

DOMINICA FOOTBALL ASSOCIATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2022
(EXPRESSED IN EASTERN CARIBBEAN DOLLARS)

Dominica Football Association

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CHARTERED CERTIFIED ACCOUNTANT
P.O. Box 202
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Roseau
Dominica

INDEPENDENT AUDITOR'S REPORT

To the Members of the Dominica Football Association

Opinion

I have audited the accompanying financial statements of Dominica Football Association which comprise the statement of financial position as at December 31, 2022, and the statement of comprehensive income and accumulated surplus and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Dominica Football Association as at December 31, 2022, 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

I conducted my audit in accordance with International Standards on Auditing (ISAs). My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Dominica Football Association in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to my audit of the financial statements in Dominica, and I have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 Dominica Football 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 Dominica Football Association or to cease operations, or has no realistic alternative but to do so.

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

Auditor's Responsibilities for the Audit of the 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.

INDEPENDENT AUDITOR'S REPORT CONT'D

Auditor's Responsibilities for the Audit of the Financial Statements Cont'd

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

1. 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 for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. 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 Dominica Football Association's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management'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 Dominica Football 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 audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Dominica Football Association to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

Other Information

Management is responsible for the other information. The other information comprises the content of the Dominica Football Association's Annual Report except for the financial statements and my Auditor's Report thereon.

My opinion on the financial statements does not cover the other information and I do not express any form of assurance on the other information.

In connection with my audit of the financial statements, my responsibility is to read the other information identified above and, in doing so, consider whether the other information appears to be materially misstated or inconsistent with the financial statements. If, based on the work I have performed, I conclude that there is a material misstatement in the other information, then I am required to report that fact. I have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT CONT'D

Other Matters

This report is made solely to the members of the Dominica Football Association as a body. My audit work has been undertaken so that I might state to the members 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 Dominica Football Association and its members as a body, for my audit work, for this report, or for the opinion I have formed.

Roseau, Dominica

DOMINICA FOOTBALL ASSOCIATION
Statement of Financial Position
As at December 31, 2022

	Notes	2022 \$	2021 \$
ASSETS			
Cash and bank balances	6	2,964,854	4,857,873
Accounts receivable	7	43,691	59,658
Prepayment – DOMLEC deposit		1,800	1,800
Property, plant and equipment	8	2,284,603	2,409,960
TOTAL ASSETS		<u>5,294,948</u>	<u>7,329,291</u>
LIABILITIES			
Accounts payable and accrued liabilities	9	9,200	11,348
Special liabilities	10	39,745	319,530
Deferred Income (Capital Grant – FIFA)	11	1,682,135	1,708,520
TOTAL LIABILITIES		<u>1,731,080</u>	<u>2,039,398</u>
ACCUMULATED FUND		<u>3,563,868</u>	<u>5,289,893</u>
TOTAL LIABILITIES & ACCUMULATED FUND		<u>5,294,948</u>	<u>7,329,291</u>

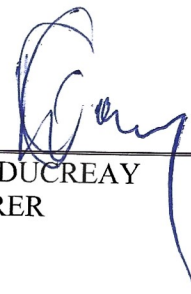
The accompanying notes form an integral part of these financial statements.

APPROVED BY THE BOARD ON
DIRECTORS BY:

AND SIGNED ON BEHALF OF THE BOARD OF



GLEN ETIENNE
PRESIDENT



DEXTER DUCREAY
TREASURER

DOMINICA FOOTBALL ASSOCIATION
Statement of Comprehensive Income and Accumulated Fund
For the year ended December 31, 2022

	Notes	2022 \$	2021 \$
Income			
FIFA Contributions		3,234,289	4,166,710
Gate receipts		-	-
CFU receipts		93,549	487,008
Direct public support		1,200	2,000
Registration fees		5,225	325
Event sales		9,145	2,000
CONCACAF support funds		201,615	268,820
Other income		37,546	-
Amortisation of FIFA grants	11	26,385	26,385
		3,608,954	4,953,248
Expenses			
Program expenses	12	4,373,879	2,149,197
Administrative & general expenses	13	961,100	792,281
COVID-19 Relief	14	-	1,817,434
		5,334,979	4,758,912
(Deficit) / Surplus for the year		(1,726,025)	194,336
Accumulated Fund beginning of year		5,289,893	5,095,557
Accumulated Fund End of Year		3,563,868	5,289,893

The accompanying notes form an integral part of these financial statements.

