

# LIBERIA FOOTBALL ASSOCIATION (LFA)

Independent Auditor's Report and Financial Statements  
For the year ended December 31, 2023



# **LIBERIA FOOTBALL ASSOCIATION.**

Financial statements and independent auditor's report  
for the year ended December 31, 2023

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The reports and statements set out below comprise the Financial Statements presented to the management:

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**CORPORATE INFORMATION**

Management: Mustapha I. Raji President  
Sekou W. Konneh Vice-President Administration  
Adolphus S. Dolo Vice-President Operations  
Kollie A. Dorko Secretary-General  
Joseph Sheriff Finance Manager

Principal Address: Swakarmore community  
Paynesville City  
Monrovia, Liberia  
P.O Box 10-1066

Solicitor: Professional Justice Watch and Associates Legal Services  
Police Academy Road, Paynesville City  
Montserrado County, Liberia

Bankers: Guaranty Trust Bank Liberia Limited  
13<sup>th</sup> Street Sinkor

Ecobank (Liberia) Limited  
11th Street, Sinkor

Independent Auditor: KFA Consults  
3rd Street Sinkor Behind The Oragon Car Rental  
Sinkor, Tubman Boulevard  
Monrovia, Liberia



## **LIBERIA FOOTBALL ASSOCIATION.**

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### **REPORT OF THE MANAGEMENT**

The Management submitted its report together with the audited financial statements of the Liberia Football Association (LFA) for the year ended December 31, 2023.

**1. Statement of management's responsibilities**

The management is responsible for the preparation of financial statements for each financial year that gives a true and fair view of the state of affairs of the association and of the profit or loss for that year. The management is also required to ensure that the association keeps proper accounting records that disclose, with reasonable accuracy, the financial position of the association. The management is also responsible for safeguarding the assets of the association.

The management accepts responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable estimates, in conformity with International Financial Reporting Standards and the requirements of the Business Corporation Act of the Associations law (amended) 2020. The management further accepts responsibility for the maintenance of accounting records that may be relied upon in the preparation of financial statements, as well as designing, implementing, and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement.

**2. Going Concern**

The management has made an assessment of the association's ability to continue as a going concern and has no reason to doubt that the association will not be of going concern in the year ahead. Accordingly, the financial statements are prepared on a going-concern basis. This basis presumes that funds will be available to finance future operations and that the realization of assets and settlement of liabilities, contingent obligations, and commitment will occur in the ordinary course of business.

**3. Principal activity**

The Liberia Football Association is one of a sporting nature established through an act of Legislature of the Republic of Liberia in 1936 as a corporate body with the aims and objectives to promote, advance, administer, co-ordinate and generally encourage the game of football in Liberia in accordance with the principles as laid down in the statutes of the Liberia Football Association and FIFA (Federation of International Football Association). The Liberia Football Association is a member Association of FIFA (International Federation of Association Football) as well as of the African continental footballing body, CAF (Confederation of African Football) and the West African Football Union (WAFU). There was no major change in the nature of the business of the Association during the year.



## LIBERIA FOOTBALL ASSOCIATION.

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### 4. Financial Statements

The Financial results of the Association for the year Ended 31 December 2023 and 31 December 2022 are set out in the financial statements, highlights of which as follows:

|                    | 2023<br>US\$ | 2022<br>US\$ |
|--------------------|--------------|--------------|
| Total Grant Income | 3,687,432    | 5,215,040    |
| Total Expenses     | 4,168,501    | 5,302,510    |
| Total Assets       | 5,032,216    | 5,623,851    |
| Total Liabilities  | 632,570      | 697,338      |
| Net Assets         | 4,399,646    | 4,926,513    |

### 5. Auditor

The Company's auditor, KFA Consults, has expressed willingness to continue in office.

### BY ORDER OF THE MANAGEMENT

**Mustapha I. Raji**  
(President)

Signature:



Date: 28 March 2023

**Atty. Kollie A. Dorko**  
(General Secretary)

Signature:



Date: March 28, 2024

## Qualified opinion

### What we have audited

We have audited the financial statements of the Liberia Football Association for the year ended December 31, 2023.

The financial statements comprise:

- The statement of financial position as at December 31, 2023;
- The statement of income and expenditure for the year then ended December, 2023;
- The statement of changes in equity for the year then ended;
- The statement of cash flows for the year then ended; and
- The notes to the financial statements, which include a summary of significant accounting policies.

We have audited the accompanying financial statements of the Liberia Football Association (LFA), which comprise the financial position of LFA (the Association) as at December 31, 2023, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

In our opinion, except for the issues noted in the **“Basis for Qualified Opinion”** paragraph below, the accompanying Financial Statements present fairly, in all material respects, the Finance Position of LFA as of December 31, 2023 and the results of this operation for the year then ended in accordance with the International Financial Reporting Standards and Title 5, the Associations Law 2020 – Business Incorporation Act.

### Basis for Qualified Opinion

#### Accounting Policy of LFA is not fully in compliance with IFRS Accounting Standards

The accounting policy forms the basis of the financial statements preparation. The financial policy of LFA is not fully in compliance with International Financial Reporting Standards.

The policy under its form doesn't explain procedures and disclosures on how transactions must be treated in line with the International Financial Reporting Standards.

#### Non-compliance with the accrual basis of accounting

On page 8 of the Financial Policies and Procedures Manual of LFA, “The LFA uses the Accrual Basis of Accounting-(a) recognizes revenue once the LFA renders services regardless of whether the payments are received or not, and (b) recognizes and records expenses when they occur,

regardless of whether they are paid for immediately or not.” When cash transactions occur, they are solely recorded in the Cash Book with a description, without utilizing a double accounting system. Instead of posting entries into a formal accounting system, a spreadsheet is used. However, this method presents inherent risks of errors and potential manipulations. Using spreadsheets makes it challenging to trace transaction history accurately. Consequently, there is a high likelihood of certain ledgers being out of balance. For instance, instances such as failing to accrue retention payment for HQ construction and overlooking FIFA source deductions for Covid-19 loan repayment are examples of errors stemming from this practice. Also, reconciling liabilities requires significant effort, and there's a substantial possibility of ledger misstatements occurring.

**Internal Generated Funds** (offseason matches, local games etc.). The current accounting procedures for these proceeds do not adhere to best practices. Revenue generated from matches is utilized to cover on-field expenses and the home team's share. Only the remaining balance is brought to the office for deposit into the corporate account. This practice directly contradicts the association's revenue policy, which mandates that all revenue must be deposited intact. Consequently, this approach exposes serious weaknesses in internal controls. There's a significant risk of revenue manipulation occurring on the field before funds are securely brought to the office for deposit, especially when control measures are not stringent enough.

