

**BARBADOS TENNIS ASSOCIATION INC.**  
**Financial Statements**  
**December 31, 2022**

**BARBADOS TENNIS ASSOCIATION INC.**  
**Index to the Financial Statements**  
**December 31, 2022**

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## **INDEPENDENT AUDITORS' REPORT**

**To the Officers of  
Barbados Tennis Association Inc.**

### ***Opinion***

I have audited the accompanying financial statements of Barbados Tennis Association Inc., which comprise the balance sheet as at December 31, 2022, the statement of changes in funds, the general fund statement of income and expenditure and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

In my opinion, the financial statements present fairly, in all material respects, the financial position of Barbados Tennis Association Inc. as of December 31, 2022, and its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities.

### ***Basis for Opinion***

I conducted the audit in accordance with International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of Financial Statements section of my report. I am independent of the Association in accordance with the International Ethics Standards Board for Accountants' (IESBA) International Code of Ethics for Professional Accountants (including International Independence Standards) (IESBA Code), and I have fulfilled my other responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

### ***Responsibilities of Council and Those Charged with Governance for the Financial Statements***

Council is responsible for the preparation and fair presentation of these financial statements in accordance with the International Financial Reporting Standard for Small and Medium-sized Entities and for such internal control as council 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, council 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 council either intends to liquidate the Association or 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' Responsibility for the Audit of Financial Statements***

My 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 auditor's report that includes my 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.

As part of an audit in accordance with ISAs, I exercise professional judgment and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Association's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by council.
- Conclude on the appropriateness of council's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Association's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the evidence obtained up to the date of my audit report. However, future events or conditions may cause the Association to cease to continue as a going concern.
- Form an opinion on the Entity's financial statements based on conclusions drawn from the audit evidence obtained.

- Communicate matters required by professional standards, to the extent that such matters come to our attention, to the appropriate level of management, those charged with governance. The form (oral or in writing) and the timing will depend on the importance of the matter and the requirements under professional standards.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and the significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

### ***Other Matters***

This report is made solely to the Association's officers, as a body, in accordance with Section 147 of the Companies Act of Barbados. My audit work has been undertaken so that I might state to the officers those matters I am required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the Association and the officers, for my audit work, for this report, or for the opinion I have formed.



Roger A. Sparrock B.Sc.(Hons.), CPA, CGA, FCA  
November 15, 2023

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**BARBADOS TENNIS ASSOCIATION INC.**

**Balance Sheet**

**As of December 31, 2022**

(amounts expressed in Barbados dollars)

	Notes	2022 \$	2021 \$
<b>Assets</b>			
Cash at bank		85,873	98,171
Term deposits	3	40,000	40,000
Trade and other receivables	4	55,264	12,866
Prepayments	5	17,444	15,091
Accrued interest on term deposits		383	383
		<u>198,964</u>	<u>166,511</u>
<b>Fixed assets</b>			
Building (net of depreciation)	6	132,731	137,826
		<u>132,731</u>	<u>137,826</u>
<b>Total assets</b>			
		<u>331,695</u>	<u>304,337</u>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Trade payables and accrued liabilities	7	44,608	14,178
Deferred Income	8	21,159	31,262
		<u>65,767</u>	<u>45,440</u>
<b>Total liabilities</b>			
		<u>65,767</u>	<u>45,440</u>
<b>Net assets</b>			
		<u>265,928</u>	<u>258,897</u>
<b>Represented by:</b>			
General fund		141,910	147,008
Elite & Emerging Athletes fund	9	1,999	1,470
Court Repair fund	10	42,587	41,987
Development fund	11	79,432	68,432
		<u>265,928</u>	<u>258,897</u>

Approved by the Council on November 15, 2023

PRESIDENT.....*Ribeiro*.....

SECRETARY.....*Mauliyunnal*.....

The notes on pages 8 to 12 form part of these financial statements.

