

THE BAHAMAS FOOTBALL ASSOCIATION
Unaudited Financial Statements for The
Year Ended December 31, 2022
And Review Report

THE BAHAMAS FOOTBALL ASSOCIATION

TABLE OF CONTENTS

	<u>PAGE</u>
REVIEW REPORT	1-2
STATEMENT OF FINANCIAL POSITION	3
STATEMENT OF INCOME AND EXPENSES	4 - 5
STATEMENT OF CHANGES IN FUND BALANCES	6
STATEMENT OF CASH FLOWS	7
NOTES TO THE FINANCIAL STATEMENTS	8 - 12

REVIEW REPORT TO:

To the members of
The Bahamas Football Association:

Report on the Financial Statements

We have reviewed the accompanying financial statements of The Bahamas Football Association, which comprise the statement of financial position as at December 31, 2022, and the related statement of income and expenses, statement of changes in fund balance and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

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

Practitioners' Responsibility

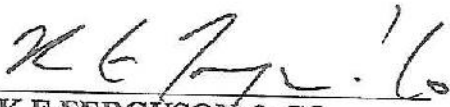
Our responsibility is to express a conclusion on the accompanying financial statements. We conducted our review in accordance with International Standard on Review Engagements (ISRE) 2400 (Revised), Engagements to Review Historical Financial Statements. ISRE 2400 (Revised) requires us to conclude whether anything has come to our attention that causes us to believe that the financial statements, taken as a whole, are not prepared in all material respects in accordance with the applicable financial reporting framework. This Standard also requires us to comply with relevant ethical requirements.

A review of financial statements in accordance with ISRE 2400 (Revised) is a limited assurance engagement. The practitioner performs procedures, primarily consisting of making inquiries of management and others within the entity, as appropriate, and applying analytical procedures, and evaluates the evidence obtained.

The procedures performed in a review are substantially less than those performed in an audit conducted in accordance with International Standards on Auditing. Accordingly, we do not express an audit opinion on these financial statements.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that these financial statements do not present fairly, in all material respects, the financial position of The Bahamas Football Association as at December 31, 2022, and its financial performance and cash flows for the year then ended, in accordance with the International Financial Reporting Standards.


K E FERGUSON & CO.
CHARTERED ACCOUNTANTS
NASSAU, BAHAMAS
Date: June 19, 2023


THE BAHAMAS FOOTBALL ASSOCIATION
Statement of Financial Position
December 31, 2022

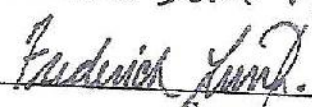
(Expressed in Bahamian Dollars)

		2022 \$	2021 \$
ASSETS	NOTES		
Cash and cash equivalents	(5)	1,724,254	2,551,844
Accounts receivable	(9)	36,494	31,968
Deposits and prepayments		2,350	2,350
Total current assets		<u>1,763,098</u>	<u>2,586,162</u>
FIXED ASSETS	(4)	3,221,520	3,313,824
TOTAL ASSETS		<u><u>4,984,618</u></u>	<u><u>5,899,986</u></u>
LIABILITIES AND FUND BALANCE			
Current Liabilities			
Accounts payable		87,459	126,889
Current portion of long-term debt	(6)	500,000	500,000
Total current liabilities		<u>587,459</u>	<u>626,889</u>
TOTAL LIABILITIES		<u>587,459</u>	<u>626,889</u>
FUND BALANCE:			
Designated funds	(7)	4,235,810	4,235,810
Accumulated Earnings		161,348	1,037,287
Total fund balance		<u>4,397,158</u>	<u>5,273,097</u>
TOTAL LIABILITIES AND ACCUMULATED FUND		<u><u>4,984,618</u></u>	<u><u>5,899,986</u></u>

See notes to unaudited financial statements

These financial statements were approved on behalf of the Board on June 19, 2023


President


Secretary General

See notes to unaudited financial statements

THE BAHAMAS FOOTBALL ASSOCIATION
Statement of Income and Expenses
December 31, 2022

