

THE KINGSTON Y.M.C.A

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2023

PEARCE JARRETT & CO.
CHARTERED ACCOUNTANTS
36 WEST LAKE AVENUE,
KINGSTON 10

THE KINGSTON Y.M.C.A
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023

CONTENTS

	<u>STATEMENTS</u>
Auditors' Report - To The Members	I
 <u>FINANCIAL STATEMENTS</u>	
Statement of Financial Position	II
Statement of Comprehensive Income	III
Statement of Cash Flows	IV
Movement in Accumulated fund	V
Notes to the Financial Statements	VI
 <u>ADDITIONAL INFORMATION</u>	 <u>PAGES</u>
Schedule of Income and Operating Expenses	1
Schedule of Administration Expenses	2

INDEPENDENT AUDITORS' REPORT

To The Members The Kingston Y.M.C.A Opinion

We have audited the financial statements of The Kingston Y.M.C.A, set out on statement II to VI, which comprise the statements of financial position as at December 31, 2023, the statement of comprehensive income, changes in equity and cash flows for the year then ended, and notes, comprising significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the company as at December 31, 2023, and of its financial performance and cash flows for the year then ended in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs), and the Jamaican Companies Act.

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 Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and the Board of Director for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards for Small and Medium-sized Entities (IFRS for SMEs). This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the 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.

In preparing the financial statements, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

INDEPENDENT AUDITORS' REPORT

The Kingston Y.M.C.A
To The Members

The Board of Directors is responsible for overseeing the Company's financial reporting process.

Auditor's 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 auditor's 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 basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We 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 our 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.
- 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- 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 Company's ability to continue as a going concern. If we conclude that material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- 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 presents a true and fair view.

INDEPENDENT AUDITORS' REPORT

**The Kingston Y.M.C.A
To The Members**

We 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 we identify during our audit.

Report on Other Legal and Regulatory Requirements

We have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit.

In our opinion, proper accounting records have been kept, so far as appears from our examination of those records, and the accompanying financial statements, which are in agreement therewith, give the information required by the Jamaican Companies Act, in the manner required.


CHARTERED ACCOUNTANTS

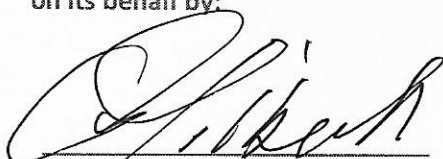
May 29, 2024

36 West Lake Avenue
Kingston 10
Jamaica.

THE KINGSTON Y. M. C. A.STATEMENT OF FINANCIAL POSITIONYEAR ENDED DECEMBER 31, 2023

	<u>Note</u>	<u>2023</u> \$	<u>2022</u> \$
ASSETS			
Property, furniture & equipment	3	14,490,816	15,392,078
Investment	4	124,549	115,413
CURRENT ASSETS			
Accounts receivable	5	3,003,249	2,104,702
Cash and bank balances	6	<u>3,133,588</u>	<u>2,902,853</u>
Total current assets		<u>6,136,837</u>	<u>5,007,555</u>
Total Assets		<u>20,752,202</u>	<u>20,515,046</u>
EQUITY AND LIABILITIES			
General fund		(27,276,623)	(27,548,477)
Capital reserve	7	<u>12,586,403</u>	<u>12,586,403</u>
Total accumulated fund		<u>(14,690,220)</u>	<u>(14,962,074)</u>
NON-CURRENT LIABILITIES			
Bank overdraft	8	19,678	-
Special funds	9	2,649,076	2,594,489
Deferred income (long term)	10	<u>7,986,948</u>	<u>8,734,854</u>
Total non-current liabilities		<u>10,655,702</u>	<u>11,329,343</u>
CURRENT LIABILITIES			
Account payable		9,137,391	8,498,448
Endowment Fund loan	11	14,901,422	14,901,422
Deferred income (current portion)		<u>747,907</u>	<u>747,907</u>
Total current liabilities		<u>24,786,720</u>	<u>24,147,777</u>
Total equity and liabilities		<u>20,752,202</u>	<u>20,515,046</u>

The financial statements were approved by the Board of Directors on May 27, 2024, and signed on its behalf by:


