



# ANNUAL REPORT

## JULY 2017 – JUNE 2018

MINISTRY FOR  
PUBLIC ENTERPRISES

31 OCT 2018

RECEIVED by: *Te*

26<sup>th</sup> October 2018

Honourable Speaker  
Legislative Assembly  
**TUANA'IMATO**

Dear Honourable

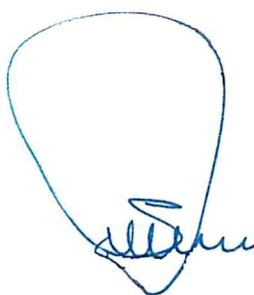
In accordance with requirement of Section 27 of the Samoa Sports Facilities Authority Act 2007, I am pleased to present to you the Samoa Sports Facilities Authority Annual Report ended 30<sup>th</sup> June 2018.

The Authority Vision is ***"Promote Samoa as a Sports Centre of Excellence for the Pacific"***

To achieve this Vision, its Mission is ***"To provide world class Sports facilities to cater for sports and non-sports events, regionally and internationally"***.

This annual report summarises the overall performance of the Authority for the period July 2017 to June 2018 together with its audited accounts.

Ma lo'u fa'aaloalo lava



Afioga Lautafi Fio Selafi Purcell  
**MINISTER**  
**SAMOA SPORTS FACILITIES AUTHORITY**

**TABLE OF CONTENTS**

SSFA Vision and Mission Statements.....	3
Chairman’s Report.....	4
Boards of Directors.....	5
Management.....	6
Chief Executive Officer’s Report.....	7 – 8
Financial Statements.....	9 - 20

## **Vision**

Promote Samoa as a Sports Centre of Excellence for the Pacific.

## **Mission**

To provide world class Sports facilities to cater for sports and non-sports events, regionally and internationally.

## **Ethics and Values**

Good Work Ethics and to Uphold high level of Professionalism

- Effectiveness and Efficiency in carrying out all functions and responsibilities.

Transparency and Accountability

- High Standard of Financial Management and Financial Reports in accordance with International Accounting standards.

Equal Opportunities of Services

- We uphold and render our services with equal opportunities to all our stakeholders with dignity and respect.

Precautionary Safety Measures

- Assurance of secured venues and insured constructions to all our sporting venues for the welfare of our stakeholders
- Ability to host all events with safeguard measures for the comfort of the public utilising our venues.



## **CHAIRMAN'S REPORT**

The direction and priority actions of the SSFA as identified in the Corporate Plan 2018-2021 are aimed at achieving six major objectives which summed up to include:

- The provision of high standard of all Sporting venues to cater for Sports and non-sports events
- To upgrade and uphold higher standards of staff developments, transparency of financial management and marketing of all sporting venues

The Samoa Sports Facilities Authority's (SSFA) specific core purposes, is to develop, control, manage and administer all sporting facilities vested under the authority, and to promote Samoa as a Sports centre of the excellence for the Pacific. All sporting facilities are constructed according to International Federation Standards to ensure all sporting facilities are compatible to host international events in the highest level. The Authority continues to uphold its legacy through on-going marketing and promotions for Samoa as a Sports Centre in hosting events locally, regional and international.

The achievements of SSFA to date would not have been possible without the selfless commitment of SSFA Board of Directors, CEO, Management and staff of SSFA.

The SSFA Board and Management acknowledge with gratitude always the support of the Samoan Government. The leadership of Hon. Lautafi Fio Purcell as a Minister for SSFA is also acknowledged. SSFA also thank all its partners and stakeholders for continuing to assist and support us in many ways.

I would also like to extend my sincere appreciation and gratitude to all board members for your hard work, commitment, leadership and support over the years. Your contributions have always been valuable and it was privilege to serve together to drive our Authority during this year.

