

**Actuals 2018**  
**Budget 2019**  
**Financial oversight**

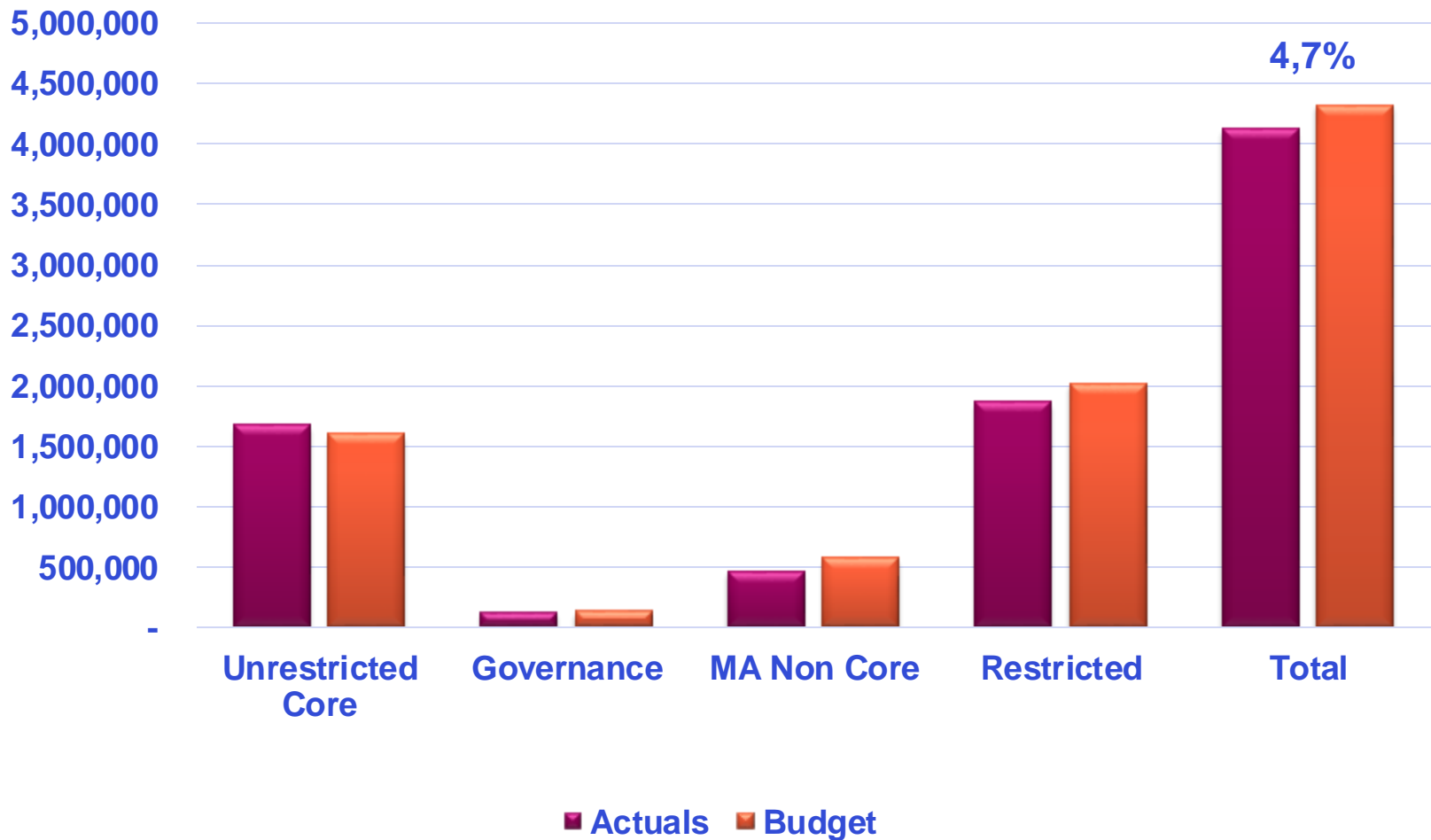
**RC Meeting**  
**Tallin, Estonia**  
**16<sup>th</sup> June 2019**



# Annual Closure 2018

Currency: EUR

# Overview Expenses 2018 - Actuals vs Budget Expenses



# Summary 2018 – Actuals

Budget Line	Expenses	Income	Balance
Unrestricted Core	1.604.617	2.235.585	65.308
Hosting	536.436		
Exchange rate losses/gain	29.224		
Governance	120.508	133.198	12.690
MA Non Core	459.784	525.628	65.844
Restricted	1.863.542	1.845.431	-18.111
<b><u>Sub-total</u></b>	<b>4.614.111</b>	<b>4.739.842</b>	<b>125.731</b>
		Allocation to VDF	-12.690
		Allocation to PBF	-65.844
		<b><u>End Year Surplus</u></b>	<b><u>47.197</u></b>