DOMINICA FOOTBALL ASSOCIATION
Statement of Cash Flows
For the year ended December 31, 2022

	2022	2021
	\$	\$
Cash flows from Operating Activities		
(Deficit) / Surplus for the year	(1,726,025)	194,336
Adjustments for:		
Depreciation	144,506	145,743
Amortisation of FIFA grants	(26,385)	(26,385)
Net prior year's adjustments	-	-
Cash flows before changes in operating assets and liabilities	(1,607,904)	313,694
(Increase) / decrease in accounts receivable	15,967	(815)
(Increase) / decrease in accounts payable and accrued liabilities	(2,148)	2,148
(Decrease) / increase in Special Liabilities	(279,785)	(322,867)
Net cash from operating activities	(1,873,870)	(7,840)
Cash flows from investing activities		
Purchase of fixed assets	(19,149)	(15,701)
Net cash from investing activities	(19,149)	(15,701)
Net cash from financing activities	-	-
Net (decrease) / increase in cash	(1,893,019)	(23,541)
CASH – beginning of year	4,857,873	4,881,414
CASH – end of year	2,964,854	4,857,873

The accompanying notes form an integral part of these financial statements.

DOMINICA FOOTBALL ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2022

1. General Information

The Dominica Football Association was established in 1970 and was incorporated under the Laws of the Commonwealth of Dominica on October 6, 2005 as a non-profit organisation. It is the governing body for the sport of football in the Commonwealth of Dominica. Its office is located at its premises at Bath Estate, Roseau in the Commonwealth of Dominica.

2. Basis of Preparation

(a) Statement of Compliance

These financial statements have been prepared in accordance with International Financial Reporting Standards for Small and Medium Sized Entities (IFRS for SMEs) adopted by the International Accounting Standard Board (IASB).

(b) Going concern

These financial statements have been prepared on the going concern basis, which assumes that the Dominica Football Association will continue in operation for the foreseeable future. They do not purport to give effect to adjustments, if any, that may be necessary should the Dominica Football Association be unable to realize its assets and discharge its liabilities in other than the ordinary course of business. The Dominica Football Association is the recipient of funding from FIFA.

3. Summary of significant accounting policies

(a) Overall considerations

The significant accounting policies set out below have been applied consistently by the Dominica Football Association to all periods presented in these financial statements, except as otherwise stated.

(b) Revenue recognition

Revenue arises from the rendering of services. The Dominica Football Association recognises revenue when: the amount of revenue can be reliably measured; it is probable that future economic benefits will flow to the entity; and specific criteria have been met for its activities. It is measured at the fair value of consideration received or receivable.

DOMINICA FOOTBALL ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2022

3. Summary of Significant Accounting Policies Cont'd

(c) Foreign currency translation

Functional and presentation currency

These financial statements are presented in Eastern Caribbean Dollars, which is the Dominica Football Association's functional and presentation currency. All financial information presented in Eastern Caribbean Dollars has been rounded to the nearest dollar.

Foreign currency transactions and balances

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into Eastern Caribbean Dollars at the foreign exchange rate ruling at that date. Foreign exchange differences arising on translation are recognised in profit or loss. Non-monetary assets and liabilities denominated in foreign currencies that are stated at fair value are translated to Eastern Caribbean Dollars at foreign exchange rates ruling at the dates the values were determined.

(d) Cash and cash equivalents

Cash and cash equivalents include cash on hand, unrestricted balances held with banks and highly liquid financial assets with original maturities of three months or less from the acquisition date that are subject to an insignificant risk of changes in their fair value, and are used by the Dominica Football Association in the management of its short-term commitments. Bank overdraft which is repayable on demand forms an integral part of the business and is included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

Cash and cash equivalents are measured at amortised cost.

(e) Property and equipment and depreciation

Initial measurement

Property and equipment are initially stated at historical cost less accumulated depreciation. Historical cost includes expenditure that is directly attributed to the acquisition of items.

Subsequent measurement

Land and building

After recognition, land and building whose fair value can be measured reliably are carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation and subsequent accumulated impairment losses. Revaluation is made with sufficient regularity to ensure that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting period.

DOMINICA FOOTBALL ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2022

3. Summary of Significant Accounting Policies Cont'd

(e) Property and equipment and depreciation cont'd

If an asset's carrying amount is increased as a result of a revaluation, the increase is recognised in other comprehensive income and accumulated in members' equity under the heading of revaluation reserves. However, the increase is recognised in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognised in profit or loss.

