

THE ACCOUNTS OF THE GOVERNMENT LOTTERIES
CONTROL COMMITTEE FOR THE YEAR ENDED 31ST
DECEMBER, 1966, AND THE REPORT OF THE
DIRECTOR OF AUDIT.

REPORT OF THE DIRECTOR OF AUDIT ON THE ACCOUNTS OF
THE GOVERNMENT LOTTERIES CONTROL COMMITTEE
FOR THE YEAR ENDED 31ST DECEMBER, 1966

The books and accounts of the Government Lotteries Control Committee for the year ended 31st December, 1966, have been examined under my direction in accordance with Section 11(1) of the Government Lotteries Regulations, 1964.

Trading and Profit and Loss Account

Bingo

2. Adjustments have been effected in the revenue accounts for 1966, instead of the general fund account, in respect of certain matters brought to attention in my report on the accounts for the year 1965. As a result, the following revenue and expenditure in respect of the year 1966, have been affected as shown:-

			<u>Amount</u> <u>Overstated</u>	<u>Amount</u> <u>Understated</u>
(i)	Sales	\$730,131.44	\$1,571.80	
(ii)	Duty on Bingo Cards	8,355.82		\$ 313.50
(iii)	Advertising Expenses	181.68		1,792.80
(iv)	General Expenses	2,189.18		20.00

3. Commission to Agents \$12,413.66. Due to an error of omission, this amount would appear to have been understated by \$18.17.

4. Net Profit - \$73,210.26. As a result of the comments at paragraphs 2 and 3, above, the net profit for the year in respect of Bingo, would appear to have been overstated by the sum of \$3,716.27.

Lottery

Lottery Prizes - \$108,599.40
General Expenses - \$577.49

5. As a result of an error of misallocation, expenses on Lottery prizes would appear to have been overstated by \$25.00 and general expenses understated by a corresponding amount.

Balance Sheet as at 31st December, 1966

(a) Assets

Cash at Accountant General - \$217,581.48

6. This asset represents the balance at 31st December, 1966, held by the Accountant General as shown in the books of the Control Committee. Attention has been drawn to an apparent overstatement of this amount by \$5,220.86.

7. By Section 7(3) of the Government Lotteries Ordinance No. 13 of 1963, it is required that, at the end of each year the amount standing to the credit of the Government Lotteries Account after allowing for all expenses and the amount reserved for prizes, should be transferred to the Development Fund. Profits less expenditure on fixed and current assets totalled \$179,954.33 at 31st December, 1966. Of this amount \$76,432.65 has been transferred to the Development Fund in 1966, leaving a balance of \$103,521.68 due to this Fund at 31st December, 1966.

(b)...../

(b) Liabilities

Fund - Bingo	\$148,814.14	
Lottery	<u>43,224.26</u>	<u>\$192,038.40</u>

8. Attention was drawn at paragraph 7, of the report on the accounts for the period 1964 to 1965, to an expenditure of \$5,245.86, incurred by the previous Control Committee but not brought to account in the Committee's books. Adjustment has been effected in the Committee's cash account in the books of the Accountant General but the internal entries in the Committee's books have not been made.

9. As a result of the comment in the preceding paragraph and other errors of omission and commission, the General Fund balance of \$192,038.40 would appear to have been overstated by \$5,264.03.

Unclaimed Prizes - 1st National Lottery - \$1,370.75

10. As a result of an error of misallocation, this amount has been understated by \$25.00.

11. Commissioner of Inland Revenue - \$18.17. This liability in respect of P.A.Y.E. tax deducted from Commissions paid, has not been reflected in the Balance Sheet.

General

12. The Committee has been asked to comment on the propriety of the practice to accept returns of bingo cards sold to Depot dealers, one day after the commencement of bingo.

(Sgd.) D.W. Dunlop
Director of Audit.

AUDIT DEPARTMENT,
GEORGETOWN,
GUYANA.

5TH DECEMBER, 1967.

