



San Juan, PR – 5 de enero de 2016

Circular N°. 2016-1

A PRESIDENTES Y/O DELEGADOS CLUBES, LIGAS Y ASOCIACIONES

Asunto: Asamblea General Ordinaria

Estimados Presidentes y/o Delegados federativos, reciban un cordial saludo de parte del personal de la FPF y este servidor.

Según comunicado en Circular 2015-12 del 3 de diciembre del corriente, el **sábado, 6 de febrero del 2016**, se celebrará la asamblea ordinaria correspondiente al 2015. Más adelante se indicará el lugar y la hora.

Se incluye Orden del Día y Estados Auditados, documentos adicionales al momento no están listos debido al fallecimiento de la señora suegra de nuestro Presidente. Los mismos serán enviados próximamente. Perdonen los inconvenientes.

Como mencionáramos anteriormente, cada miembro afiliado podrá estar representado en la asamblea por los dos delegados que figuran en nuestros registros bajo la información de su organización. De necesitar actualizar los mismos para esta asamblea favor indicarlo en el documento que se aneja.

De necesitar información adicional favor comunicarse con nosotros.

Atentamente,

Ignacio Rodríguez Argote
Secretario General



5 de enero de 2016

A : Presidentes y/o Delegados de clubes, ligas y asociaciones

De : Ignacio Rodríguez Argote
Secretario General FPF

Asunto: Delegados a la asamblea

Saludos cordiales:

Favor completar este documento, en caso de ser necesario, para actualizar el nombre de uno o ambos delegados oficiales ante la Federación Puertorriqueña de Fútbol que asistirán a la Asamblea General Ordinaria a celebrarse el sábado 6 de febrero de 2016.

Todo miembro afiliado a nuestra federación tiene el derecho a asistir, aunque no tenga derecho a voto.

Fecha límite para la entrega de los nombres de los delegados a participar en la misma es el **jueves, 28 de enero de 2016 en o antes de las 4:00PM**, en las oficinas de la FPF, mediante fax al (787) 767-2288 o vía correo electrónico a registro@fedefutbolpr.com.

De necesitar información adicional favor comunicarse con nosotros.

Nombre y Firma

Liga () Asociación () Club ()

Nombre y Firma

Fecha



6 de febrero de 2016

Bienvenida

Invocación

Orden del Día

- a. Declaración de que la asamblea ha sido convocada y está compuesta de conformidad con los Estatutos de la FPF (constatar quórum).
- b. Aprobación del Orden del Día
- c. Alocución del Presidente
- d. Nombramiento de los miembros encargados de verificar el acta.
- e. Nombramiento de los escrutadores
- f. Voto sobre las propuestas de enmiendas de los Estatutos, el reglamento de aplicación de los Estatutos y el reglamento de la asamblea (en caso necesario).
- g. Debate de las propuestas sometidas por los miembros y el Comité Ejecutivo.
- h. Suspensión o exclusión de un miembro (en caso necesario)
- i. Aprobación del Acta de la Asamblea anterior.
- j. Informe de Actividades del Presidente (con las actividades desde la asamblea anterior)
- k. Presentación del balance financiero consolidado y revisado y de la cuenta de pérdidas y ganancias.
- l. Aprobación del Informe Financiero.
- m. Aprobación del Presupuesto.
- n. Nombramientos de auditores independientes (en caso necesario) a propuesta del Comité Ejecutivo.
- o. Destitución de una persona o entidad (en caso necesario)
- p. Elección del Presidente, los vicepresidentes y los miembros del Comité Ejecutivo o cubrir vacantes (en caso necesario)
- q. Cualquier otro asunto propuesto por los miembros o por el Comité Ejecutivo de la FPF.
- r. Admisión de miembros (en caso necesario)

Clausura

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.