(Expressed in Bahamian Dollars)

INCOME	2022 \$	2021 \$
	<u>NOTES</u>	
FIFA Forward Operation	1,263,131	1,500,000
CONCACAF	429,171	124,500
Other income	42,000	3,702
Sponsorship	36,319	-
Government Grant	23,000	46,000
FIFA Entitlement Funding	19,163	100,000
League and other fees	10,160	-
FIFA Forward Project	-	200,000
CFU	-	181,085
FIFA Covid Relief	-	500,000
TOTAL INCOME	<u>1,822,944</u>	<u>2,655,287</u>

(Continued)

See notes to unaudited financial statements

THE BAHAMAS FOOTBALL ASSOCIATION
Statement of Income and Expenses
December 31, 2022

(Expressed in Bahamian Dollars)

	<u>NOTES</u>	<u>2022</u> <u>\$</u>	<u>2021</u> <u>\$</u>
EXPENSES			
Nations League		599,556	431,422
Depreciation	(4)	353,320	344,493
Administrative salaries and expenses		303,722	284,290
Travel and transportation		224,168	208,708
Beach Soccer		177,155	-
Repairs and maintenance		175,043	117,220
Development program		168,650	89,320
International competition		164,605	-
COVID-19 support		133,953	152,193
Marketing		99,224	88,013
Insurance		93,550	106,366
Equipment and uniforms		59,323	150,943
Domestic competition		56,815	-
Office supplies		25,591	19,775
Utilities		20,533	20,891
Professional fees		18,979	17,145
Bank charges		17,546	22,313
Other expenses		4,133	29,846
Freight and duty		3,017	8,327
TOTAL EXPENSES		<u>2,698,883</u>	<u>2,091,265</u>
NET INCOME OVER EXPENSES		<u>(875,939)</u>	<u>564,022</u>

See notes to unaudited financial statements

THE BAHAMAS FOOTBALL ASSOCIATION
Statement of Changes in Fund Balance
December 31, 2022

(Expressed in Bahamian Dollars)

	<u>Designated Fund</u>	<u>(Deficit)/ Accumulated Fund</u>	<u>Total</u>
Balance at December 31, 2020	4,068,854	473,265	4,542,119
Net Income over Expenses	166,956	564,022	730,978
Balance at December 31, 2021	<u>4,235,810</u>	<u>1,037,287</u>	<u>5,273,097</u>
Net Expenses over Income	-	(875,939)	(875,939)
Balance at December 31, 2022	\$ <u><u>4,235,810</u></u>	<u><u>161,348</u></u>	<u><u>4,397,158</u></u>

See notes to unaudited financial statements

THE BAHAMAS FOOTBALL ASSOCIATION

Statement of Cash Flows

December 31, 2022

(Expressed in Bahamian Dollars)

		2022 \$	2021 \$
	<u>NOTES</u>		
Cash Flows from (used in) Operating Activities:			
Net expenses over income		(875,939)	564,022
Adjustments to reconcile net income to net cash flow from operating activities			
Depreciation	(4)	353,320	344,493
Cash provided by Operations before Changes in Operating Assets & Liabilities		(522,618)	908,515
(Increase) in accounts receivable		(4,526)	(4,533)
Decrease in accounts payable		(39,430)	105,118
Net Cash provided by operating activities		<u>(566,574)</u>	<u>1,009,100</u>
Cash Flows from Investing Activities:			
Increase in fixed assets		(261,015)	(203,338)
Net Cash used for investing activities		<u>(261,015)</u>	<u>(203,338)</u>
Cash Flows from Financing Activities:			
(Decrease/Increase) in long-term loan		-	250,000
Net Cash from financing activities		<u>0</u>	<u>250,000</u>
Net Increase in Cash and Cash Equivalents		(827,589)	1,055,762
CASH & CASH EQUIVALENTS, BEGINNING OF YEAR		2,551,844	1,496,082
CASH & CASH EQUIVALENTS, END OF YEAR		<u>1,724,254</u>	<u>2,551,844</u>
CASH & CASH EQUIVALENTS COMPRISE			
Cash at bank		1,724,254	2,551,844
TOTAL CASH & CASH EQUIVALENTS		<u>1,724,254</u>	<u>2,551,844</u>