#### **Emphasis of Matter**

We draw attention to (Notes 20, 21 and 22) of pages 29 and 30 of the Notes to the financial statements which described issues on FIFA Covid 19 Relief Loan and outstanding loan due to International Bank Liberia Limited.

Our Opinion is not modified with respect to these matters.

#### **Key Audit Matters**

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements for the period. These matters were addressed in the context of our audit of the financial statements, and in forming our opinion thereon, and we do not provide a separate opinion on these matters except for the matters described in “Basis for Qualified Opinion” section. We have determined that there are no other key audit matters to communicate in our report.

#### **Independence**

We confirm that we maintain independence from the Company as required by the International Code of Ethics for Professional Accountants, which is pertinent to our audit of the financial statements. Additionally, we have upheld all other ethical obligations in accordance with the IESBA (International Ethics Standards Board for Accountants) Code.

### **Other information**

The management is responsible for the other information. The other information comprises the Corporate Information and Report of the Management but does not include the financial statements and our auditor's report thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information, we conclude that there is a material misstatement of this other information, we are required to report the fact. We have nothing to report in this regard.

### **Responsibilities of the management for the financial statements**

The management is responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and with the requirement of the Business Corporation Act of the Association's law (amended) 2020, and for such internal control as the directors 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 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 the management either intends to liquidate the company or to cease operations, or have no realistic alternative but to do so.

The management is responsible for overseeing the Association's financial reporting process.

### **Auditor's responsibilities for the audit of the financial statements**

Our primary objectives are to ensure that the financial statements are reasonably free from significant errors or fraud and to provide an auditor's report expressing our opinion. While we strive for reasonable assurance, it's important to note that even with a thorough audit conducted in accordance with International Standards on Auditing (ISAs), we cannot guarantee the detection of all material misstatements. Material misstatements, whether arising from fraud or error, have the potential to influence the decisions of users relying on these financial statements.

During the audit process, we employ professional judgment and maintain a skeptical approach as required by ISAs. Additionally, we:

- 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 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 controls;
- Obtain an understanding of internal controls 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 controls;






- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the director'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 a 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 Company to cease to continue as a going concern; and
- 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 management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

**Yours faithfully,**

For: **KFA CONSULTS**  
*(Certified Public Accountants)*



LS#108

Kofi Abedu-Bentsi, Sr., **MBA, MSc., CFE, LTP, CTP, CFI, TADAT-Certified CA, CPA**  
**PARTNER**

March 28, 2024




**LIBERIA FOOTBALL ASSOCIATION.**

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**STATEMENT OF FINANCIAL POSITION AS AT 31<sup>ST</sup> DECEMBER, 2023**

|                                      | Notes | 2023<br>US\$     | 2022<br>US\$     |
|--------------------------------------|-------|------------------|------------------|
| <b>Non-current assets</b>            |       |                  |                  |
| Proper, plant and equipment          | 3     | 4,878,103        | 5,106,582        |
| Total                                |       | <u>4,878,103</u> | <u>5,106,582</u> |
| <b>Current assets</b>                |       |                  |                  |
| Inventories                          | 11    | 2,600            | 2,600            |
| Other current assets                 | 12    | 6,119            | 6,119            |
| Cash and cash equivalent             | 13    | 145,394          | 508,550          |
| Total current assets                 |       | <u>154,113</u>   | <u>517,269</u>   |
| Total assets                         |       | <u>5,032,216</u> | <u>5,623,851</u> |
| <b>Non-current liabilities</b>       |       |                  |                  |
| Loan-term due                        | 14    | 159,523          | 319,045          |
| Total liabilities                    |       | <u>159,523</u>   | <u>319,045</u>   |
| <b>Current and other liabilities</b> |       |                  |                  |
| Current-due to FIFA                  | 15    | 79,761           | -                |
| Payables and other liabilities       | 16    | 393,286          | 378,293          |
| Total liabilities                    |       | <u>473,047</u>   | <u>378,293</u>   |
| Total liabilities                    |       | <u>632,570</u>   | <u>697,338</u>   |
| Net Assets                           |       | <u>4,399,646</u> | <u>4,926,513</u> |
| Accumulated surplus/(deficit)        |       | <u>4,399,646</u> | <u>4,926,513</u> |

  
.....  
**Joseph Sheriff**

(Finance Manager)

The accounting policies and notes from pages 12 to 30 form part of the special purpose special purpose financial statements



**LIBERIA FOOTBALL ASSOCIATION.**

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**STATEMENT OF INCOME AND EXPENDITURE**

For the period ended 31st December 2023

|                                       | Notes | 2023<br>US\$       | 2022<br>US\$       |
|---------------------------------------|-------|--------------------|--------------------|
| <b>Grant Income</b>                   |       |                    |                    |
| Sporting grant                        | 4     | 2,893,237          | 4,607,319          |
| Sponsorships and sporting income      | 5     | 688,806            | 544,856            |
| Other Income                          | 6     | 105,389            | 62,865             |
| <b>Total</b>                          |       | <b>3,687,432</b>   | <b>5,215,040</b>   |
| <b>Expenses</b>                       |       |                    |                    |
| Personnel expenses                    | 7     | (525,826)          | (424,739)          |
| Sporting expenses                     | 8     | (2,883,803)        | (4,646,883)        |
| Administrative and operating expenses | 9     | (758,872)          | (230,888)          |
| <b>Total</b>                          |       | <b>(4,168,501)</b> | <b>(5,302,510)</b> |
| <b>Net surplus/deficit</b>            |       | <b>(481,069)</b>   | <b>(87,470)</b>    |

The accounting policies and notes from pages 12 to 30 form part of the special purpose special purpose financial statements

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**STATEMENT OF CHANGE IN EQUITY**

|  | <b>Surplus/(deficit)</b> | <b>Total</b>     |
|--|--------------------------|------------------|
| Balance at January 1, 2023             | 4,926,513                | 4,926,513        |
| Prior Year Adjustment (note 21)        | 52,331                   | 52,331           |
| Effect of Reinstatement (note 22)      | (98,128)                 | (98,128)         |
| Surplus/ (deficit) for the year        | (481,069)                | (481,069)        |
| Rounding error                         | (1)                      | (1)              |
| <b>Balance as at December 31, 2023</b> | <b>4,399,646</b>         | <b>4,399,646</b> |
| Balance at January 1, 2022             | 5,013,983                | 5,013,983        |
| Surplus/ (deficit) for the year        | (87,470)                 | (87,470)         |
| <b>Balance as at December 31, 2022</b> | <b>4,926,513</b>         | <b>4,926,513</b> |

The accounting policies and notes from pages 12 to 30 form part of the special purpose special purpose financial statements