Lastly but not the least I would also like to acknowledge with gratitude the effort, hard work, patience and support over the past twelve months by the CEO, Management and Staff of SSFA. FAAFETAI TELE LAVA

God Bless,



---

Maiava Visessio Lino

**CHAIRMAN**  
**SAMOA SPORTS FACILITIES AUTHORITY**

**SAMOA SPORTS FACILITIES AUTHORITY**

**BOARD OF DIRECTORS**

Afioga Maiava Visessio Lino	Chairman
Afioga Tagaloa Suafa'i	Vice Chairman
Tofa Soifua John Schuster	Director
Afioga Tuaepepe Jerry Wallwork	Director
Tofa Seumanu Douglas Ngau Chun	Director
Afioga Rossie Esera	Director
Afioga Afamasaga Karoline Afamasaga	Director
Tofa Moefa'auouo Salale Moananu	Director

**SAMOA SPORTS FACILITIES AUTHORITY**

**MANAGEMENT**

Iuli Moefa'auouo Salale Moananu	Chief Executive Officer
Aiono Nafu'itoa Keneti Peseta	Assistant Chief Executive Officer Corporate Services
Nu'uialii Suisala	Assistant Chief Executive Officer Projects & Development
Tuna Bryce Viali	Manager Human Resources & Administration
Atonia Sootaga Overhoff	Manager Finance
Marcelo Laaloi	Manager Aquatic Centre



## **CHIEF EXECUTIVE OFFICER**

### **INTRODUCTION**

The SSFA core function is to control, managed, maintain and promote all sporting facilities vested under the Authority.

The Government of Samoa continues to fund 80% of the total revenue to fund the operation of the Authority. We managed to control and prioritized the limited funding from the Government in order to achieve the overall objectives of the Authority as stated on the SSFA Corporate Plan 2018 – 2021.

The excess of expenditure over income is increase significantly as compared to the previous year. This is due to the significant adjustment done to our Financial Statement such as the written value of the Hockey Stadium was transferred to Ministry of Finance as the building is now used by the UNDP office. The other adjustment is the impairment loss of \$1,961,327 of the Netball Gym which was damaged by a natural disaster in 2012 and is no longer used and has been recognized in these accounts. The remaining carrying value of the Netball Gym relates to the 10 years remaining useful life that is expected of it, after the plan renovations for the 2019 Games.

### **INCOME**

The year saw new challenges especially the significant drop of our revenues. The reducing the number of international games and events hosted by SSFA is the contributing factor of the reduction. Also, the slightly decrease of swimming fees as compared to the previous year, this is due to the closure of the Aquatic Centre for one month for repaired and maintenance work.

### **EXPENDITURE**

Although the Operating expenditures were held to 2017/2018 levels, it was still higher than Revenue raised of about 79% increased as compared to the previous year.

This is due to the major expenditure items on the accounts such as the impairment loss of the Netball Gym of \$1,961,327 and the remaining capital cost of the Hockey stadium of \$410,853 is now recognised as a loss on disposal of the asset on the statement of income and expenditures. The other contributing factor is the bad debts written off. This relates to sporting bodies and organisation that are unable to settle their long outstanding debts.



## **OPERATIONS**

The Authority is working cooperatively with the Pacific Games Authority in preparation for the 2019 Pacific Games. The SSFA also put together a proposal to the China Government for their usual assistance in funding the renovation and rehabilitation work for the Apia Park Complex and Aquatic Centre. And the China Government thru our Ministry of Foreign Affairs approved their assistance in funding the two major projects for next year's game. The first project is the renovation and rehabilitation work for Apia Park Stadium, Tennis Court and Aquatic Centre and the Second Project is the building of the new Multipurpose Gym at Tuanaimato to replace the old Gym at Apia Park is going to be demolish before the new gym commence. Both project will begins in the next financial year

## **CONCLUSION**

SSFA has made great strides this past year towards the long-term improvement of its existing facilities and initiate plans to develop future projects. Our facilities will draw tourists and residents as well, bringing economic, employment and contracting opportunities to Samoa, at the doorstep of world-class sports facilities.