See notes to unaudited financial statements

THE BAHAMAS FOOTBALL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2022

1. GENERAL INFORMATION

The Bahamas Football Association (the "Association") began operations on January 1, 1999. On September 16, 1999, the Association was incorporated as a non-profit organization. The principal activity of the Association is to promote, regulate and control the development of soccer in The Bahamas. The registered office of the Association is located at Alexiou, Knowles & Co., St. Andrews Court, Frederick Street Steps.

2. CHANGE IN ACCOUNTING POLICIES

Adoption of new and Revised International Financial Reporting Standards

The accounting policies adopted are consistent with those used in the previous financial year. The following International Accounting Standards (IAS) issued by the International Accounting Standards Board (IASB) and International Financial Reporting Standards (IFRS) issued by the International Financial Reporting Interpretations Committee (IFRIC) are relevant to the Company.

New standards, amendments and interpretations adopted by the Association

Standards and amendments and interpretations to published standards that became effective for the Association's financial year beginning January 1, 2021 were not relevant or not significant to the Association's operations, and accordingly did not impact the Association's accounting policies or consolidated financial statements.

New standards, amendments and interpretations not yet adopted by the Association

The application of new standards and amendments and interpretations to existing standards that have been published but are not yet effective are not expected to have a material impact on the Association's accounting policies or financial statements in the financial period of initial application.

THE BAHAMAS FOOTBALL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2022

3. SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Association are prepared in accordance with International Financial Reporting Standards. The preparation of the financial statements in conformity with International Financial Reporting Standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

The significant accounting policies of the Association are summarized below:

- a. *Basis of accounting* - These financial statements have been prepared on the accrual basis except for donations, which are recognized as revenue when received.
- b. *Cash and cash equivalents* - Cash and cash equivalents are represented by cash and deposits with banks.
- c. *Fixed assets* - Fixed assets are recorded at cost less accumulated depreciation. Depreciation is calculated on a straight-line basis to write assets off over their estimated useful lives as follows:

Soccer field development	20 years
Soccer Stadium	20 years
Furniture and fixtures	5 years
Vehicles	5 years
Computer equipment	3 years
- d. *Foreign currency translation* - Transactions in foreign currencies have been converted into Bahamian dollars at the rate of exchange prevailing at the date of each transaction. Balance sheet accounts denominated in foreign currencies are converted at rates of exchange as at December 31, 2021.
- e. *Contributions* - In common with other non-profit organizations, the Association records income from donations only when received as this is when revenue can be measured reliably.
- f. *Related parties* - Related parties include officers and directors who are related through having authority and responsibility for directing and controlling the activities of the Association.

THE BAHAMAS FOOTBALL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2022

4. FIXED ASSETS - NET

Fixed assets, net, as at December 31, 2022 are comprised of the following:

	Beach Soccer Stadium \$	Soccer Field Development \$	Furniture, fixture and equipment \$	Computer equipment \$	Vehicles \$	Total \$
Cost:						
Balance as at December 31, 2020	2,432,293	2,824,348	24,858	15,532	13,152	5,310,183
Additions			370,294	-	-	370,294
Balance at December 31, 2021	2,432,293	2,824,348	395,152	15,532	13,152	5,680,478
Additions	189,842	66,928	4,245	-	-	261,015
Balance at December 31, 2022	2,622,135	2,891,276	399,398	15,532	13,152	5,941,493
Accumulated depreciation:						
Balance at December 31, 2020	486,458	1,498,725	18,816	15,532	2,630	2,022,161
Depreciation	121,615	141,217	79,030	-	2,630	344,492
Balance at December 31, 2021	608,073	1,639,942	97,846	15,532	5,260	2,366,653
Depreciation	130,443	141,217	79,030	-	2,630	353,320
Balance at December 31, 2022	738,516	1,781,159	176,876	15,532	7,890	2,719,973
Carrying Value:						
December 31, 2021	1,824,220	1,184,406	297,306	-	7,892	3,313,825
December 31, 2022	1,883,619	1,110,116	222,522	-	5,262	3,221,520

During 2016 the Association entered into arrangement with the Government of The Commonwealth of the Bahamas for the improvement of the Beach Soccer Stadium. These funds were paid directly to the relevant suppliers by the Government. Addition to Fixed Assets are shown net of Government Grant.