FINANCIAL STATEMENTS

DECEMBER 31, 2014 AND 2013

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
FINANCIAL STATEMENTS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013
AND INDEPENDENT AUDITOR'S REPORT

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INDEPENDENT AUDITOR'S REPORT

Board of Directors
Federación Puertorriqueña de Fútbol, Inc.
San Juan, Puerto Rico

Report on the Financial Statements

I have audited the accompanying statements of financial position of Federación Puertorriqueña de Fútbol, Inc., a non-profit organization, as of December 31, 2014 and 2013 and the related statements of operations and changes in net assets, and cash flows for the years then ended, and the related notes to financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments; the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

Opinion

In my opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Federación Puertorriqueña de Fútbol, Inc. as of December 31 2014 and 2013, and the results of their operations and their cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.



Juan C Vázquez Hernández
Certified Public Accountant
License No. 2704

Stamp No. E179018 of the Puerto Rico Society of Certified Public Accountants was adhered to the original of this report.

San Juan, Puerto Rico
May 26, 2015



FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
 STATEMENTS OF FINANCIAL POSITION
 DECEMBER 31, 2014 AND 2013

	Temporary Restricted	Unrestricted	Totals 2014	Totals 2013
ASSETS				
CURRENT ASSETS				
Cash	\$ 30,459	\$ 5,188	\$ 35,647	\$ 11,372
Accounts receivable, net of allowance for doubtful accounts of \$35,223 and \$6,000, respectively	-	8,179	8,179	50,916
Accounts receivable- other	-	1,374	1,374	1,473
Due from Local fund	20	-	20	1,484
	<u>30,479</u>	<u>14,741</u>	<u>45,220</u>	<u>65,245</u>
PROPERTY AND EQUIPMENT				
Equipment	8,006	19,309	27,315	19,309
Furniture and fixtures	-	2,600	2,600	2,600
	<u>8,006</u>	<u>21,909</u>	<u>29,915</u>	<u>21,909</u>
Less: Accumulated depreciation	-	21,909	21,909	21,909
	<u>8,006</u>	<u>-</u>	<u>8,006</u>	<u>-</u>
OTHER ASSETS				
Deposits	-	1,100	1,100	2,200
	<u>-</u>	<u>1,100</u>	<u>1,100</u>	<u>2,200</u>
TOTAL ASSETS	<u>\$ 38,485</u>	<u>\$ 15,841</u>	<u>\$ 54,326</u>	<u>\$ 67,445</u>
LIABILITIES AND NET ASSETS				
CURRENT LIABILITIES				
Accounts payable and accrued liabilities	\$ 14,543	\$ 255,000	\$ 269,543	\$ 516,227
Deposits	-	-	-	1,500
Due to local fund	-	20	20	1,484
TOTAL CURRENT LIABILITIES	<u>14,543</u>	<u>255,020</u>	<u>269,563</u>	<u>519,211</u>
NET ASSETS				
Net assets- Restricted	23,942	-	23,942	(11,559)
Net assets- Unrestricted	-	(239,179)	(239,179)	(440,207)
TOTAL NET ASSETS	<u>23,942</u>	<u>(239,179)</u>	<u>(215,237)</u>	<u>(451,766)</u>
TOTAL LIABILITIES AND NET ASSETS	<u>\$ 38,485</u>	<u>\$ 15,841</u>	<u>\$ 54,326</u>	<u>\$ 67,445</u>