**LIBERIA FOOTBALL ASSOCIATION.**Financial statements and independent auditor's report  
for the year ended December 31, 2023**STATEMENT OF CASH FLOW**

|  | 2023                    | 2022                    |
|--|-------------------------|-------------------------|
|  | US\$                    | US\$                    |
| <b>Cash flow from Operating activities</b>                     |                         |                         |
| Surplus(deficit) for the year                                  | (481,069)               | (87,470)                |
| Adjustment for:  |                         |                         |
| Prior year correction  | 52,331                  | -                       |
| Rounding error   | (1)                     | -                       |
| Depreciation   | 295,122                 | 169,751                 |
| <b>Other non-cash adjustments:</b>                             |                         |                         |
| Movement in fund balance                                       | -                       | 891,797                 |
| <b>Cash flow from operations before working capital change</b> | <u>(133,617)</u>        | <u>974,078</u>          |
| Changes in other current assets                                | -                       | 27,469                  |
| Changes in Inventory   | -                       | 59,619                  |
| Changes in payables and other liabilities                      | 14,993                  | (696)                   |
| <b>Cash generated by/(utilized in) operating activities</b>    | <u><u>(118,624)</u></u> | <u><u>1,060,470</u></u> |
| <b>Cash flow from Investing Activities</b>                     |                         |                         |
| Purchase of Property, Plant and Equipment                      | (164,771)               | (886,580)               |
| <b>Net cash generated from (used ) in Investing Activities</b> | <u><u>(164,771)</u></u> | <u><u>(886,580)</u></u> |
| <b>Cash flow from Financing Activities</b>                     |                         |                         |
| Borrowings   | (79,761)                | 319,045                 |
| <b>Net cash generated from (used) in financing activities</b>  | <u><u>(79,761)</u></u>  | <u><u>319,045</u></u>   |
| <b>Net increase(decrease) in cash and cash equivalents</b>     | (363,156)               | 492,935                 |
| Cash and cash equivalent as at January 1                       | 508,550                 | 15,615                  |
| <b>Cash and cash equivalents as at December 31</b>             | <u><u>145,394</u></u>   | <u><u>508,550</u></u>   |

## **LIBERIA FOOTBALL ASSOCIATION.**

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### **Notes to the Financial Statements**

#### **1. Reporting entity**

The Liberia Football Association (LFA) was established through an Act of the House of Legislature of the Republic of Liberia in 1936, and it operates as a sporting association with indefinite existence. The LFA is legally recognized as a body corporate with specific statutes. Its primary goals are to oversee and manage all aspects of football activities within Liberia, ensuring the organization and supervision of football events across the nation. The Association's principal office address is

Swakarmore Community

Paynesville City

Monrovia, Liberia

P. O. Box 10-1066

#### **2. Summary of significant accounting policies**

The significant accounting policies adopted by the company in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented unless otherwise stated.

##### **2.1 Basis of preparation**

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRS) and the manner required by the Business Corporation Act of the Associations law (amended) 2020. The financial statements have been prepared under the historical cost convention.

The preparation of financial statements in conformity with IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. The areas involving a high degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in the notes.

The management does not have the ability to amend the financial statements after issue.

##### **2.2 Basis of measurement**

The financial statements have been prepared using the historical cost basis, except for available-for-sale financial assets, which are valued at their fair market value. Financial assets held at fair

## **LIBERIA FOOTBALL ASSOCIATION.**

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### **Notes to the Financial Statements (continued)**

#### **2. Summary of significant accounting policies (continued)**

value through profit and loss, as well as retirement benefit obligations and other long-term employee benefits, are measured using the net present value method. Additionally, financial assets and liabilities are initially recorded at fair value.

#### **2.3 Use of estimates and judgments**

The preparation of financial statements in conformity with IFRS requires management to make judgments, estimates, and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and the future periods if the revision affects both current and future periods.

##### **2.3.1 Judgements other than estimates**

In the process of applying these accounting policies, management has made the following judgments, which have the most significant effect on the amounts recognized in the consolidated financial statements:

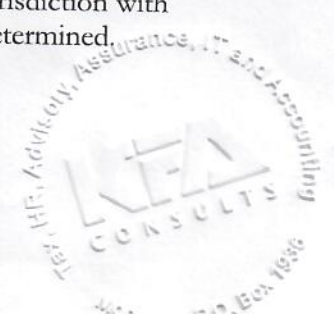
##### **2.3.2 Impairment of property, plant and equipment**

LFA assesses assets or groups of assets for impairment annually or whenever events or changes in circumstances indicate that carrying amounts of those assets may not be recoverable. In assessing whether a write-down of the carrying amount of a potentially impaired asset is required, the asset's carrying amount is compared to the recoverable amount. Frequently, the recoverable amount of an asset proves to be the Association's estimated value in use. The estimated future cash flows applied are based on reasonable and supportable assumptions and represent management's best estimates of the range of economic conditions that will exist over the remaining useful life of the cash flow-generating assets.

##### **2.3.3 Legal proceedings**

The Company reviews outstanding legal cases following developments in the legal proceedings and at each reporting date, to assess the need for provisions and disclosures in its financial statements. Among the factors considered in making decisions on provisions are the nature of litigation, claim, or assessment, the legal process and potential level of damages in the jurisdiction in which the litigation, claim, or assessment has been brought, the progress of the case (including the progress after the date of the financial statements but before those statements are issued), the opinions or views of legal advisers, experience on similar cases and any decision of the Company's management as to how it will respond to the litigation, claim or assessment.

As at the reporting date, LFA has two legal cases in the court competence jurisdiction with CESAF Liberia and a former staff as plaintiffs. The outcomes are yet to be determined.



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Financial statements and independent auditor's report  
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### **Notes to the Financial Statements (continued)**

#### **2. Summary of significant accounting policies (continued)**

##### **2.3.4 Estimates of useful life and residual value**

The estimates of useful lives and residual values of property, plant, and equipment impact the annual depreciation charge. The useful lives and residual values are based on management experience and the condition of the assets. Consideration is given to management's intended usage policy for the assets in the future and potential market prices of similar assets.

#### **2.4 Foreign currency translation**

##### **2.4.1 Functional and presentation currencies**

Items in the Company's Financial statements are measured using the currency of the primary economic environment in which the Company operates (the "functional currency"). The Company's financial statements are presented in United States Dollars, which is the Company's functional and presentation currency.

##### **2.4.2 Transactions and balances**

Transactions in foreign currencies are translated to the functional currency of the Association at exchange rates at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into the functional currency at the closing exchange rate at that date. Non-monetary assets and liabilities denominated in foreign currencies that are measured at fair value are retranslated to the functional currency at the exchange rate at the date that the fair value was determined. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

The foreign currency gain or loss on monetary items is the difference between the amortized cost in the functional currency at the beginning of the period, adjusted for effective interest and payments during the period, and the amortized cost in foreign currency translated at the exchange rate at the end of the period. Foreign currency differences arising on translation are recognized in profit or loss.