Ma le fa'aaloalo,



Iuli Moefa'auouo Salale Moananu  
**CHIEF EXECUTIVE OFFICER**  
**SAMOA SPORTS FACILITIES AUTHORITY**

**FOR THE YEAR ENDED 30 JUNE 2018**

**SAMOA SPORTS FACILITIES AUTHORITY  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

---

<b>CONTENTS</b>	<b>Page (s)</b>
Auditors' Report	1
Certification by Directors	2
Statement of Financial Position	3
Statement of Income and Expenditure	4
Statement of Changes in Equity	5
Statement of Cash Flows	6
Notes to Accounts	7 - 13



**AUDIT OFFICE**

Please address all correspondences  
to the Controller and Auditor General

---

**REPORT OF THE AUDIT OFFICE**

**TO THE GOVERNING BODY IN CHARGE OF GOVERNANCE – SAMOA SPORTS FACILITIES AUTHORITY**

**Audit Opinion**

We have audited the accompanying Financial Statements of the Samoa Sports Facilities Authority which comprise the Statement of Financial Position as at 30 June 2018, the Statements of Income and Expenditure, Changes in Equity and Cash Flows for the year then ended, a Summary of Significant Accounting Policies and Other Explanatory Notes. The Accounting Firm of Ah Chong, Chartered Accountants, assisted in the audit. The Engagement Partner on the audit resulting in this Independent Auditor's Report is Su'a Rimoni Ah Chong.

In our opinion, the financial statements give a true and fair view of the financial position of the Samoa Sports Facilities Authority as at 30 June 2018, and of its income and expenditure, changes in equity and cash flows for the year then ended, in accordance with International Financial Reporting Standards (IFRSs).

**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 Financial Statements* section of our report. We are independent of the Samoa Sports Facilities Authority in accordance with the ethical requirements that are relevant to our audit of financial statements in Samoa, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

**Responsibilities of Those Charged with Governance for the Financial Statements**

Directors and Management are responsible for the preparation and fair presentation of the financial statements in accordance with International Financial Reporting Standards, and for such internal control as directors and management determine 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, the Directors are responsible for assessing the Authority'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 the Directors, with the agreement of Cabinet, either intends to liquidate the Authority or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Authority'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 International Standards on Auditing 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 these International Standards on Auditing, 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.





**AUDIT OFFICE**

*Please address all correspondences  
to the Controller and Auditor General*

- 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 Authority's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Directors.
- Conclude on the appropriateness of the directors and 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 Authority'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 the date of our auditor's report. However, future events or conditions may cause the Authority 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 achieves fair presentation.

We communicate with the Directors and Management regarding, among other matters, the 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 that we have required. In our opinion the Authority has kept proper accounting records, as far as it appears from our examination of them and the financial statements of the Authority also provide in the prescribed manner the information required by the Samoa Sports Facilities Authority Act 2007 and the Public Bodies (Performances and Accountability) Act 2001.

Our audit was completed on the 24<sup>th</sup> September 2018 and our opinion is expressed as at that date.

Apia, Samoa  
16 October 2018

*Capele*  
Fuimaono Mata'afā Papali'i C.G. Afele  
**CONTROLLER AND AUDITOR GENERAL**

**SAMOA SPORTS FACILITIES AUTHORITY  
FINANCIAL STATEMENTS  
FOR THE YEAR ENDED 30 JUNE 2018**

---

**CERTIFICATION BY DIRECTORS**

We certify that the attached financial statements for the Samoa Sports Facilities Authority comprising the Statement of Financial Position, Statement of Income and Expenditure, Statement of Changes in Equity, Cash flow Statement and notes forming part of the financial report:

- (a) give a true and fair view of the matters to which they relate; and
- (b) have been prepared in accordance with International Financial Reporting Standards; and
- (c) comply with any applicable regulations, schedules or Public Finance Management Act 2001 in relation to the form or content of financial statements made under the Public Bodies (Performance and Accountability) Act 2001.

We are not aware of any circumstance which would render any particulars included in the financial statements to be misleading or inaccurate.