See accompanying notes to financial statements

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
STATEMENTS OF OPERATIONS AND CHANGES IN NET ASSETS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	Temporary Restricted	Unrestricted	Totals	
			2014	2013
REVENUES				
Contributions received from FIFA- FAP	\$ 500,000	\$ -	\$ 500,000	\$ 350,000
Contributions received from FIFA- WIN	100,000	-	100,000	-
Affiliation fees	-	91,657	91,657	149,041
Contributions	-	139,896	139,896	141,000
Other revenues	62,787	80,968	143,755	144,654
TOTAL REVENUES	662,787	312,521	975,308	784,695
OPERATING EXPENSES				
Male Tournaments	49,392	80,219	129,611	73,541
Female Tournaments	40,963	89,071	130,034	100,378
General and administrative	139,003	4,628	143,631	168,601
Infrastructure improvements and utilities	5,535	14,641	20,176	48,189
Office supplies, lease equipment and miscellaneous	5,036	12,219	17,255	1,947
Travel and lodging	2,290	5,013	7,303	19,825
Technical development, commissions and trainings	127,255	33,085	160,340	341,764
Professional services	27,632	13,122	40,754	43,970
Marketing and communications	20,875	4,307	25,182	133,181
Futsal/ Beach football	4,862	-	4,862	8,291
Insurance	567	905	1,472	4,528
Uniforms, rewards and trophies	-	(74)	(74)	-
Memberships and affiliations	1,000	200	1,200	16,262
Freight	10,856	4,123	14,979	-
Bad debt expense	-	29,223	29,223	31,948
Bank charges and miscellaneous expenses	453	12,378	12,831	14,419
TOTAL OPERATING EXPENSES	435,719	303,060	738,779	1,006,844
Depreciation expense	-	-	-	-
TOTAL EXPENSES	435,719	303,060	738,779	1,006,844
INCREASE/ (DECREASE) IN NET ASSETS	227,068	9,461	236,529	(222,149)
EXPENSES TRANSFERRED FROM UNRESTRICTED TO RESTRICTED FUNDS	(191,567)	191,567	-	-
NET ASSETS AT BEGINNING OF YEAR	(11,559)	(440,207)	(451,766)	(229,617)
NET ASSETS AT END OF YEAR	\$ 23,942	\$ (239,179)	\$ (215,237)	\$(451,766)

See accompanying notes to financial statements

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Increase/ (Decrease) in net assets	\$ 236,529	\$ (222,149)
Adjustments to reconcile change in net assets to net cash provided by operating activities:		
Depreciation expense	-	-
Bad debt expense	29,223	31,948
Changes in operating assets and liabilities:		
Decrease/ (Increase) in accounts receivable	13,613	(31,777)
Decrease/ (Increase) in deposits	1,100	(2,200)
(Decrease)/ Increase in accounts payable	(246,684)	220,296
Decrease in deposits	(1,500)	(5)
NET CASH PROVIDED/ (USED) BY/(IN) OPERATING ACTIVITIES	<u>32,281</u>	<u>(3,887)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of equipment	<u>(8,006)</u>	<u>-</u>
NET CASH USED IN INVESTING ACTIVITIES	(8,006)	-
CASH FLOWS FROM INVESTING ACTIVITIES		
	<u>-</u>	<u>-</u>
NET CASH USED IN INVESTING ACTIVITIES	-	-
NET INCREASE/ (DECREASE) IN CASH	24,275	(3,887)
CASH AT BEGINNING OF YEAR	<u>11,372</u>	<u>15,259</u>
CASH AT END OF YEAR	<u>\$ 35,647</u>	<u>\$ 11,372</u>

See accompanying notes to financial statements

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

NOTE A- ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization

The “Federación Puertorriqueña de Fútbol, Inc.” (hereinafter referred to as the “FPF”) is a private associative organization incorporated as a non-profit organization organized under the laws of the Commonwealth of Puerto Rico on 1970 to develop, promote, register, affiliate, regulate, facilitate and motivate the soccer in Puerto Rico. The FPF is member of the Puerto Rico Olympic Committee.

The FPF supervise and control all the soccer games and tournaments, national and international, celebrate in Puerto Rico. The FPF it's responsible for the organization and preparation of the Puerto Rico Soccer National Team for a good representation of Puerto Rico on international tournaments.

Among other things, the FPF is also responsible to create the economics process needs to reach their goals, including marketing and promoting the soccer in Puerto Rico.

Summary of significant accounting policies

Basis of accounting

The FPF adopted the provisions of Statements of Financial Accounting Standards (SFAS) No. 116, *Accounting for Contributions Received and Contributions Made*, and (SFAS) No. 117, *Financial Statements for Non-for-Profit Organizations*.

Under these provisions, net assets and revenues, expenses, gains and losses are classified based on the existence or absence of donor-imposed restrictions. Accordingly, the net assets of the Organization and changes therein are classified and reported as follows:

Unrestricted Net Assets - Net assets that are not subject to donor-imposed stipulations.

Temporarily Restricted Net Assets - Net assets subject to donor-imposed stipulations that they may or will be met either transactions of the Organization and/or the passage of time.

Permanently Restricted Net Assets – Net assets subject to donor-imposed stipulations that they be maintained permanently by the Organization. Generally, the donors of these assets permit the Organization to use all or part of the income earned on related investments for general or specific purposes.