##### **2.4.3 Exchange differences**

The results and financial position of the Association's functional currency which is not different from the presentation currency are translated into the presentation currency as follows:

- a) assets and liabilities for each statement of financial position presented are translated at the closing rate at the date of that statement of financial position; and
- b) income and expenses for each statement of income are translated at average exchange rates (unless this average is not a reasonable approximation of the cumulative effect of the rates prevailing on the transaction dates, in which case income and expenses are translated at the dates of the transactions).





## LIBERIA FOOTBALL ASSOCIATION.

Financial statements and independent auditor's report  
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### Notes to the Financial Statements (continued)

#### 3. Summary of significant accounting policies (continued)

4.

#### 2.5 Revenue recognition

The Association recognizes revenue when persuasive evidence exists that the performance obligation prescribed in the agreement has been met by the Association, recovery of the consideration is probable, and the amount of revenue can be measured reliably. Revenue from contracts with customers is recognized at the fair value of the consideration received or receivable, net of returns, trade discounts, taxes, and volume rebates. The performance obligation is the provision of services in the agreement to customers, which is deemed to be met as the company performs services throughout the year in line with the agreement.

The various sources of revenue:

##### ➤ Sporting grant and Income

Sporting grant and income represents financial and logistical support the Association receives from FIFA, CAF, and GOL as well as receipts from participation in intercontinental, continental, and national sporting activities and bodies.

##### ➤ Sponsorship income

The Association generates sponsorship income from direct sponsorship arrangements with third-party corporate organizations.

##### ➤ Other income

The Association generates other income from the general public through the rental of the Antoinette Tubman Stadium for sporting and other sporting-related activities.

#### Taxation

The Association is exempted from the Income/ Corporation Tax Obligations and enjoys duty waivers through the Ministry of Youth and Sports.

#### 2.6 Property, plant, and equipment

##### 2.6.1 Initial recognition

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Historical cost includes expenditure that is directly attributable to the acquisition of the assets.

The cost of self-constructed assets includes the cost of materials, direct labor, any other cost directly attributable to bringing the assets to a working condition for their intended use, the cost of dismantling and removing the items and restoring the site on which they are located, and for qualifying assets, borrowing costs. Purchased software that is integral to the functionality of the related equipment is capitalized as part of that equipment.



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### **Notes to the Financial Statements (continued)**

#### **2. Summary of significant accounting policies (continued)**

The capitalized value of the finance lease is also included within the property and equipment. When parts of an item of property and equipment have different useful lives, they are accounted for as separate items (major components) of property and equipment. Work-in-progress assets are assets under construction yet to be moved to property and equipment. It is measured at cost and transferred to the respective class of property and equipment upon completion.

##### **2.6.2 Subsequent costs**

Subsequent costs are included in the assets carrying amount or recognized as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the company and the cost of the item can be measured reliably. All other repairs and maintenance are charged to profit or loss during the financial period in which they are incurred.

##### **2.7.1 Depreciation of property and equipment**

Depreciation on property and equipment is calculated using the straight-line method over their estimated useful lives, as follows:

| <i>Assets category</i>   | <i>Years</i>    |
|--|-----------------|
| <i>ATS and Technical Center Building</i>                       | <i>40 years</i> |
| <i>ATS and Technical Center Goal project (Artificial Turf)</i> | <i>20 years</i> |
| <i>Office Machinery and Equipment</i>                          | <i>5 years</i>  |
| <i>Office and Technical Center Furniture and Fittings</i>      | <i>3 years</i>  |
| <i>Office Equipment</i>  | <i>5 years</i>  |
| <i>SKD Practice Pitch &amp; Medical Building</i>               | <i>25 years</i> |
| <i>George Weab Technical Center</i>                            | <i>30 years</i> |
| <i>Tusa Field</i>  | <i>45 years</i> |
| <i>Headquarters Building</i>                                   | <i>60 years</i> |

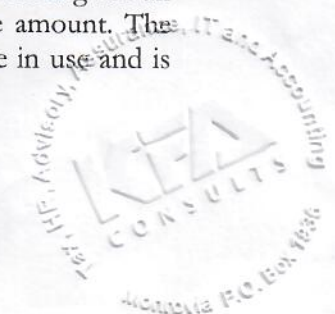
The asset's residual values and useful live are reviewed at the end of each reporting period and adjusted if appropriate. An asset carrying amount is written down immediately to its recoverable amount if the asset carrying amount is greater than its estimated recoverable value. The Association reviews the estimated useful lives of property and equipment at the end of each reporting period.

##### **2.7.2 Derecognition**

Gains and losses on disposals are determined by comparing the proceeds with the carrying amount, these are included in profit and loss under operating income.

##### **2.7.3 Impairment of property and equipment**

The Association assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the Company makes an estimate of the asset recoverable amount. The recoverable amount is the higher of the fair value less cost to sell and value in use and is deterrent for an



## **LIBERIA FOOTBALL ASSOCIATION.**

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### **Notes to the Financial Statements (continued)**

#### **2. Summary of significant accounting policies (continued)**

individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets.

##### **2.8 Trade receivable**

Trade receivables are amounts due from employees from various clubs. If collection is expected in one year or less (or in the normal operating cycle of the football association or if longer), they are classified as current assets. If not, they are presented as non-current assets. Trade and other receivables are recognized initially at fair value and subsequently measured at amortized cost using the effective interest method less provision for impairment.

##### **2.9 Cash and cash equivalents.**

Cash and cash equivalents include cash on hand, deposits held at calls with financial institutions, and other short-term, highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

##### **2.10 Trade and other payables**

These amounts represent liabilities for goods and services provided to the Company prior to the end of the financial year which are unpaid. The amounts are unsecured and are usually paid within 30 days of recognition. Trade and other payables are presented as current liabilities unless payment is not due within 12 months after the reporting period. They are recognized initially at their fair value and subsequently measured at amortized cost using the effective interest method.

##### **2.11 Employee benefits**

The Company operates defined contribution plans for its employees. The Company and its employees contribute to the National Social Security and Welfare Corporation (NASSCORP) of Liberia, which is a defined contribution scheme. The contributions are recognized as employee benefit expenses when they are due. The Company has no legal or constructive obligation to pay further contributions if the plan does not hold sufficient assets to pay all employees' benefits relating to employees' services in the current and prior period.

##### **2.12 Borrowing costs**

Borrowing costs directly attributable to the acquisition, construction, or production of an asset that necessarily takes a substantial period of time to get ready for its intended use or sale are capitalized as part of the cost of the respective assets. All other borrowing costs are expensed in the period in which they occur. Borrowing costs consist of interest and other costs that an entity incurs in connection with the borrowing of funds.