Maiava Visessio Lino  
Chairman  
Board of Directors  
Samoa Sports Facilities Authority

24 / 09 / 2018



Tagaloa Suafai Faitua  
Member  
Board of Directors  
Samoa Sports Facilities Authority


24 / 09 / 2018

**SAMOA SPORTS FACILITIES AUTHORITY  
STATEMENT OF FINANCIAL POSITION  
FOR THE YEAR ENDED 30 JUNE 2018**

	Notes	2018 \$	2017 \$
<b>EQUITY</b>			
Capital		61,988,478	61,988,478
Accumulated Losses		(35,280,826)	(31,602,217)
		<u>26,707,652</u>	<u>30,386,261</u>
<i>Represented by:</i>			
<b>CURRENT ASSETS</b>			
Cash on hand and at bank	3	500	500
Trade debtors	4	49,754	167,991
		<u>50,254</u>	<u>168,491</u>
<b>CURRENT LIABILITIES</b>			
Bank overdraft	3	56,757	66,274
Trade creditors		119,747	159,037
Other creditors and accruals	5	437,429	555,231
Vagst Payable		429,532	380,156
		<u>1,043,465</u>	<u>1,160,698</u>
<b>WORKING CAPITAL (DEFICIT)</b>		(993,211)	(992,207)
<b>PROPERTY PLANT AND EQUIPMENT</b>	7	77,852,115	87,546,767
<b>DEFERRED INCOME</b>	11	(50,151,252)	(56,168,299)
		<u>26,707,652</u>	<u>30,386,261</u>

*The relevant notes on pages 7 to 13 form part of this Statement of Financial Position*

On behalf of the Board;

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

**SAMOA SPORTS FACILITIES AUTHORITY**  
**STATEMENT OF INCOME AND EXPENDITURE**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Notes	2018	2017
<b>INCOME</b>		<b>\$</b>	<b>\$</b>
Government grant		1,688,867	1,477,720
Rent & Leases		578,627	547,249
Venue hire		177,488	378,606
Swimming fees		69,938	87,033
Other income	6	1,644,161	1,769,699
<b>Total Income</b>		<b>4,159,081</b>	<b>4,260,307</b>
<b>EXPENSES</b>			
Advertising		5,391	11,074
Audit fee		17,000	38,348
Allowance - other		9,497	9,940
Bad debts written off		30,865	-
Board allowance & expenses		116,768	116,868
Cleaning materials		16,659	7,290
Customs duty & handling fees		9,106	-
Depreciation	7	2,670,575	2,875,148
Electricity		256,842	215,688
Fees and charges	12 (b)	42,549	45,936
Hiring of machines & equipments		21,770	-
Internet		13,431	13,152
Impairment Loss	14	2,258,310	-
License & registration		2,270	1,187
Loss on disposal of Hockey Stadium	12 (a)	410,853	-
Office supplies		13,980	12,535
Personnel costs	8	1,301,212	1,254,096
Petrol & Fuel		84,739	93,102
Provision for Doubtful Debts		12,190	-
Repairs and maintenance - machine and equipment		190,719	90,137
Repairs and maintenance - motor vehicle		36,684	52,822
Repairs and maintenance - buildings		140,415	92,723
Repairs and maintenance - office space and equipment		17,162	3,160
Sports Promotion		1,200	3,435
Staff amenities		25,094	18,597
Stationery		24,025	23,457
Subscription		1,739	-
Training & workshop		-	156
Travelling expense		18,062	18,989
Telephone, postage and fax		25,100	23,581
Water rate		63,483	85,781
<b>Total Expenses</b>		<b>7,837,690</b>	<b>5,107,202</b>
<b>LOSS FOR THE YEAR</b>		<b>(3,678,609)</b>	<b>(846,895)</b>

*The relevant notes on pages 7 to 13 form part of this Statement of Income and Expenditure*



**SAMOA SPORTS FACILITIES AUTHORITY**  
**STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 30 JUNE 2018**

	Note	Capital \$	Accumulated Funds/(losses) \$	Total \$
Balance as at 30 June 2015		61,988,478	(32,251,290)	29,737,188
Loss for the year			2,236,919	2,236,919
Balance as at 30 June 2016		61,988,478	(30,014,371)	31,974,107
Prior Year Adjustment	15		(740,951)	(740,951)
<b>Balance as at 30 June 2016 (restated)</b>		<b>61,988,478</b>	<b>(30,755,322)</b>	<b>31,233,156</b>
Loss for the year (restated)			(846,895)	(846,895)
<b>Balance as at 30 June 2017 (restated)</b>		<b>61,988,478</b>	<b>(31,602,217)</b>	<b>30,386,261</b>
Loss for the year			(3,678,609)	(3,678,609)
<b>Balance as at 30 June 2018</b>		<b>61,988,478</b>	<b>(35,280,826)</b>	<b>26,707,652</b>