**BARBADOS TENNIS ASSOCIATION INC.****Statement of Changes in Funds****For the year ended December 31, 2022**

(amounts expressed in Barbados dollars)

	<b>General Fund \$</b>	<b>Elite &amp; Emerging Athletes Fund \$</b>	<b>Court Repair Fund \$</b>	<b>Development Fund \$</b>	<b>Total \$</b>
Balance - December 31, 2020	161,745	30,711	41,385	56,784	290,625
Surplus/(deficit) for the year	(3,089)	-	-	-	(3,089)
Interest income	-	-	602	-	602
Funds received	-	208,100	-	-	208,100
Funds paid\reallocated		(237,341)	-		(237,341)
Transfer to Development Fund (Note 11)	(85,000)	-	-	85,000	-
Development Fund - utilised (Note 11)	73,352	-	-	(73,352)	-
Balance - December 31, 2021	147,008	1,470	41,987	68,432	258,897
Surplus/(deficit) for the year	5,902	-	-	-	5,902
Interest income	-	-	600	-	600
Funds received	-	91,250	-	-	91,250
Funds paid		(90,721)	-		(90,721)
Transfer to Development Fund (Note 11)	(70,000)	-	-	70,000	-
Development Fund - utilised (Note 11)	59,000	-	-	(59,000)	-
Balance - December 31, 2022	141,910	1,999	42,587	79,432	265,928

The notes on pages 8 to 12 form part of these financial statements.

**BARBADOS TENNIS ASSOCIATION INC.****General Fund****Statement of Income and Expenditure****For the year ended December 31, 2022**

(amounts expressed in Barbados dollars)

	Notes	2022 \$	2021 \$
<b>Income</b>			
Tournaments	13	367,061	297,506
Grants			
National Sports Council		28,695	2,500
Barbados Olympic Association		49,340	58,238
International Tennis Federation		15,272	13,875
Profit from fund raising activities and donations			
Misc fundraising		-	1,540
Donations and other income		12,241	1,000
Tennis centre court rentals		57,222	29,647
Membership subscriptions		13,900	13,250
NTC coaching programmes and activities (Note 12)		23,373	4,152
Interest on security deposit		74	73
		<u>567,178</u>	<u>421,781</u>
<b>Expenditure</b>			
Tournaments	13	283,854	219,652
Tennis centre			
Staff wages and NIS		30,985	37,363
Repairs and maintenance		21,890	16,734
Court lighting & painting		34,442	14,828
Facilities costs - bleachers & containers		2,704	37,703
Utilities		37,405	28,239
Administrative costs		93,492	34,600
Membership dues		11,563	11,948
Audit fees		4,113	4,113
Insurance		35,732	14,594
Depreciation		5,096	5,096
		<u>561,276</u>	<u>424,870</u>
<b>Surplus/(deficit) for the year</b>		<u>5,902</u>	<u>(3,089)</u>

The notes on pages 8 to 12 form part of these financial statements.



**BARBADOS TENNIS ASSOCIATION INC.****Statement of Cash Flows****For the year ended December 31, 2022**

(amounts expressed in Barbados dollars)

	2022	2021
	\$	\$
<b>Cash flows from operating activities</b>		
Surplus/(deficit) for the year	5,902	(3,089)
Depreciation	5,096	5,096
Operating profit before working capital changes	10,998	2,007
Change in working capital	(24,425)	17,309
Cash from operating activities	(13,427)	19,316
Interest income on Non-General Funds	600	602
(Decrease)/increase in cash held in Elite & Emerging Athletes Fund	529	(29,241)
Net cash generated from/(utilised in) the year	(12,298)	(9,323)
Cash at bank and term deposits - beginning of year	138,171	147,494
Cash at bank and term deposits - end of year	125,873	138,171

The notes on pages 8 to 12 form part of these financial statements.

# BARBADOS TENNIS ASSOCIATION INC.

## Notes to Financial Statements

December 31, 2022

(amounts expressed in Barbados dollars)

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### 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 SigniaGlobe Financial Group Inc. and comprise as follows:

	Maturity date	Interest rate	2022 \$	2021 \$
Deposit #3	11-May-23	1.50%	40,000	40,000
			<u>40,000</u>	<u>40,000</u>

Deposit #3 is allocated as an asset of the Court Repair Fund (note 10).