**LIBERIA FOOTBALL ASSOCIATION.**

Financial statements and independent auditor's report  
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**Notes to the Financial Statements (continued)**

**2. Summary of significant accounting policies (continued)**

**2.13 Contingent assets and liabilities**

A contingent asset is not recognized in the financial statements but is disclosed when an inflow of economic benefits is probable. Contingent liabilities are not recognized in the financial statements unless it is probable that an outflow of economic resources will be required to settle the obligation and it can be reasonably estimated. They are disclosed.



**LIBERIA FOOTBALL ASSOCIATION.**

Financial statements and independent auditor's report  
for the year ended December 31, 2023

**Note to the Financial Statements(continued)**

**3. Property, Plant and Equipment**

|                                 | ATS & Tech<br>Center<br>Building | ATS & Tech<br>Center Goal<br>Project | Office &<br>Tech<br>Center<br>Furniture &<br>Fittings | Office<br>Equipme<br>nt | Machinery<br>&<br>Equipment | Vehicle        | Land           | Building<br>(Shc.20) | WIP-HQ             | Total            |
|---------------------------------|----------------------------------|--------------------------------------|---|-------------------------|-----------------------------|----------------|----------------|----------------------|--------------------|------------------|
|                                 | US\$                             | US\$                                 | US\$  | US\$                    | US\$                        | US\$           | US\$           | US\$                 | US\$               | US\$             |
| Cost 01/01/2023                 |                                  |                                      |   |                         |                             |                |                |                      |                    |                  |
| Additional                      | 504,048                          | 2,174,662                            | 118,036   | 232,974                 | 210,756                     | 893,523        | 295,892        | 916,386              | 1,704,656          | 7,050,933        |
| Transferred                     | -                                | -                                    | -   | -                       | -                           | -              | -              | 164,771              | -                  | 164,771          |
| <b>Balance as at 31/12/2023</b> | <b>504,048</b>                   | <b>2,174,662</b>                     | <b>118,036</b>  | <b>232,974</b>          | <b>210,756</b>              | <b>893,523</b> | <b>295,892</b> | <b>2,785,813</b>     | <b>(1,704,656)</b> | <b>7,215,704</b> |
| <b>Accumulated Depreciation</b> |                                  |                                      |   |                         |                             |                |                |                      |                    |                  |
| At January 1, 2023              | 76,348                           | 871,149                              | 115,994   | 124,813                 | 208,636                     | 612,694        | -              | 32,845               | -                  | 2,042,479        |
| Charge for the period           | 12,601                           | 108,733                              | 2,042   | 46,595                  | 2,120                       | 70,410         | -              | 52,621               | -                  | 295,122          |
| <b>At December 31, 2023</b>     | <b>88,949</b>                    | <b>979,882</b>                       | <b>118,036</b>  | <b>171,408</b>          | <b>210,756</b>              | <b>683,104</b> | <b>-</b>       | <b>85,466</b>        | <b>-</b>           | <b>2,337,601</b> |
| <b>Carrying Amount, 2023</b>    | <b>415,099</b>                   | <b>1,194,780</b>                     | <b>-</b>  | <b>61,566</b>           | <b>-</b>                    | <b>210,419</b> | <b>295,892</b> | <b>2,700,347</b>     | <b>-</b>           | <b>4,878,103</b> |



**LIBERIA FOOTBALL ASSOCIATION.**Financial statements and independent auditor's report  
for the year ended December 31, 2023**Note to the Financial Statements(continued)**

|   | <b>2023</b>             | <b>2022</b>             |
|---|-------------------------|-------------------------|
|   | <b>US\$</b>             | <b>US\$</b>             |
| <b>4. Sporting grant</b>  |                         |                         |
| Grant income-FIFA   | 1,250,000               | 1,000,000               |
| Grant income-CAF(Sch.1)   | 416,096                 | 249,988                 |
| FIFA( Talent indemnification Proj.)                                     | -                       | 50,000                  |
| FIFA (Support U-20) & U-17 Men's  | 56,042                  | 61,098                  |
| FIFA Travel and Equipment Solidarity Fund                               | 300,000                 | 699,988                 |
| FIFA Women Development Fund   | 50,000                  | 49,750                  |
| UEFA Assist Project   | 3,164                   | 21,288                  |
| GOL -Subsidy  | 658,550                 | 1,160,016               |
| FIFA Grant ATS (Roof, Stadium Light, Generator,<br>vehicle and Scorebar | -                       | 476,993                 |
| Project Grant (Turf) -FIFA (Tusa Field, SKD and<br>Bassa)               | -                       | 787,760                 |
| FIFA World Cup Tickets Sale - Qatar 22                                  | -                       | 47,453                  |
| FIFA Congress -Allowance  | 3,000                   | 2,985                   |
| FIFA- Women Football Club Licensing                                     | 25,000                  | -                       |
| FIFA- HQ Furniture  | 71,935                  | -                       |
| FIFA-Women Football Capacity building                                   | 9,450                   | -                       |
| FIFA Support Identification Scheme(WF)                                  | 50,000                  | -                       |
|   | <b><u>2,893,237</u></b> | <b><u>4,607,319</u></b> |
| <b>5. Sponsorship and Sporting income</b>                               |                         |                         |
| International and local gate taking and registration<br>(Sch.2)         | 235,694                 | 90,480                  |
| Orange Sponsorship to Senior National Team                              | 80,000                  | 80,000                  |
| Orange Sponsorship to LFA   | 300,000                 | 200,000                 |
| Orange Sponsorship - Cup  | 26,000                  | -                       |
| Orange Sponsorship -Ticket  | 8,000                   | -                       |
| Other Sponsorship(Sch.3)  | 39,112                  | 114,388                 |
| CAF - Sponsorship Prize Money (Solidarity)                              | -                       | 59,988                  |
|   | <b><u>688,806</u></b>   | <b><u>544,856</u></b>   |
| <b>6. Other Income</b>  |                         |                         |
| Stadium rental and fines and penalties & others<br>(Sch.4)              | 105,389                 | 62,865                  |
|   | <b><u>105,389</u></b>   | <b><u>62,865</u></b>    |

## LIBERIA FOOTBALL ASSOCIATION.

Financial statements and independent auditor's report  
for the year ended December 31, 2023

### Note to the Financial Statements(continued)

#### 7. Personnel cost

|  |                |                |
|--|----------------|----------------|
| Payroll Expenses   | 262,611        | 276,518        |
| Severance benefits(Shc.5)  | 50,686         | 22,040         |
| EC Honorarium  | 42,280         | 56,900         |
| Honorarium (Standing Committee, Sub Associations<br>& Committee) | 49,880         | 29,020         |
| National Social Security Tax                                     | 27,356         | 23,251         |
| Medical Insurance  | 37,440         | 17,010         |
| Tech Staff Sal.& others Benefits                                 | 55,573         | -              |
|  | <b>525,826</b> | <b>424,739</b> |