 Cyrene Gilbert
 Director


 Hilary Napier Perkins
 Acting General Secretary

THE KINGSTON Y.M.C.A.STATEMENT OF COMPREHENSIVE INCOMEYEAR ENDED DECEMBER 31, 2023

	<u>Note</u>	<u>2023</u> \$	<u>2022</u> \$
INCOME			
Subscription grants and donation	Page 1	4,078,910	1,647,850
Special effort and other income	Page 1	14,555,973	13,581,251
Fair value appreciation of investment		<u>9,136</u>	<u>3,618</u>
		18,644,019	15,232,719
EXPENDITURE			
Administration and establishment	Page 2	<u>19,120,072</u>	<u>18,245,251</u>
Deficit on operation for the year		(476,053)	(3,012,532)
Deferred income brought to account		<u>747,907</u>	<u>747,907</u>
		271,854	(2,264,625)
Accumulated deficit brought forward		<u>(27,548,477)</u>	<u>(25,283,852)</u>
Accumulated deficit at year end		<u>(27,276,623)</u>	<u>(27,548,477)</u>

THE KINGSTON Y.M.C.A.STATEMENT OF CASH FLOWSYEAR ENDED DECEMBER 31, 2023

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus/Deficit	271,854	(2,264,625)
Adjustments for:		
Depreciation	914,320	926,002
Deferred income	(747,907)	(747,907)
Dividend	(2,726)	(2,124)
Interest income	(552)	(1,446)
Fair value increase	(9,136)	(3,618)
Disposal of asset	8,213	-
	<u>434,066</u>	<u>(2,093,718)</u>
OPERATING (DEFICIT)/PROFIT BEFORE WORKING CAPITAL CHARGES:		
Increase in receivable	(898,547)	(510,213)
Increase in payables	<u>638,943</u>	<u>1,806,117</u>
Cash generated from operations	<u>174,462</u>	<u>(797,814)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Dividend received	2,726	2,124
Interest received	552	1,446
Acquisition of fixed asset	<u>(21,270)</u>	<u>-</u>
Net cash used in investing activities	<u>(17,992)</u>	<u>3,570</u>
CASH FLOWS FROM FINANCING ACTIVITIES:		
Increase in loan endowment funds	-	300,000
Increase/(Decrease) in special funds	<u>54,587</u>	<u>(544,434)</u>
Net cash used in financing activities	<u>54,587</u>	<u>(244,434)</u>
Decrease in net cash balances	211,057	(1,038,678)
Net cash balance at start of year	<u>2,902,853</u>	<u>3,941,531</u>
Net cash balance at end of year	<u>3,113,910</u>	<u>2,902,853</u>
REPRESENT BY:		
Cash and bank	3,133,588	-
Bank overdraft	<u>(19,678)</u>	<u>-</u>
	<u>3,113,910</u>	<u>-</u>

THE KINGSTON Y.M.C.AMOVEMENT IN ACCUMULATED FUNDYEAR ENDED DECEMBER 31, 2023

	General Fund \$	Rosedale Land Revaluation & Caymanas Campsite Reserves \$	Total \$
Balance at Jan 1 st 2022	(25,283,852)	12,586,403	(12,697,449)
Movements during the year	(2,264,625)	-	(2,264,625)
December 31 st 2022	<u>(27,548,477)</u>	<u>12,586,403</u>	<u>(14,962,074)</u>
Balance at Jan 1 st 2023	(27,548,477)	12,586,403	(14,962,074)
Movements during the year	271,854	-	271,854
December 31 st 2023	<u>(27,276,623)</u>	<u>12,586,403</u>	<u>(14,690,220)</u>

THE KINGSTON Y.M.C.A.NOTES TO THE FINANCIAL STATEMENTSYEAR ENDED DECEMBER 31, 2023**1 COMPANY IDENTIFICATION AND PRINCIPAL ACTIVITY**

The company is incorporated in Jamaica and is a voluntary community service organization operated exclusively for charitable purposes and is relieved from income tax under section 13 (1) (q) of the Income Tax Act

2 SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared under the historical cost convention and are stated in Jamaican dollars. They are prepared in accordance with International Financial Reporting Standards for Small and Medium-Sized Entities (IFRS for SMEs).

a. Subscriptions

These are amounts actually received. No account is taken of subscriptions in arrears as the directors consider that the effect of these on the results of the year is not material.

b. Depreciation

Depreciation is calculated on the straight line method designed to write off each class of asset to its residual at the following rates:-

Freehold building and basketball court	2.5%
Swimming pool	2.5%
Furniture, fixture, equipment and fence	10%
Computers	33.33%

c. Special Funds

Amounts received for specific purposes are credited to Special Funds Accounts.

d. Cash

For the purpose of the cash flow statement cash comprise cash at bank and in hand.

e. Foreign Currency Translation

Transactions in foreign currency are accounted for at exchange rates in effect on the transaction date. Assets and liabilities denominated in foreign currencies are translated into Jamaican dollars at the rates of exchange at balance sheet date and the resulting gain or loss reflected in the statement of comprehensive income.

f. Fair Value of Financial Instruments

Fair value represents estimate of arm's length consideration that would currently be agreed between knowledgeable, willing parties who are under no obligation to act and is best evidenced by a quoted market price, if one exists.