*The relevant notes on pages 7 to 13 form part of this Statement of Changes in Equity*

**SAMOA SPORTS FACILITIES AUTHORITY**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

<b>CASH FLOWS FROM/(TO) OPERATING ACTIVITIES</b>	<b>Note</b>	<b>2018</b>	<b>2017</b>
		<b>\$</b>	<b>\$</b>
<b>Cash received from:</b>			
Grants and donations		1,688,867	1,477,720
Hire of premises and grounds & swimming fees		1,073,233	1,037,718
Other income		19,284	26,128
		<u>2,781,384</u>	<u>2,541,566</u>
<b>Cash applied to:</b>			
Personnel Costs		(1,220,019)	(1,374,775)
Operating expenses		(1,514,579)	(1,113,769)
		<u>(2,734,598)</u>	<u>(2,488,544)</u>
<b>Net cash flows from/(to) operating activities</b>		<u><b>46,786</b></u>	<u><b>53,022</b></u>
<b>CASH FLOWS FROM/(TO) INVESTING ACTIVITIES</b>			
<b>Cash applied to:</b>			
Purchase of fixed assets		(37,269)	(14,950)
<b>Net cash flows from/(to) investing activities</b>		<u><b>(37,269)</b></u>	<u><b>(14,950)</b></u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
<b>Net cash flows from financing activities</b>		<u><b>-</b></u>	<u><b>-</b></u>
<b>NET INCREASE/(DECREASE) IN CASH FOR THE YEAR</b>		<b>9,517</b>	<b>38,072</b>
<b>OPENING NET OVERDRAFT</b>		<u><b>(65,774)</b></u>	<u><b>(103,846)</b></u>
<b>CLOSING NET OVERDRAFT</b>		<u><u><b>(56,257)</b></u></u>	<u><u><b>(65,774)</b></u></u>
<i>Represented by:</i>			
ANZ Samoa Bank - Overdraft	3	(56,757)	(66,274)
Petty cash	3	500	500
		<u><u><b>(56,257)</b></u></u>	<u><u><b>(65,774)</b></u></u>

*The relevant notes on pages 7 to 13 form part of this Statement of Cash Flows*

**SAMOA SPORTS FACILITIES AUTHORITY**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

---

**1 GENERAL**

The Samoa Sports Facilities Authority Act 2007 which came into effect on 1st October 2007, repealed the Apia Park and Sports Facilities Act 1995, and established the Samoa Sports Facilities Authority (SSFA) to control, manage and administer all sporting facilities vested in the Authority. SSFA's main office is located at Samoa Aquatic Centre at Tuana'imato with a branch at Apia Park premises.

**2 STATEMENT OF ACCOUNTING POLICIES**

The presentation of the Samoa Sports Facilities Authority accounts is done in accordance with the statutory requirements in the Samoa Sports Facilities Authority Act 2007 and in accordance with International Financial Reporting Standards.

**Basis of Preparation**

The accounts have been prepared on the basis of historical costs. Policies adopted have been consistently applied except where stated. Accrual accounting is used to match revenues and related expenses.

**Particular Accounting Policies**

The following are specific accounting policies that materially affect the measurement of accounts;

**(a) Grants, Donations and Contributions**

All grants, donations and contributions received in the form of cash for funding operations are treated as income when received. Donations in the form of fixed assets are recorded as Deferred Income and amortised over the life of the related fixed assets at amounts equal to depreciation charged for the fixed assets.

**(b) Property, Plant and Equipment**

Items of property, plant and equipment are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is charged so as to allocate the cost of assets less their residual values over their estimated useful lives, using the straight-line method.