#### 8. Sporting expenses

|   |         |           |
|---|---------|-----------|
| Match related expenses (Sch.6)                            | 313,282 | 144,277   |
| National team air tickets and other travels (Sch.7)       | 137,361 | 366,324   |
| FIFA Project expenses (Sch.8)                             | 807,750 | 1,360,361 |
| Senior male and female national teams expenses<br>(Sch.9) | 784,534 | 484,604   |
| National league - domestic competition                    | -       | 461,639   |
| Standing committee meeting expense                        | -       | 4,581     |
| Seminars, training and affiliated FIFA and CAF<br>courses | -       | 98,225    |
| TUSA Field and Other Project Expenses                     | -       | 782,620   |
| Sport Association Expenses                                | -       | 19,433    |
| CAF Support expenses                                      | -       | 22,500    |
| Women and Junior national team                            | -       | 330,814   |
| LFA and FIFA congress expenses                            | -       | 16,059    |
| LFA Head Quarter Construction                             | -       | 335,144   |
| Other expenses  | -       | 197,393   |
| LFA emergency project- COVID 19                           | -       | 7,713     |
| FIFA Women football development fund                      | -       | 15,196    |
| Equipment Support   | 72,470  | -         |
| Training & Development (Sch.10)                           | 70,463  | -         |
| Sports Medics   | 18,540  | -         |
| Ministry of Youth & Sports                                | 45,302  | -         |
| Subvention Expense (Sch.11)                               | 329,108 | -         |
| Stadiums and Fields                                       | 29,006  | -         |
| Subsidy to Stadium Ownes                                  | 6,000   | -         |
| Clubs suport account                                      | 3,881   | -         |

**LIBERIA FOOTBALL ASSOCIATION.**

Financial statements and independent auditor's report  
for the year ended December 31, 2023

**Note to the Financial Statements(continued)**

|  |                  |                  |
|--|------------------|------------------|
| Sub-Association Operational Cost (Sch.12)    | 28,513           | -                |
| Nat'l League Awards Night Prog.              | 14,568           | -                |
| Grievance/Protest &Disciplinary              | 2,275            | -                |
| UEFA Assist on-sit Seminar                   | 3,028            | -                |
| Grass Root Boys (6-12)                       | 315              | -                |
| Tech/consult.moni&sup'v LFAProj              | 15,251           | -                |
| Hotel & Accommodation - Senior National Team | 202,156          | -                |
|  | <b>2,883,803</b> | <b>4,646,883</b> |

**9. Administrative and operating expenses**

|   |        |        |
|---|--------|--------|
| Office stationery, printing and supplies (Sch.13)                 | 15,597 | 31,782 |
| Utilities (Sch.14)  | 18,899 | 52,883 |
| Entertainment   | 2,685  | 5,677  |
| GOL tax   | 52,853 | 50,941 |
| Fuel and lubricant (Sch.15)                                       | 63,158 | 18,700 |
| Audit Fee   | 7,025  | 13,405 |
| Repairs and maintenance (Sch.16)                                  | 47,311 | 18,589 |
| Bank charges  | 17,895 | 19,558 |
| Professional fees   | 7,200  | -      |
| Hotel & Accommodation   | 12,836 | -      |
| Vehicle insurance   | 19,551 | -      |
| Legal Fees  | 5,100  | -      |
| Advertisement   | 4,770  | -      |
| Public Relations  | 4,438  | -      |
| Media Mktg. promo off. branding                                   | 4,717  | -      |
| Local Travel  | 12,358 | -      |
| Foreign Travel exp (Allowance)                                    | 21,517 | -      |
| Cleaning & Sanitation (Sch.17)                                    | 11,612 | -      |
| Land survey fees  | 9,350  | -      |
| Postage/Satcon  | 360    | -      |
| Website subscription fees   | 6,048  | -      |
| Communication   | 1,523  | -      |
| Duties & Taxes  | 4,454  | -      |
| Fire Extinguishers (LNFS) LFA HQ                                  | 1,295  | -      |
| Seminars & workshops-others                                       | 8,786  | -      |
| CAF Assistance to Member Association President & Former President | 22,500 | -      |
| Security (Stewards and Others)                                    | 45,518 | -      |
| LFA National Congress   | 6,713  | -      |



**LIBERIA FOOTBALL ASSOCIATION.**

Financial statements and independent auditor's report  
for the year ended December 31, 2023

**Note to the Financial Statements(continued)**

|   |                       |                       |
|---|-----------------------|-----------------------|
| Training and development                  | 4,200                 | -                     |
| FIFA(Fine)                                | 2,855                 | -                     |
| FIFA Subscription & Others                | 12,606                | -                     |
| Vehicle and other rentals                 | 3,630                 | -                     |
| Depreciation                              | <b>295,122</b>        |                       |
| Miscellaneous (Sch.18)                    | 4,390                 | 7,587                 |
| Contribution and donations                | -                     | 11,766                |
|   | <b><u>758,872</u></b> | <b><u>230,888</u></b> |
| <b>11. Inventories</b>                    |                       |                       |
| Inventories -- Puma equipment             | 2,600                 | 2,600                 |
|   | <b><u>2,600</u></b>   | <b><u>2,600</u></b>   |
| <b>12. Other current assets</b>           |                       |                       |
| Receivables from clubs                    | 6,119                 | 6,119                 |
|   | <b><u>6,119</u></b>   | <b><u>6,119</u></b>   |
| <b>13. Cash and cash equivalents</b>      |                       |                       |
| Cash in banks                             | 145,394               | 508,550               |
|   | <b><u>145,394</u></b> | <b><u>508,550</u></b> |
| <b>14. Long-term due</b>                  |                       |                       |
| FIFA Covid -19 Relief                     | 159,523               | 319,045               |
|   | <b><u>159,523</u></b> | <b><u>319,045</u></b> |
| <b>15. Current due to FIFA</b>            |                       |                       |
| FIFA Covid -19 Relief                     | 79,761                | -                     |
|   | <b><u>79,761</u></b>  | <b><u>-</u></b>       |
| <b>16. Payables and other liabilities</b> |                       |                       |
| Account payables (Sch.19)                 | 237,795               | 378,293               |
| CESAF Liberia Limited                     | 149,520               | -                     |
| Audit fee                                 | 5,971                 | -                     |
|   | <b><u>393,286</u></b> | <b><u>378,293</u></b> |

## LIBERIA FOOTBALL ASSOCIATION.

Financial statements and independent auditor's report  
for the year ended December 31, 2023

### Note to the Financial Statements(continued)

#### *Schedules*

##### *Grant CAF (Sch.1)*

|                                       |                |
|---------------------------------------|----------------|
| CAF Subvention to Members Association | 274,976        |
| CAF/WAFU Women Zone A Tournament      | 46,982         |
| CAF/WAFU -Prize Money QFCON           | 94,138         |
|                                       | <u>416,096</u> |

