579</u>	<u>8,078</u>

8. Deferred Income

Funds received in 2015 in respect of sponsorship of a 2016 junior programme have been deferred.

9. Junior Development Fund

In accordance with the wishes of the late Mr. Peter Patterson, a separate fund was established for development of junior tennis.

During 2015, the remaining funds held were used to offset the expenses of junior teams traveling to overseas competitions.

10. Elite & Emerging Athletes Fund

A separate fund has been established to record grants received from donors and paid to elite & emerging athletes on a pass through basis.

11. Court Repair Fund

During 2010, a separate fund was established by Council to set aside a portion of net income raised at annual fund raising events to offset future repairs to the courts at the National Tennis Centre.

Term deposit #3 has been allocated as an asset of this fund (note 3).

BARBADOS TENNIS ASSOCIATION INC.**Notes to Financial Statements****December 31, 2015**

(amounts expressed in Barbados dollars)

12. Tournament Income and Expenses

2015	Davis Cup \$	Other Team Competitions \$	ITF Jnr Champs \$	Other Tournaments \$	Total 2015 \$
Income					
ITF PILA/prize money	160,529	-	-	-	160,529
Sponsorship	3,000	400	12,948	17,690	34,038
Grants	154,528	15,000	16,972	-	186,500
Ticket Sales (net)	48,680	-	-	-	48,680
Entry fees	-	-	14,600	7,325	21,925
Other	300	12,678	122	-	13,100
	<u>367,037</u>	<u>28,078</u>	<u>44,642</u>	<u>25,015</u>	<u>464,772</u>
Expenses					
Official's fees, airfares & accommodation	142,115	-	26,063	2,350	170,528
Grounds	91,663	-	4,765	-	96,428
Players/Captains	70,300	3,500	-	-	73,800
Team airfares	-	48,479	-	-	48,479
Administrative	10,548	-	4,697	-	15,245
Other	47,090	15,836	440	5,985	69,351
	<u>361,716</u>	<u>67,815</u>	<u>35,965</u>	<u>8,335</u>	<u>473,831</u>
Net Surplus/(Deficit) for the year	<u>5,321</u>	<u>(39,737)</u>	<u>8,677</u>	<u>16,680</u>	<u>(9,059)</u>
2014	Davis Cup \$	Other Team Competitions \$	ITF Jnr Champs \$	Other Tournaments \$	Total 2014 \$
Income					
ITF PILA/prize money	201,699	-	-	-	201,699
Sponsorship	5,000	2,000	4,973	23,740	35,713
Grants	19,494	12,000	38,000	-	69,494
Ticket Sales (net)	38,304	-	-	-	38,304
Entry fees	-	-	11,400	11,610	23,010
Other	715	-	65	-	780
	<u>265,212</u>	<u>14,000</u>	<u>54,438</u>	<u>35,350</u>	<u>369,000</u>
Expenses					
Official's fees, airfares & accommodation	126,943	-	34,539	2,400	163,882
Grounds	33,685	-	4,942	2,057	40,684
Players/Captains	45,936	3,123	-	-	49,059
Team airfares	-	25,457	-	-	25,457
Administrative	10,637	-	3,443	-	14,080
Other	52,550	10,027	504	8,737	71,818
	<u>269,751</u>	<u>38,607</u>	<u>43,428</u>	<u>13,194</u>	<u>364,980</u>
Net Surplus/(Deficit) for the year	<u>(4,539)</u>	<u>(24,607)</u>	<u>11,010</u>	<u>22,156</u>	<u>4,020</u>