<u>Assets</u>	<u>Method</u>	<u>Rates</u>
Buildings and improvements	Straight line	2.5%
Park and ground improvements	Straight line	2.5%
Motor vehicles	Straight line	20%
Furniture, fixtures and fittings	Straight line	20%
Equipment - Office & Field Maintenance	Straight line	20%

**(c) Amortization**

Amortisation of deferred income is based on the useful lives of the assets they relate to and in a manner that matches exactly the annual depreciation charged for the assets.

**(d) Foreign currencies**

All amounts are expressed in Samoan tala which is also the functional currency. Transactions in foreign currencies are converted at rates ruling at the time transaction takes place. Foreign balances outstanding at year end are converted to Samoan tala at approximate rates of exchange ruling at that date. Exchange gains and losses are taken to income and expenses.

**SAMOA SPORTS FACILITIES AUTHORITY**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**3 CASH ON HAND AND AT BANK**

	2018	2017
	\$	\$
ANZ Samoa Bank - SSFA	(56,757)	(66,274)
Petty cash	500	500
	<u>(56,257)</u>	<u>(65,774)</u>

**4 TRADE DEBTORS**

	2018	2017
	\$	\$
Trade debtors	67,143	263,454
Provision for Doubtful Debts	(17,389)	(95,463)
	<u>49,754</u>	<u>167,991</u>

**5 CREDITORS AND ACCRUALS**

	2018	2017
	\$	\$
Audit fee	48,516	43,016
Salary accruals	52,866	112,792
PAYE payable	281,518	342,616
Electricity	20,924	28,851
Water	12,903	8,840
Internet	1,586	-
Withholding tax	19,116	19,116
	<u>437,429</u>	<u>555,231</u>

**6 OTHER INCOME**

	2018	2017
	\$	\$
Deferred income amortized	1,624,864	1,743,571
Other Income	19,297	26,128
	<u>1,644,161</u>	<u>1,769,699</u>



**SAMOA SPORTS FACILITIES AUTHORITY**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**7 PROPERTY, PLANT & EQUIPMENT**

	Cost	Accumulated Depreciation	Written down value	Depreciation charged
2018	\$	\$	\$	\$
Buildings and improvements	111,753,421	34,309,711	77,443,710	2,534,009
Park and ground improvements	1,450,000	1,450,000	-	-
Motor vehicles	600,505	600,505	-	-
Furniture and fixtures	229,117	229,117	-	12,999
Equipment	1,747,927	1,339,522	408,405	123,567
	<u>115,780,970</u>	<u>37,928,855</u>	<u>77,852,115</u>	<u>2,670,575</u>

	Cost	Accumulated Depreciation	Written down value	Depreciation charged
2017	\$	\$	\$	\$
Buildings and improvements	117,435,577	30,396,512	87,039,065	2,773,246
Park and ground improvements	1,450,000	1,450,000	-	-
Motor vehicles	600,505	600,505	-	9,499
Furniture and fixtures	611,756	598,758	12,998	3,823
Office equipment	2,270,130	1,775,426	494,704	88,580
Tools and equipment	1,923,604	1,923,604	-	-
	<u>124,291,572</u>	<u>36,744,805</u>	<u>87,546,767</u>	<u>2,875,148</u>

**8 PERSONNEL COSTS**

	2018	2017
	\$	\$
Salaries & Wages	1,128,848	1,164,257
SNPF	79,407	78,989
ACC	11,764	10,850
Long service leave benefit	81,193	-
	<u>1,301,212</u>	<u>1,254,096</u>

**9 CONTINGENT LIABILITIES**

The directors and legal representatives of the Authority are not aware of any contingent liability at 30 June 2018.

**10 GENERAL**

The land on which the Authority situates at Tuana'imato, belongs to the Samoa Land Corporation. The use of the land is not subject to any lease arrangement as at 30 June 2018.

**SAMOA SPORTS FACILITIES AUTHORITY**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**11 DEFERRED INCOME**

**GOVERNMENT OF CHINA - CONTRIBUTION**

The people's Republic of China funded two major projects of the Samoa Aquatic Centre and the renovation of the Apia Park. Both projects have a combined direct fund from China of \$49,300,000. This is treated as deferred income and is amortized for a period of 40 years.