Carrying amounts for quoted investment, accounts receivable, cash and bank balances and payables are expressed at their fair values. See note 13 for further report.

3. FIXED ASSETS

	Cost Valuation	Accumulated Depreciation	Netbook Value 2023	Netbook Value 2022
	\$	\$	\$	\$
Freehold land	4,350,000	-	4,350,000	4,350,000
Freehold building - Hope Road	2,223,929	1,330,629	893,300	948,898
Canteen/music room	560,882	274,519	286,363	300,385
Swimming pool	55,434	50,626	4,808	6,194
Basketball court	52,025	28,615	23,410	24,710
Furniture & fixtures	889,746	857,141	32,605	45,089
Computers & related equip.	722,564	722,564	-	31,824
Air conditioning unit	36,894	36,894	-	-
Equipment	987,843	813,861	173,982	210,723
Donated assets	20,907,746	12,181,398	8,726,348	9,474,255
	<u>30,787,063</u>	<u>16,296,247</u>	<u>14,490,816</u>	<u>15,392,078</u>

Director's valuation of land and buildings at December 31, 2011 is \$80,000,000. This is not reflected in the financial statements.

4. INVESTMENT

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
3729 ordinary shares Jamaica Broilers Group Limited at market value	<u>124,549</u>	<u>115,413</u>
Market value per share	33.40	30.95

5. ACCOUNTS RECEIVABLE

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
Withheld tax	64,995	64,895
GCT recoverable	2,890,462	1,998,974
Prepayment	<u>47,792</u>	<u>40,833</u>
	<u>3,003,249</u>	<u>2,104,702</u>

6. CASH AND BANK BALANCES

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
Current account –YMCA	-	96,759
– Special funds (See note 8)	2,649,076	2,594,489
Savings accounts- YMCA	42,085	41,838
USD Saving Account – YMCA	145,843	101,403
Cash	<u>296,584</u>	<u>68,364</u>
	<u>3,133,588</u>	<u>2,902,853</u>

7. CAPITAL RESERVE

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
Rosedale acquisition	7,420,374	7,420,374
Land revaluation	150,000	150,000
Building debt write off	1,265,429	1,265,429
Caymanas camp site	<u>3,750,600</u>	<u>3,750,600</u>
	<u>12,586,403</u>	<u>12,586,403</u>

8. BANK OVERDRAFT

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
NCB current account	<u>19,678</u>	<u>-</u>

Overdraft is a result of uncleared cheques.

9. SPECIAL FUNDS

	<u>BALANCE</u> <u>31-12-22</u>	<u>RECEIPT</u>	<u>TRANSFERS</u>	<u>BALANCE</u> <u>31-12-23</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
Heart NTA	2,026,460	9,806,528	9,664,951	2,168,037
YMCA PTA	215,142	633,000	787,395	60,747
CSJP	352,887	1,655,339	1,587,934	420,292
	<u>2,594,489</u>	<u>12,094,867</u>	<u>12,040,280</u>	<u>2,649,076</u>

10. DEFERRED INCOME

In order to comply with International Financial Reporting Standard (I.F.R.S.) the value of donated fixed assets are put to deferred income. The annual written down amount is transferred to income to equate with the depreciation charge.

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
Donated Assets:		
Building reserve for Hope Road	18,108,611	18,108,611
Furniture, computers, equipment and Hard wood Floor (Badminton) and solar system	<u>10,099,216</u>	<u>10,099,216</u>
	28,207,827	28,207,827
Written off amount	<u>(18,725,065)</u>	<u>(17,977,159)</u>
	9,482,762	10,230,668
Transfer to income-current year	<u>(747,907)</u>	<u>(747,907)</u>
	<u>8,734,855</u>	<u>9,482,761</u>
Current portion	<u>747,907</u>	<u>747,907</u>
Long term portion	<u>7,986,948</u>	<u>8,734,854</u>

11. LOAN

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
Original loan from YMCA Endowment Fund	2,090,430	2,090,430
2013 additional loan	1,000,000	1,000,000
2020 additional loan	7,010,992	7,010,992
2021 additional loan	4,500,000	4,500,000
2022 additional loan	<u>300,000</u>	<u>300,000</u>
	<u>14,901,422</u>	<u>14,901,422</u>

These loans are interest free and the original amount was due for repayment in 2013, this did not take place and the directors now are of the view that the full amount will be repaid as soon as the company is in a position to do so.