**BARBADOS TENNIS ASSOCIATION INC.****Notes to Financial Statements****December 31, 2022**

(amounts expressed in Barbados dollars)

**4. Trade receivables**

These comprise as follows:

	2022 \$	2021 \$
Tournament receipts & court rentals	6,386	3,065
Tournament sponsorship	2,500	-
Barbados Olympic Association - grant	-	3,276
International Tennis Federation - grant	9,430	6,340
National Sports Council - grant	20,000	-
Arts and Sport Promotion Fund - grant	13,093	-
JTI/ATI fees	3,855	185
	<u>55,264</u>	<u>12,866</u>

**5. Prepayments**

These comprise as follows:

	2022 \$	2021 \$
International Tennis Federation - membership fees	12,770	11,563
Barbados Light and Power Co. Ltd - security deposit	2,227	2,153
Pirate's Inn - room deposit	-	525
Credit card and Internet renewal fees	350	350
Ministry of Housing - lease of land	500	500
Miscellaneous	1,597	-
	<u>17,444</u>	<u>15,091</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 original lease expired on March 31, 2017 and was renewed for a further 25 years at a rent of \$2,000 per annum subject to review after the first 10 years and every 10 years thereafter.

With the assistance of a generous benefactor, construction to extend the National Tennis Centre facilities commenced in August 2020. The project was completed in late 2021.

**BARBADOS TENNIS ASSOCIATION INC.****Notes to Financial Statements****December 31, 2022**

(amounts expressed in Barbados dollars)

**7. Trade payables and accrued liabilities**

These comprise as follows:

	2022	2021
	\$	\$
Club House and other NTC repairs	11,986	-
Tournament expenses	9,677	500
Statutory obligations	2,557	1,411
Coaching, captain & directing fees	18,395	9,519
Utilities	297	51
Miscellaneous	1,696	2,697
	<u>44,608</u>	<u>14,178</u>

**8. Deferred Income**

Funds received during 2020 and 2021 in respect of programmes curtailed by the COVID-19 outbreak have been deferred.

These comprise as follows:

	2022	2021
	\$	\$
SOL Caribbean junior programmes	6,260	12,750
Schools House junior programme	10,563	18,262
US Embassy junior programmes	4,095	-
Miscellaneous	241	250
	<u>21,159</u>	<u>31,262</u>

**9. Elite & Emerging Athletes Fund**

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

**10. Court Repair Fund**

A separate fund was established by Council in 2010 to set aside a portion of net income raised at annual fund raising events. The fund continues to be held 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, 2022**

(amounts expressed in Barbados dollars)

**11. Development Fund**

This fund was established by Council in 2019 to set aside a portion of ITF funds received for participating in the Davis Cup event. Further funds were also set aside from the participation fees arising from subsequent Davis Cup ties.

Funds have been allocated to offset costs of hosting future ties and other development initiatives as follows:

	2021 Fund C/f \$	2022 Transferred In \$	2022 Utilized \$	2022 Fund C/f \$
Funding towards squad training.	10,100	-	-	10,100
Improving administration	-	-	-	-
COVID emergency	7,000	-	(7,000)	-
Athlete grants for contributions towards a Foundation	17,817	-	-	17,817
Staging courses and promoting officiating	9,515	-	-	9,515
Staging Futures and/or transitional tour events	7,000	10,000	-	17,000
Facility improvement	-	35,000	(35,000)	-
Davis Cup contingency funding for local Ties	17,000	25,000	(17,000)	25,000
	<u>68,432</u>	<u>70,000</u>	<u>(59,000)</u>	<u>79,432</u>

  

	2020 Fund C/f \$	2021 Transferred In \$	2021 Utilized \$	2021 Fund C/f \$
Funding towards squad training.	5,850	4,250	-	10,100
Improving administration	-	17,000	(17,000)	-
COVID emergency	-	17,000	(10,000)	7,000
Athlete grants for contributions towards a Foundation	7,000	17,000	(6,183)	17,817
Staging courses and promoting officiating	7,000	4,250	(1,735)	9,515
Staging Futures and/or transitional tour events	7,000	-	-	7,000
Facility improvement	1,934	8,500	(10,434)	-
Davis Cup contingency funding for local Ties	28,000	17,000	(28,000)	17,000
	<u>56,784</u>	<u>85,000</u>	<u>(73,352)</u>	<u>68,432</u>