**GOVERNMENT OF SAMOA - CONTRIBUTION**

The Government of Samoa funded two capital items allocated to SSFA field maintenance equipments for maintenance of ground and field. The items include a 3320 John Deere Compact Tractor and a Toro Reef Master Gang Mower. The total cost for these capital items of equipment is \$231,300. This is treated as deferred income and is amortized over a period of 5 years.

The Government of Samoa also funded two major projects namely the Media Centre and the Hockey Stadium at Faleata Sports Complex. These two new buildings were build as part of Samoa's preparation for hosting of the Small Island Developing States Conference (SIDs) that was held in Apia in September 2014. These are treated as deferred income and amortized for a period of 40 years.

The Hockey Stadium - Tuana'imato was however transferred to UNPD as per FK(17)22 dated 14 June 2017 and Letter from MFAT dated 8 May 2017. The Asset with a carrying value of \$4,392,184, is now written off against deferred income and removed from the Authority's list of Fixed Assets as at 30 June 2018

	Deferred Income	Accumulated Amortization	Current Amortization	Net
2018	\$	\$	\$	\$
Apia Park	25,251,749	1,893,881	631,294	23,357,868
Samoa Aquatic Centre	35,000,000	10,937,500	875,000	24,062,500
Media Centre	2,811,307	281,131	70,283	2,530,176
Hockey Stadium (written off against asset)	-	-	-	-
Field Maintenance Equipments	482,873	282,165	48,287	200,708
	<u>63,545,929</u>	<u>13,394,677</u>	<u>1,624,864</u>	<u>50,151,252</u>

	Deferred Income	Accumulated Amortization	Current Amortization	Net
2017	\$	\$	\$	\$
Apia Park	25,251,749	1,262,588	631,294	23,989,161
Samoa Aquatic Centre	35,000,000	10,062,500	875,000	24,937,500
Media Centre	2,811,307	210,848	70,283	2,600,459
Hockey Stadium	4,748,307	356,123	118,708	4,392,184
Field Maintenance Equipments	482,873	233,878	48,287	248,995
	<u>68,294,236</u>	<u>12,125,937</u>	<u>1,743,572</u>	<u>56,168,299</u>

**SAMOA SPORTS FACILITIES AUTHORITY**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

---

**12 SIGNIFICANT ADJUSTMENTS EXPLANATIONS**

**a) Fixed Assets - Buildings**

Hockey Stadium: The building with written down value of \$4,392,184 was transferred to UNPD by the Government in September 2017. It is now written off against related deferred income of \$4,392,184, and the remaining additional capitalized cost of \$410,853 is now recognized as a loss on disposal of the asset on the statement of income and expenditure.

Netball Gymnasium: The Netball gym at Moataa (Apia Park) was damaged by a natural disaster in 2012 (Cyclone Evans & Flooding) and is no longer used. The Authority has plans to renovate the building and should extend the life of the Gymnasium for about another 10 years. The impairment to its value has been assessed and recognised in these accounts at \$1,961,327 (refer note 14). The remaining carrying value relates to the 10 years remaining useful life that is expected of it, after the planned renovations for the Games.

Touch Rugby Changing Rooms: This building has been under Samoa Victim support Group since several years ago and is located inside their SVSG compound. Its not being used because a tree fell on it and damaged the building.

Softball Venue: The current Softball venue and field is being leased to The Magic Circus of Samoa and the venue is now used by the occupier to dry their laundry. The open venue next to the field is very old and rusty. Its now regarded as no residual value and being depreciated in full to reflect that fair state of assets as at 30 June 2018.

**b) Restatement of Liabilities - VAGST & PAYE Payable**

The Authority has yet to reconcile its records with the Ministry of Revenue relating to VAGST & PAYE payable and statements from the Ministry that the authority owes more than what its shows on its financial statements. The authority has not taken up penalty fees charges by the Ministry for late filing/payments and others. Therefore the balance as per statements from MOR were used to make necessary adjustments to reflect these liabilities as at 30 June 2018.