If an asset's carrying amount is decreased as a result of a revaluation, the decrease is recognised in profit or loss. However, the decrease is recognised in other comprehensive income to the extent of any credit balance existing in the revaluation reserves in respect of that asset. The decrease recognised in other comprehensive income reduces the amount accumulated in members' equity under the heading of revaluation reserve.

When a building is revalued, any accumulated depreciation at the date of the revaluation is restated proportionately with the change in the gross carrying amount of the asset so that the carrying amount of the asset after revaluation equals its revalued amount.

Furniture, equipment and motor vehicles

After recognition, an item of property and equipment is carried at its cost less any accumulated depreciation and any accumulated impairment losses.

Depreciation

Depreciation is calculated on the straight line method to write down the cost less estimated residual values of the assets. The following depreciation rates are applied:

Building – Football house	2.5%
Furniture and Equipment	14%, 15%, 20% & 33.3%
Motor vehicles	20%

Land is not depreciated.

The assets' residual values and estimated useful lives are reviewed and adjusted, if appropriate, at each reporting date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount. Gains and losses on disposals are determined by comparing proceeds with carrying amounts. These are included in profit or loss.

Deferred income (capital grants) are recognized in the statement of income over the period necessary to match them with the related fixed assets cost which they are intended to compensate.

DOMINICA FOOTBALL ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2022

3. Summary of Significant Accounting Policies Cont'd

(f) Impairment of Non-Financial Assets

Other assets are tested for impairment whenever events or changes in circumstances indicate that the carrying amount may not be recoverable.

An impairment loss is recognised for the amount by which the asset's carrying amount exceeds its recoverable amount. The recoverable amount is the higher of an asset's fair value less costs of disposal and value in use.

For the purposes of assessing impairment, assets are grouped at the lowest levels for which there are separately identifiable cash inflows which are largely independent of the cash inflows from other assets or groups of assets (cash-generating units). Non-financial assets other than goodwill that suffered an impairment are reviewed for possible reversal of the impairment at the end of each reporting period.

(g) Payables

These amounts represent liabilities for goods and services provided to the Dominica Football Association prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within thirty (30) days of recognition.

(h) Provisions

Provisions for legal claims and make good obligations are recognised when the Dominica Football Association has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources will be required to settle the obligation and the amount can be reliably estimated. Provisions are not recognised for future operating losses.

Where there are a number of similar obligations, the likelihood that an outflow will be required in settlement is determined by considering the class of obligations as a whole. A provision is recognised even if the likelihood of an outflow with respect to any one item included in the same class of obligations may be small.

Provisions are measured at the present value of management's best estimate of the expenditure required to settle the present obligation at the end of the reporting period. The discount rate used to determine the present value is a pre-tax rate that reflects current market assessments of the time value of money and the risks specific to the liability. The increase in the provision due to the passage of time is recognised as interest expense.

DOMINICA FOOTBALL ASSOCIATION

Notes to the Financial Statements

For the year ended December 31, 2022

3. Summary of Significant Accounting Policies Cont'd

(i) Comparatives

Where necessary, comparatives figures have been adjusted to conform to changes in presentation in the current year.

4. Significant management judgements in applying accounting policies and estimation uncertainty

In the application of the Dominica Football Association's accounting policies, which are described in note 3, the directors are required to make judgements, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

5. Financial Risk Management

The Dominica Football Association has exposure to a variety of financial risks including the following risks:

- Currency Risk
- Credit Risk
- Liquidity Risk
- Operational Risk

Management seeks to minimise potential adverse effects on the financial performance of the Dominica Football Association by applying procedures to identify, evaluate and manage the risks based on guidelines set by the Board.

DOMINICA FOOTBALL ASSOCIATION
Notes to the Financial Statements
For the year ended December 31, 2022

6. Cash and bank balances

	2022	2021
	\$	\$
	<hr/>	<hr/>
National Bank of Dominica		
FIFA A/C #3217 Current A/C	2,135,443	4,086,352
Membership A/C #1783	829,411	771,521
FIFA Cash in transit	-	-
	<hr/>	<hr/>
	2,964,854	4,857,873
	<hr/>	<hr/>

7. Accounts Receivable

	2022	2021
	\$	\$
	<hr/>	<hr/>
Employee advances	35,976	55,087
Prepaid insurance	7,715	2,496
Rent deposit	-	1,850
Other	-	225
	<hr/>	<hr/>
	43,691	59,658
	<hr/>	<hr/>

DOMINICA FOOTBALL ASSOCIATION
Notes to the Financial Statements
For the year ended December 31, 2022