##### *International and local gate taking and registration (Sch 2)*

|   |                |
|---|----------------|
| Int'l Matches (National Team)                       | 57,465         |
| Sporting Income- Saudi Arabia Football Federation   | 72,358         |
| Local Matches                                       | 29,027         |
| Off-season Matches (Play-off & District Tournament) | 76,844         |
|   | <u>235,694</u> |

##### *Other Sponsorship (Sch 3)*

|                        |               |
|------------------------|---------------|
| Other Sponsorships     | 33,565        |
| Lone Star Mobilization | 5,547         |
|                        | <u>39,112</u> |

##### *Stadium rental and fines and penalties & others (Sch.4)*

|  |                |
|--|----------------|
| Penalties, Fines, Registration, and others | 76,620         |
| Stadium rental                             | 28,769         |
|  | <u>105,389</u> |

##### *Severance benefits (Sch.5)*

|                                    |               |
|------------------------------------|---------------|
| Severance Benefits and others      | 34,667        |
| L.F.A Employees Retirement benefit | 16,019        |
|                                    | <u>50,686</u> |

##### *Match related expenses (Sch.6)*

|                                     |         |
|-------------------------------------|---------|
| Ball Boys Indemnity                 | 3,854   |
| Playoff Match Expense               | 17,631  |
| Match Commissioner Indemnity        | 42,602  |
| Engraving Trophy & Medals           | 12,961  |
| Teams share of game intake          | 4,985   |
| Referees Indemnity, Lodging & Other | 130,613 |
| National District leagues           | 13,176  |



**LIBERIA FOOTBALL ASSOCIATION.**Financial statements and independent auditor's report  
for the year ended December 31, 2023**Note to the Financial Statements(continued)**

|   |                |
|---|----------------|
| Beach Soccer League   | 1,060          |
| Nat'l League CashAward-Teams  | 63,113         |
| National League Expenses  | 23,287         |
|   | <u>313,282</u> |
| <b><i>National team air tickets and other travels (Sch.7)</i></b>     |                |
| Air Tickets (National Teams/LFA)                                      | 137,361        |
|   | <u>137,361</u> |
| <b><i>FIFA Project expenses (Sch.8)</i></b>                           |                |
| FIFA Equipment Solidarity & others                                    | 20,000         |
| FIFA Talent Indemnifications Project                                  | 45,708         |
| Equipment support (Sports equipment/Turf materials others             | 447,500        |
| Women Football Dev. Fund  | 24,713         |
| FIFA Support-Club Licensing Workshop                                  | 18,263         |
| FIFA Support Women's Capacity building                                | 9,141          |
| FIFA Support to U-20 & U-17   | 55,137         |
| FIFA Travel Solidarity  | 187,288        |
|   | <u>807,750</u> |
| <b><i>Senior male and female national teams' expenses (Sch.9)</i></b> |                |
| Senior National Team (Men)  | 756,361        |
| Junior National Teams Male  | 20,773         |
| Women Football (National Teams)                                       | 7,400          |
|   | <u>784,534</u> |
| <b><i>Training &amp; Development (Sch.10)</i></b>                     |                |
| Training-Ref/Match Assessors  | 27,769         |
| Training-Technical & Coaches  | 37,912         |
| Training-Medical  | 3,325          |
| Training-Club licensing training & inspection visit                   | 259            |
| Training match commissioner   | 1,198          |
|   | <u>70,463</u>  |

# LIBERIA FOOTBALL ASSOCIATION.

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## Note to the Financial Statements(continued)

### *Subvention Expense (Sch.11)*

|                                  |                |
|----------------------------------|----------------|
| Subvention-Coaches Assoc.        | 4,970          |
| Subvention to ISSA               | 5,000          |
| Subvention to LONA               | 2,500          |
| Subvention Women Ftball-12 Clubs | 94,724         |
| Subvention men-1st&2ndDiv.clubs  | 221,914        |
|                                  | <b>329,108</b> |

### *Sub-Association Operational Cost (Sch.12)*

|                  |               |
|------------------|---------------|
| Bomi             | 666           |
| Bong             | 833           |
| Gbarpolu         | 268           |
| Grand Cape Mount | 697           |
| Grand Gedeh      | 1,474         |
| River Gee        | 535           |
| Maryland         | 772           |
| Rivercess        | 382           |
| Margibi          | 1,429         |
| Grand Bassa      | 592           |
| Sinoe            | 1,042         |
| Nimba            | 2,924         |
| Lofa             | 1,078         |
| Montserrado      | 15,821        |
|                  | <b>28,513</b> |

### *Office stationery, printing and supplies (Sch.13)*

|                                |               |
|--------------------------------|---------------|
| Office Stationery and Supplies | 7,327         |
| Printing                       | 8,270         |
|                                | <b>15,597</b> |

### *Utilities (Sch.14)*

|          |               |
|----------|---------------|
| water    | 2,752         |
| LEC Unit | 16,147        |
|          | <b>18,899</b> |

### *Fuel and lubricant (Sch.15)*

|                        |               |
|------------------------|---------------|
| Generator Fuel         | 46,307        |
| Vehicle Gasoline/ Fuel | 16,851        |
|                        | <b>63,158</b> |

**LIBERIA FOOTBALL ASSOCIATION.**  
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**Note to the Financial Statements(continued)**

|  |                |
|--|----------------|
| <b>Repairs &amp; Maintenance (Sch.16)</b>                        |                |
| Vehicle-Maintenance  | 13,932         |
| Office Equipment- Maintenance                                    | 2,950          |
| Office Building-Maintenance                                      | 21,751         |
| Machine and Equipment  | 8,678          |
|  | <b>47,311</b>  |
| <b>Cleaning &amp; Sanitation (Sch.17)</b>                        |                |
| Janitorial Supplies  | 5,692          |
| Sewer  | 5,920          |
|  | <b>11,612</b>  |
| <b>Miscellaneous (Sch.18)</b>                                    |                |
| Other Expenses   | 4,340          |
| Board of Arbitration   | 50             |
|  | <b>4,390</b>   |
| <b>Accounts Payables (Sch.19)</b>                                |                |
| Sundry payables  | 236,115        |
| KFA Consults   | 1,680          |
|  | <b>237,795</b> |
| <b>Breakdown Sundry payables</b>                                 |                |
| Bivac 5.5 KVA Generator (2 pcs)                                  | 2,400          |
| Dennis H. Yollah Business Center Inc (Stadium materials)         | 452            |
| Ball boys indemnity  | 870            |
| Garbage collection (Head Quarter)                                | 200            |
| B/F Roofing of Technical Center, Tusa field & SKD Practice Pitch | 20,258         |
| Doma General Construction Company (DGCC) Inc                     | 14,700         |
| Confederation Africaine de Football (Stadium Sanctions)          | 5,250          |
| Subvention   | 35,500         |
| Honorarium   | 12,560         |
| Tony Auto Garage and General Services                            | 3,480          |
| LFA Referees indemnity   | 33,956         |
| Match commissioners' indemnity                                   | 4,205          |