12. PENSION FUND

The pension plan was discontinued in July 2023 and the funds that have not been paid will be refunded to the beneficiaries, the amount is included in the payables.

13. STAFF COST

	<u>2023</u>	<u>2022</u>
	<u>\$</u>	<u>\$</u>
Salaries, wages & contributions	10,583,606	8,255,042
Pension contributions	68,428	160,450
Staff welfare	<u>94,524</u>	<u>284,963</u>
	<u>10,746,558</u>	<u>8,700,455</u>

14. FINANCIAL INSTRUMENTS

Credit risk

The company has no significant concentrations of credit risk. Cash is placed with licensed financial institutions considered stable.

Fair value

The fair value of quoted investment is measured by reference to market prices. The fair values of cash and bank balances, short term deposits receivables and payables approximate their carrying amounts due to the short-term nature of these instruments.

THE KINGSTON Y.M.C.A.SCHEDULE OF INCOME AND OPERATION EXPENSESYEAR ENDED DECEMBER 31, 2023

		<u>2023</u>	<u>2022</u>
	\$	\$	\$
SUBSCRIPTIONS, GRANTS & DONATIONS:-			
Members fees		507,100	99,750
Donations		<u>3,571,810</u>	<u>1,548,100</u>
		<u>4,078,910</u>	<u>1,647,850</u>
SPECIAL EFFORTS & MISCELLANEOUS INCOME:			
TUCK SHOP CANTEEN			
Income		360,000	360,000
SUMMER CAMP			
Income	3,248,180		2,958,100
Expenses	<u>(652,831)</u>		<u>(632,252)</u>
Surplus Income		2,595,349	2,325,848
SWIMMING			
Income	9,969,385		8,813,901
Expenses	<u>(3,828,304)</u>		<u>(3,291,049)</u>
Surplus income		<u>6,141,081</u>	<u>5,522,852</u>
TAEKWANDO		318,400	310,425
COMPUTER CLASSES EXPENSE		(55,959)	(113,351)
BADMINTON		1,942,750	750,000
AFTER CARE EXPENSES		<u>(88,342)</u>	<u>-</u>
		<u>11,213,279</u>	<u>9,155,774</u>
OTHER INCOME:-			
Rentals & other income		3,342,694	3,300,130
Fund & Interest from endowment fund		<u>-</u>	<u>1,125,347</u>
		<u>3,342,694</u>	<u>4,425,477</u>
Total special effort and other income		<u>14,555,973</u>	<u>13,581,251</u>

THE KINGSTON Y.M.C.A.SCHEDULE OF ADMINISTRATION EXPENSESYEAR ENDED DECEMBER 31, 2023

	<u>2023</u>	<u>2022</u>
	\$	\$
ADMINISTRATION EXPENSES:		
Salaries & statutory contributions	2,653,223	3,317,388
Staff welfare	94,524	284,963
Pension	68,428	160,450
Travelling	445,245	696,658
Telephone	360,912	282,957
Postage, printing & stationery	92,611	30,033
Bank charges & interest	138,823	38,610
Accounting and auditing fees	240,000	230,000
Subscription & donation	9,599	26,738
Repair & maintenance	167,046	421,957
Legal & professional fees	98,000	-
Foreign Exchange Gain/Loss	(16,631)	2,942
Disposal of asset	8,213	-
	<u>4,359,993</u>	<u>5,492,696</u>
ESTABLISHMENT EXPENSES:		
Security services	1,176,975	1,018,050
Salaries & wages	7,930,383	4,937,654
Electricity	1,422,489	2,794,226
Maintenance of building and ground	885,055	1,104,169
Water	2,116,066	1,727,454
Depreciation	914,319	926,002
Insurance	<u>314,792</u>	<u>245,000</u>
	<u>14,760,079</u>	<u>12,752,555</u>
Total Administration and establishment	<u>19,120,072</u>	<u>18,245,251</u>