8. Property, Plant and Equipment

	Land & Building ECS	Furniture & Equipment ECS	Motor Vehicles ECS	Total ECS
Cost/valuation				
Balance end of year 31/12/20	2,907,536	533,565	247,053	3,688,154
Additions	-	15,701	-	15,701
Balance end of year 31/12/21	2,907,536	549,266	247,053	3,703,855
Additions	-	19,149	-	19,149
Balance end of year 31/12/22	2,907,536	568,415	247,053	3,723,004
Accumulated Depreciation				
Balance end of year 31/12/20	723,645	318,945	105,562	1,148,152
Depreciation charge for the year	33,193	73,139	39,411	145,743
Balance end of year 31/12/21	756,838	392,084	144,973	1,293,895
Depreciation charge for the year	33,193	71,903	39,410	144,506
Balance end of year 31/12/22	790,031	463,987	184,383	1,438,401
Net Book Value				
Beginning of year	2,150,698	157,182	102,080	2,409,960
End of year	2,117,505	104,428	62,670	2,284,603

DOMINICA FOOTBALL ASSOCIATION
Notes to the Financial Statements
For the year ended December 31, 2022

9. Accounts Payable and Accruals

	2022	2021
	\$	\$
Accounts payable and accruals	9,200	11,348
	<u>9,200</u>	<u>11,348</u>

10. Special Liabilities

This represents the unutilised balance of funds from FIFA for program and project support being undertaken by the Dominica Football Association: 2022 : EC\$39,745 (2021: EC\$ 319,530).

11. Deferred Income

This represents the unamortised balance of capital grant funds from FIFA for infrastructural projects (Football House and Training Facility) in Dominica.

	2022	2021
	\$	\$
Unamortised balance beginning of year	1,708,520	1,734,905
Amortised for the year	26,385	26,385
Unamortised balance end of year	<u>1,682,135</u>	<u>1,708,520</u>

12. Program Expenses

	2022	2021
	\$	\$
Event Management	453,720	649,071
Infrastructure Development	129,748	72,216
Men's Development	1,139,882	657,883
Refereeing Expenses	92,943	38,331
Technical Development	211,232	97,839
Women's Football	1,263,616	462,531
Youth Football	81,164	50,575
Under 14/15/17 Expenses	649,086	119,612
Club structure support	352,488	1,139
	<u>4,373,879</u>	<u>2,149,197</u>

These expenses have been accounted for under the following headings:

FIFA	4,270,212	2,103,944
LOCAL	103,667	45,253
	<u>4,373,879</u>	<u>2,149,197</u>

DOMINICA FOOTBALL ASSOCIATION
Notes to the Financial Statements
For the year ended December 31, 2022

13. Administrative and General Expenses

	2022	2021
	\$	\$
Salaries & social security	378,924	405,340
Travel & transportation, allowances / stipend, & accommodation	53,188	6,104
Janitorial services / garbage disposal	11,732	10,556
Meeting and executive expense	9,271	11,107
Annual general meeting	3,251	1,032
Depreciation	144,506	145,743
Cable, telephone, fax & internet	30,468	23,865
Vehicle running expenses	15,814	9,835
Office supplies and stationery	42,366	26,399
Electricity and water	20,843	14,989
Security Services	45,238	29,511
Medical assistance/supplies and insurance expense	71,664	20,884
Promotion and advertising	34,485	13,562
Audit fee	8,000	8,000
Interest and bank charges	10,006	9,444
Professional and affiliation fees	54,095	7,940
Land & house tax	1,094	1,095
Miscellaneous	20,965	35,978
Equipment repairs	2,842	5,470
Staff function	2,348	5,427
	<u>961,100</u>	<u>792,281</u>
These expenses have been accounted under the following headings:		
FIFA	721,279	580,093
LOCAL	<u>239,821</u>	<u>212,188</u>
	<u>961,100</u>	<u>792,281</u>

14. COVID-19 Relief

	2022	2021
Covid-19 Relief Expenses	-	\$ 1,817,434

Included in FIFA contributions for 2021 is a contribution of EC\$672,050 from FIFA under the FIFA COVID-19 Relief Plan.

15. COVID-19

The Dominica Football Association is continuing to assess the potential effects that the outbreak of the Coronavirus (Covid-19) since 2020 will have on its financial performance and operations in the current year.

Management and those charged with governance have made a preliminary assessment of the financial impact but are uncertain at this stage how the financial results of the Dominica Football Association for the 2022 financial year will be impacted by Covid-19 due to slow economic growth.

It is not possible to quantify the financial effect on the Dominica Football Association at this time.