AUDIT CERTIFICATE

The attached Balance Sheet has been examined in accordance with Section 11(1) of the Government Lotteries Regulations, 1964. I have obtained all the information and explanations that I have required, and I certify, as a result of this audit, that the Balance Sheet exhibits a true and fair view of the Control Committee's affairs as at 31st December, 1966, subject to the observations contained in my Report dated the 5th of December, 1967.

(Sgd.) D.W. Dunlop
Director of Audit.

AUDIT DEPARTMENT,
GEORGETOWN,
GUYANA.

5TH DECEMBER, 1967.

GOVERNMENT LOTTERIES CONTROL COMMITTEE

STATEMENT OF INCOME AND EXPENDITURE

For the Year ended 31st December, 1966

	<u>Bingo</u>	<u>Lottery</u>		<u>Bingo</u>	<u>Lottery</u>
To Stock of Cards on Hand at 31.12.65	\$ 2,074.50		By Sales	\$ 762,814.30	
Add Purchases	25,874.26	\$ 5,454.00	Less Returns	<u>32,682.86</u>	\$172,200.00
	<u>\$ 27,948.76</u>			\$730,131.44	
Less Stock on Hand 31.12.66	<u>5,517.14</u>				
Cost of Cards Sold	\$ 22,431.62				
Freight on Bingo Cards	4,251.85				
Duty on Bingo Cards	8,355.82				
Prizes - Bingo and Lottery	600,480.05	108,599.40			
Gross Profit	<u>94,612.10</u>	<u>58,146.60</u>			
	<u>\$ 730,131.44</u>	<u>\$ 172,200.00</u>		<u>\$730,131.44</u>	<u>\$172,200.00</u>
To Salaries & Wages	\$ 11,654.32	\$ 5,899.17	By Gross Profits	\$ 94,612.10	\$ 58,146.60
" General Expenses	2,189.18	577.49			
" Advertising Expenses	181.68	12,754.63	By Advertising Receipts	5,204.20	
" Commission to Agents	12,413.66	1,346.94			
" Perforating Expenses	80.00	40.00			
" Depreciation	82.20	41.12			
" Night Deposit Bags	5.00	5.00			
" Net Profit	73,210.26	37,482.25			
	<u>\$ 99,816.30</u>	<u>\$ 58,146.60</u>		<u>\$ 99,816.30</u>	<u>\$ 58,146.60</u>

(Sgd.) J. Fernandes (Chairman)

(Sgd.) B. Munroe (Manager.)

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BALANCE SHEET AS AT DECEMBER 31ST,
1966

LIABILITIES

ASSETS

Hospital Fund - Bingo 31.12.65	\$ 75,603.88	
Add Net Profit for 1966	<u>73,210.26</u>	\$ 148,814.14
Hospital Fund - Lotteries 31.12.65	5,742.01	
Add Net Profit for 1966	<u>37,482.25</u>	<u>43,224.26</u>
		\$ 192,038.40
Unclaimed Prizes (1) - 1st B.G. National Lottery		1,370.75
Unclaimed Prizes (2) - 2nd B.G. National Lottery		11,725.00
Unclaimed Prizes (3) - Independence Lottery		933.30
Unclaimed Prizes (4) - Guyana Christmas Lottery 1966		7,791.58
Unclaimed Prizes - Bingo 1966		40.00
Bingo Sales 1967		4,050.00
Lottery Sales 1967		7,068.60
<u>Accounts Payable</u>		
Ace Advertisers (Advertising Charges Dec., 1966)		2,341.69
Director of Posts & Telecoms (Telephone rental 1966)		83.00
		<u>\$ 227,442.32</u>

Bingo Game Equipment	\$ 306.20
Chairs	63.00
Steel Cupboards	261.00
Filing Cabinet & Accessories	271.70
Adding Machine	351.00
Director of Posts and Telecoms (Deposit on Telephone)	50.00
Bingo Cards on Hand - 31.12.66	5,517.14
Cash at Accountant General	217,581.48
<u>Accounts Receivable</u>	
G.A. Farinha	840.00
D.M. Fernandes Ltd.	1,050.00
R. Ritchie	520.80
C.J. Yhap	630.00
	<u>\$ 227,442.32</u>

(Sgd.) J. Fernandes (Chairman)
(Sgd.) B. Munroe (Manager)