<b><u>Summary of the prior year adjustment:</u></b>	<b>2018</b>
<b>Fixed Assets - Buildings</b>	<b>\$</b>
Decrease in Building -Touch Rugby Change Rooms transferred to SVSG a few years ago	(65,999)
<b>Restatement of Liabilities - VAGST &amp; PAYE Payable</b>	
Understated Payable - VAGST Arrears relating to prior year	(530,479)
Understated Payable - PAYE Arrears relating to prior year	(144,473)
	<u>(740,951)</u>
	-
<b>Restatement of Net Loss for the year end 30 June 2017</b>	
Understated Expenses - Fees & Charges relating to the prior year 2017	<u>25,166</u>

**Net Effect**

The net effect of the corrections of prior periods errors above, resulted in an overall decrease in retained earnings (increase in accumulated losses) by \$740,951. The restated net loss of \$846,895 (increase by \$25,166) for 2017 is due to the restatement of expenses (fees & charges) relating to 2017 financial year.



**SAMOA SPORTS FACILITIES AUTHORITY**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**13 RELATED PARTIES DISCLOSURES**

	2018	2017
a) Personnel Costs	\$	\$
Salaries and wages inclusive of Acc & NPF	<u>1,220,019</u>	<u>1,254,096</u>
b) Key Management Costs (CEO & ACEOs)	<u>285,763</u>	<u>285,763</u>
c) Board of Directors;		
Directors fees	113,501	114,781
Other Directors expenses	<u>3,267</u>	<u>2,087</u>
	<u>116,768</u>	<u>116,868</u>

The Chairman is paid \$22,500 and members \$18,000 per annum and paid on fortnightly basis after deducting PAYE taxes. There are no fees paid to Representatives from government Ministries and Corporations

The Directors of the Corporation during the financial year were:

- Maiava Visessio Lino - Chairman of Board
- Tagaloa Suafa'I Faitua - Deputy Chairman
- Soifuā John Schuster - Member
- Seumanu Douglas Ngan Chun - Member
- Rosemarie Esera - Member
- Tuaopepe Jerry Wallwork - Member
- CEO MESC - Member

**14 IMPAIRMENT LOSS**

Apia Park Netball gym has been unused for many years but is now going to be repaired for the Pacific games in 2019. It is expected to extend its useful life for another 10 years with the rest of its carrying value reduced, due to impairment of value which is now recognized. The other item that makes up the total amount relates to the Softball venue which is old, unused, unsafe and will be demolished. The impairment of its value is now fully recognized.

	2018
	\$
Softball Venue	296,983
Netball Gym	<u>1,961,327</u>
	<u>2,258,310</u>



**SAMOA SPORTS FACILITIES AUTHORITY**  
**NOTES TO ACCOUNTS**  
**FOR THE YEAR ENDED 30 JUNE 2018**

**15 RESTATEMENT OF COMPARATIVE FIGURES**

<b>a) Balance Sheet</b>	<b>Restated Balance 2017 \$</b>	<b>Balance Sheet In Accounts 2017 \$</b>	<b>Income and Expenditure In Accounts 2017 \$</b>	<b>Prior Year Adjustment 2017 \$</b>
Vagst Payable/(Receivable)	380,156	(158,084)	(7,761)	(530,479)
Other creditors and accruals	555,231	393,353	(17,405)	(144,473)
Property, Plant and Equipments	87,546,767	87,612,766	-	(65,999)
	<u>88,482,154</u>	<u>87,848,035</u>	<u>(25,166)</u>	<u>(740,951)</u>

VAGST Payable and Other Creditors was understated in 2017 by \$530,479 and \$144,473 in 2017 respectively according to statements from the Ministry of revenue, has the Authority has yet file and paid some returns and penalties over the prior years. Property, Plant & Equipments was overstated in the in 2017 has the Rugby Touch changing room is no longer an asset to the authority for many years.

<b>b) Income and Expenditure</b>	<b>Restated Balance 2017 \$</b>	<b>Income and Expenditure In Accounts 2017 \$</b>	<b>Prior Year Adjustment 2017 \$</b>
Fees and charges	45,936	20,770	25,166
	<u>45,936</u>	<u>20,770</u>	<u>25,166</u>

These fees and charges relate to penalties for VAGST and PAYE returns for the year 2017.