**12. NTC coaching programmes and activities**

These comprise income net of related costs as follows:

	2022 \$	2021 \$
JTI/STI/High Performance & School programmes	4,606	1,871
ATI classes	12,006	2,281
Summer Camps	7,245	-
Miscellaneous	(484)	-
	<u>23,373</u>	<u>4,152</u>

NTC coaching programmes revenue & activities is shown net of \$111,320 in related costs.

The net income from the separate NTC coaching programmes and activities, previously shown as separate items in the P&L, have been summarised with the amounts per programme now shown in this note.

**BARBADOS TENNIS ASSOCIATION INC.****Notes to Financial Statements****December 31, 2022**

(amounts expressed in Barbados dollars)

**13. Tournament Income and Expenses****2022**

	Davis Cup \$	Other Team Competitions \$	ITF Jnr Champs \$	Other Tournaments \$	Total 2022 \$
<b>Income</b>					
ITF Participation Fees	201,689	28,334	-	-	230,023
Sponsorship	2,500	-	5,000	7,900	15,400
Grants	43,000	37,483	7,000	6,000	93,483
Ticket Sales (net)	5,945	-	-	-	5,945
Entry fees	-	-	5,600	8,320	13,920
Other	800	3,500	4,000	(10)	8,290
	<b><u>253,934</u></b>	<b><u>69,317</u></b>	<b><u>21,600</u></b>	<b><u>22,210</u></b>	<b><u>367,061</u></b>
<b>Expenses</b>					
Official's fees, airfares & accommodation	35,635	-	6,875	3,390	45,900
Grounds	5,572	-	4,536	-	10,108
Players/Captains	55,652	4,250	-	6,330	66,232
Team airfares & accommodation	48,365	29,481	1,698	3,854	83,398
Administrative	3,467	-	-	-	3,467
Other	41,809	7,266	11,130	14,544	74,749
	<b><u>190,500</u></b>	<b><u>40,997</u></b>	<b><u>24,239</u></b>	<b><u>28,118</u></b>	<b><u>283,854</u></b>
Net Surplus/(Deficit) for the year	<b><u>63,434</u></b>	<b><u>28,320</u></b>	<b><u>(2,639)</u></b>	<b><u>(5,908)</u></b>	<b><u>83,207</u></b>

**2021**

	Davis Cup \$	Other Team Competitions \$	ITF Jnr Champs \$	Other Tournaments \$	Total 2021 \$
<b>Income</b>					
ITF Participation Fees	204,892	39,861	-	-	244,753
Sponsorship	-	-	-	-	-
Grants	25,000	25,888	-	-	50,888
Ticket Sales (net)	-	-	-	-	-
Entry fees	-	-	-	365	365
Other	-	1,500	-	-	1,500
	<b><u>229,892</u></b>	<b><u>67,249</u></b>	<b><u>-</u></b>	<b><u>365</u></b>	<b><u>297,506</u></b>
<b>Expenses</b>					
Official's fees, airfares & accommodation	47,318	-	-	900	48,218
Grounds	23,691	-	-	-	23,691
Players/Captains	47,500	2,750	-	6,000	56,250
Team airfares & accommodation	26,256	23,122	-	3,500	52,878
Administrative	8,191	-	-	-	8,191
Other	15,097	11,979	-	3,348	30,424
	<b><u>168,053</u></b>	<b><u>37,851</u></b>	<b><u>-</u></b>	<b><u>13,748</u></b>	<b><u>219,652</u></b>
Net Surplus/(Deficit) for the year	<b><u>61,839</u></b>	<b><u>29,398</u></b>	<b><u>-</u></b>	<b><u>(13,383)</u></b>	<b><u>77,854</u></b>