5. BANK OVERDRAFT

The Association has a Nil (2021: \$40,500) bank overdraft facility at a local financial institution which was secured by a fixed deposit that total \$67,687. The interest charge on the overdraft was prime plus 2.00% totaling 6.40%.

THE BAHAMAS FOOTBALL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2022

6. LONG TERM DEBT

Long term debt is comprised of the following:

	2022	2021
Government Loan	\$500,000	\$500,000

During 2021 the Association received a loan from The Government of the Bahamas to assist with outstanding expenses incurred during the hosting of the FIFA Beach Soccer World Cup 2017. As at 31 December 2022 The Association has repaid \$1,000,000 (2021: \$1,000,000) of the sum advanced. There is no stated interest rate or repayment date.

7. DESIGNATED FUNDS

The Association receives primary funds, other fees and special projects funding from the Federation International de Football Association (FIFA). These funds may only be used for the purpose outlined as per the agreement with FIFA.

During 2002, the Association received \$576,206 that was utilized to develop a soccer field in New Providence. An additional \$475,200 was received in 2007 to develop a second soccer field in New Providence. In 2011, the Association received \$295,664 for the development of a third soccer field, Beach Soccer/FUTSAL. Funding of \$229,583 was obtained in 2012 for the completion of the third soccer field.

During 2015 the Association received donation of seating and platform facilities valued at \$498,000 from FIFA as part of its Goal Project; FIFA paid the supplier directly; the Association paid for the related freight and duties incurred amounting to \$57,205. The total value of the seating and platform facilities has been included in Fixed Assets.

During 2017 FIFA contributed \$3,469,910 towards the Association hosting of the FIFA Beach Soccer World Cup. \$1,994,201 of the funds provided was used towards the construction of the Beach Soccer Stadium. The \$1,994,201 is reflected as part of Designated Funds.

During 2021 the Association received donation of \$166,956 as part of its Fencing and Lighting Projects at the Soccer Field and the Beach Soccer Stadium; The total value of the fencing projects have been capitalized and included in Fixed Assets. The \$166,956 is reflected as part of Designated Funds.

THE BAHAMAS FOOTBALL ASSOCIATION

NOTES TO THE FINANCIAL STATEMENTS

DECEMBER 31, 2022

8. COMMITMENTS

Rent Commitment

The Association had a lease commitment for two years which expired August 31, 2012, with the option to renew. The lease was not renewed, and the association moved into a rent free facility.

Land Lease

During 2002, the Association entered into a 100 year lease of land from The Bahamas Government. The land has been utilized for development of a soccer field.

9. RELATED PARTY BALANCES AND TRANSACTIONS

Related party balances and transactions include amounts due from staff and executives of the association. As at December 31, amounts outstanding and included in Accounts Receivable were as follows:

	2022	2021
Accounts Receivable	\$998	\$6,793

10. RISK MANAGEMENT

Due to the nature of its operations, the Association has limited risk exposure to financial instruments. Cash is maintained with approved and licensed financial institutions. Advances and other receivables are made to employees for limited amounts. Advances and the submission of expense reports and subsequent repayments of funds are monitored by management.

11. Impact of CoVID-19 and Russia Invasion of Ukraine

The Association continues to be impacted by the world-wide events including Coronavirus pandemic and the more recent Russian government large-scale military invasion of Ukraine. The Association is closely monitoring its operations, liquidity and capital resources and is actively working to minimize the current and future impact of these unprecedented events.

12. Subsequent Events

There were no other events that occurred after the balance sheet date up to June 19, 2023, which have been identified for disclosure.