**LIBERIA FOOTBALL ASSOCIATION.**  
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**Note to the Financial Statements(continued)**

|   |                |
|---|----------------|
| Sports medics indemnity                                   | 5,658          |
| Smart Travel Solutions                                    | 2,430          |
| Wakanow.Com Liberia Limited                               | 18,095         |
| Confederation Africaine de Football (Stadium Sanctions)   | 5,250          |
| Nature builder & Contractor Company                       | 3,600          |
| Techno IT   | 9,390          |
| Saar Insurance (November-December 2023)                   | 6,120          |
| Emman's Business Center (Medals & Trophies all countries) | 23,649         |
| Alley Printing Press                                      | 11,000         |
| Design & Build INC  | <b>4,486</b>   |
| Subscription payable & others- FIFA                       | 12,606         |
|   | <b>236,115</b> |
|   | <b>236,115</b> |

**Building (Sch. 20)**

|                                       |                  |
|---------------------------------------|------------------|
| Headquarters                          | 1,869,427        |
| SKD practice Pitch & Medical Building | 210,041          |
| George Weah Technical Center          | 463,911          |
| Tusa Field                            | 242,434          |
|                                       | <b>2,785,813</b> |
|                                       | <b>2,785,813</b> |

**17.0 Related parties**

Identity of related parties

There are currently fifteen bodies/counties football associations affiliated to the Liberia Football Association which organizes the division three and community leagues and regional playoffs to the second division. The Association is also affiliated with the following associations:

Liberia Football Coaches Association (LIFOCA), Liberia Football Referees Association (LIFRA), Liberia National Old-timers Association (LONA,) Beach Soccer, Bankers Association of Liberia (BAASAL) and Academicals

However, while all of these are autonomous bodies/associations, the association through its overall responsibility for all football activities in Liberia exercises influence over these bodies through:

The compensation these stakeholders is headed by the LFA management team members.

Additionally, the Association regards all members of its management team including the General Secretary as key management personnel.



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### **Note to the Financial Statements(continued)**

#### **18. Contingencies**

There were no contingent liabilities as at 31 December 2023 (2022: nil)

#### **19. Events after the reporting period**

Events subsequent to the financial position date are reflected only to the extent that they are material. There were no such events as at the date the financial statements were signed. There are no events subsequent to the reporting date which require adjustment to, or disclosures in these financial statements.

#### **20. FIFA Covid-19 Relief Plan**

FIFA approved an interest-free loan to LFA to the tune of US\$319,045.28 in line with Stage 3 Regulations dated 28<sup>th</sup> July 2020. The purpose of the loan is "The borrower shall use all amounts borrowed by it under this Loan Contract to cover and address relevant Pandemic-Caused losses and Needs set forth in the Loan Application and as defined per the Regulations". The purpose of the loan from FIFA under the COVID-19 Relief loan was to be used to cater for pandemic-related losses. Accordingly, the loan obtained from FIFA was applied as payment to CESAF Liberia for the Construction of HQ because of the COVID-19 Pandemic which affected the prices of construction materials on the global market.

The loan repayment which will be done by installment of US\$79,761,32 starting from January 2023 till January 2026 will be offset by contributions to LFA by FIFA until the full amount is liquidated.

This Relief fund, though approved for payment, was not readily available to be remitted by FIFA. As a result, FIFA requested LFA to obtain financing from its bank to continue with the HQ construction work and the funds would be paid by them to the bank. Accordingly, on 10<sup>th</sup> March 2022 an Overdraft request was made by LFA to Guaranty Trust Bank (GT) for direct payment to CESAF Liberia for continuation of construction work of its HQ. located in Congo Town.

On 16<sup>th</sup> March 2022, GT Bank approved only US\$250,000 to LFA which was less than FIFA's approved facility of US\$319,045.28. On 22<sup>nd</sup> March 2022, GT Bank transferred a payment of US\$244,229.78 to CESAF Liberia leaving a shortfall of US\$74,815.5. In order to have the full amount approved by FIFA intended for payment to CESAF, LFA augmented the bank payment by US\$74,815.50 to the Contractor with GT Bank Cheque No.685636 which was issued on 16<sup>th</sup> July 2022 bringing the sum to US\$319,045.28 as approved by FIFA.

In line with IAS 23 Borrowing Cost, the capitalization cost on the overdraft facility was US\$19,083, but only US\$10,328 was capitalized in the 2022 financial statements and the difference of US\$8,755 was treated as bank charges. No adjustment has been made in 2023 financial statements in that regard.



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**Note to the Financial Statements(continued)**

**21. International Bank of Liberia Limited outstanding loan of US\$52,331 in the book of LFA**

International Bank of Liberia Limited loan balance US\$52,331 in the book of LFA for some years proved not to exist. The auditors have therefore sent a confirmation to the bank to that effect. The confirmation response dated March 20, 2024 further stated that "Relating to additional request mentioned, please note that the issues raised are not applicable". In this regard the loan balance in the book of LFA for some period now didn't exist and adjustment has accordingly been made in the financial statements.

**22. Application IAS 16 on buildings completed before 2023**

Before 2023 financial year, various projects namely SKD, Tusa Field, and Technical Center were completed and handed over to LFA on or before the 2022 Financial Statements were prepared and approved by the management except for the Headquarters building which was made available by CESAFA Liberia Limited on 23<sup>rd</sup> March 2023. In accordance with IAS 16, appropriate treatment and disclosure must be made on buildings that were readily available before the 2022 Financial statements were prepared. These assets were carried in the books without recourse to what the standard stipulates in term of their treatment in line with IAS 16. No depreciation was charged in the previous financial statements on these assets. These assets were classified as work in progress even though they were completed by the contractors and made available for the association to derive economic benefit from them.

Various agreements on these projects started in 2020 and construction works were completed on or before 2021 looking at the last payment date respectively 02/07/2021; 21/04/2021, 14/04/2021 and 10/10/2020. Except for the ATS re-roofing that cost US\$65,283 which has been expensed during the current financial year, the rest of buildings have been re-instated to reflect the actual carrying amount in 2023 Financial Statements. The effect of the reinstatement of the opening balances for the buildings in 2023 of US\$98,128 and the correction of the International Bank Liberia Limited outstanding loan of US\$52,331 on the book from the previous years reduced the opening balance of the accumulated surplus from US\$4,926,513 to US\$4,880,716.