Revenues are reported as increase in unrestricted net assets unless use of the related assets is limited by donor-imposed restrictions. Expenses are reported as decreases in unrestricted net assets. Gains and losses on other assets or liabilities are reported as increases or decreases in unrestricted net assets unless their use is restricted by explicit donor stipulation or by law. Expiration of temporary restrictions on net

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

NOTE A- ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES-
continued

assets (i.e., the donor stipulated purpose has been fulfilled and/or the stipulated time period has elapsed) is reported as reclassifications between the applicable classes of net assets.

Contributions including unconditional promises to give are recognized as revenues in the period received. Contributions with donor-imposed restrictions that are met in the same year as received are reported as revenues of the unrestricted net assets class. Conditional promises to give are not recognized until they become unconditional, that is, when the conditions on which they depend are substantially met. Contributions of assets other than cash are recorded at their estimated fair value. Contributions to be received after one year are discounted, if practicable, at an appropriate discount rate commensurate with the risks involved. Amortization of discounts is recorded as additional contributions. An allowance for uncollectible contributions receivable is provided, if necessary, based upon management's judgment including such factors as prior collection history, type of contribution and nature of the activity.

Property and Equipment

Property and equipment are stated at cost at the date of acquisition, or fair market value at date of donation in the case of gifts. Upon purchase, since donor restrictions have been met, the FPF reclassifies the corresponding temporary restricted net asset to unrestricted net assets.

Depreciation is provided by the straight-line method over the useful live of the related assets.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America, requires management to make estimates and assumptions that affect the recorded amounts of net assets at the date of the financial statements and reported amounts or revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Income Taxes

The FPF is exempt from Income, Municipal and other local taxes under Section 1101 (6) of the amended Puerto Rico Internal Revenue Code of 1994.

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

NOTE B- UNRESTRICTED NET ASSETS PROGRAMS

During the year ended December 31, 2014 the FPF received funds from the following sources:

1. Temporary restricted funds

FIFA (“Federation Internationale de Football Association”)

During the year ended December 31, 2014, the FPF received \$250,000 in contributions from the FIFA pursuant to Financial Assistant Program (FAP) and \$250,000 bonus payment from FIFA based on the financial results achieved during the 2011-14 cycle.

Part of these funds were temporary restricted during the year ended December 31, 2014 to pay prior years' debts, these funds were recorded in the unrestricted fund as account payables from prior years, due to the fact that the temporary restricted funds does not allow the recognition of accounts payables at the end of the year. Therefore, the funds paid related to prior years' debts were reclassified from unrestricted funds and recorded as expenses on the temporary restricted funds, these amounts were presented as a reclassification of funds on the statement of operations and changes of net assets for the year ended December 31, 2014.

CONCACAF (“ Confederation of North, Central America and Caribbean Association Football”)

During the year ended December 31, 2014, the FPF received \$100,000 in contributions from the CONCACAF pursuant to the “Win in CONCACAF” (WIN) program.

2. Affiliate fees

The FPF records affiliation fees from soccer clubs, associations and leagues as revenues when billed, during the year ended December 31, 2014.

3. Contributions

The FPF records contributions from private corporations and governmental entities when received.

4. Other revenues

The funds received from other sources like: sale of tickets from games, sale of merchandise and other miscellaneous were recorded when collected.

FEDERACION PUERTORRIQUEÑA DE FUTBOL, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2014 AND 2013

NOTE C- RELATED PARTIES TRANSACTIONS

During the year ended December 31, 2014, the amounts paid by FPF to two members of the board of directors are summarized below:

<u>Position</u>	<u>Amount Paid</u>
President	\$ 56,300
Secretary	<u>20,619</u>
	<u>\$ 76,919</u>

Other expenses as travel, meals, telephone and others were reimbursed to members of the board of directors.

NOTE D- CONTINGENCIES

The Organization may at times be involved in litigations relating to matters arising in the ordinary course of its business activities. Such matters have been adequately legally contested by the Organization's legal counsel; historically, there has been no material adverse effect on the Organization's financial condition resulting from issues litigated.