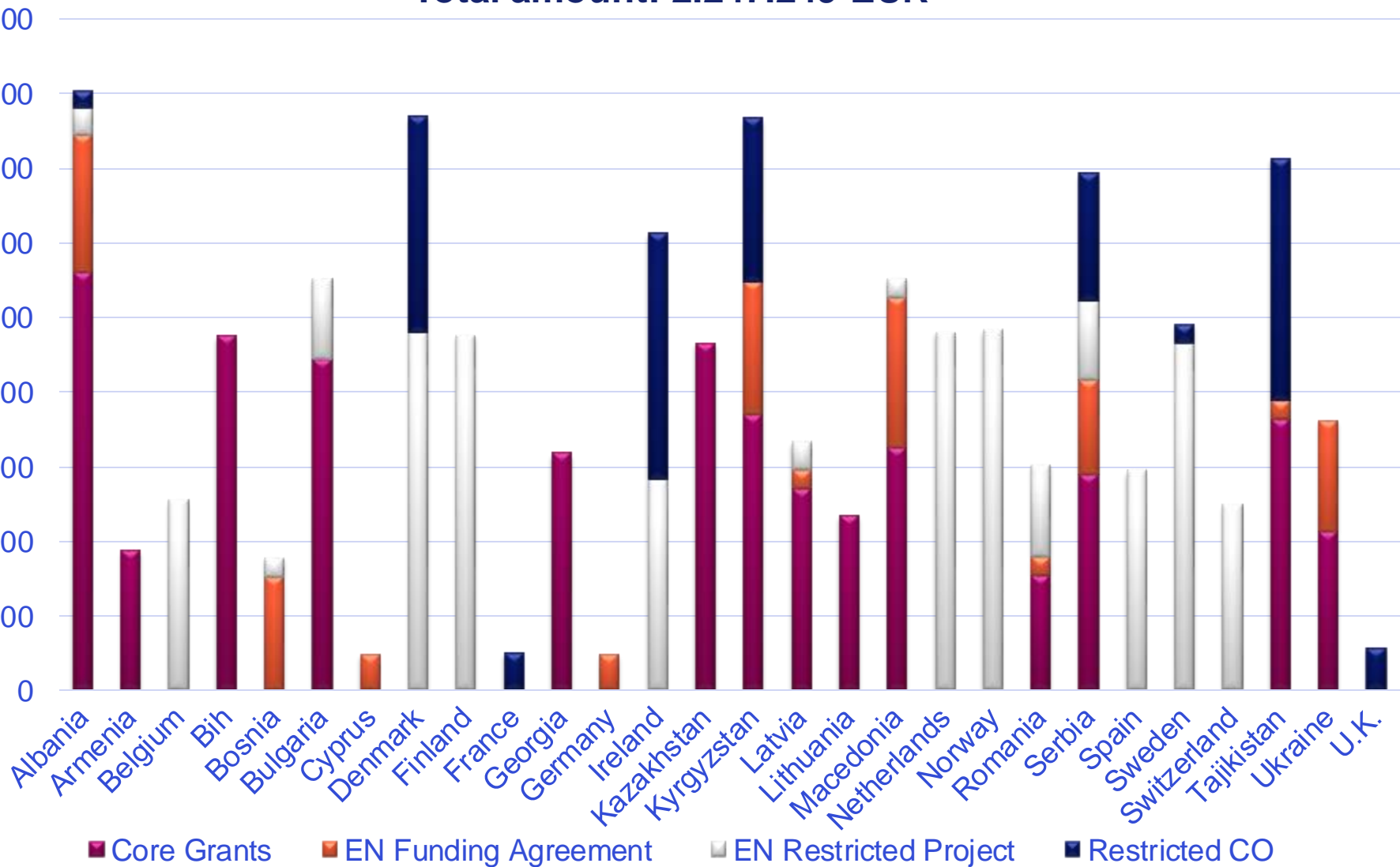
# Movements in Reserves

Incomes vs Expenses			
	Unrestricted Core	Governance	MA Non Core
Income	2.235.585	133.198	525.628
Expenses	2.170.277	120.508	459.784
<b>Balance</b>	<b>65.308</b>	<b>12.690</b>	<b>65.844</b>
Co-funding Restricted	18.111		
<b><u>Final Balance</u></b>	<b><u>47.197</u></b>	<b><u>12.690</u></b>	<b><u>65.844</u></b>

Reserves Overview			
	31/12/2017	Movements	31/12/2018
Unrestricted Reserves	1.263.801	47.197	<b>1.310.998</b>
Reserves VDF	108.799	12.690	<b>121.489</b>
Reserves PBF	373.394	65.844	<b>439.238</b>

# Grants to Member Associations 2018

Total amount: 2.247.249 EUR



# Approval IPPF EN Annual Accounts 2018

# Improvement on processes & Mitigations Measures

- Implementation of Cash Policy
  - Segregation of duties
  - Limitation of the use of cash
    - 2017 amount of cash payments = 95,000 €
    - 2018 amount of cash payments = 25,000 €
- Reinforcement finance team since 2019
- Externalisation accounting services to a professional certified accountancy firm
  - Fiscal Compliance
  - Accounting Compliance
  - Fraud mitigation
- Edition of Annual Accounts in English



# Improvement on processes & Mitigations Measures

## ■ Implementation of Internal Controls

- New tool to calculate per diem enabling internal in depth financial checks
- IBAN verification at final control stage
- Sharing knowledge and training enabling business sustainability

## ■ Close collaboration with Central Office

- Analysis IPPF EN balance sheet
- Study of Reserve
- Excel reporting

## ■ Risk assessment of current hosting arrangements

# Budget 2019

Currency: EUR

# Consequences of 10% cut from Central Office

Budget	REC April 2019	RC June 2019	LOSS
Unrestricted Core	1.403.360	1.263.024	-140.336
Governance	116.844	105.159	-11.684
Ma Non Core	498.862	386.975	-111.887
Reduction on funding due 10% cut			-263.907

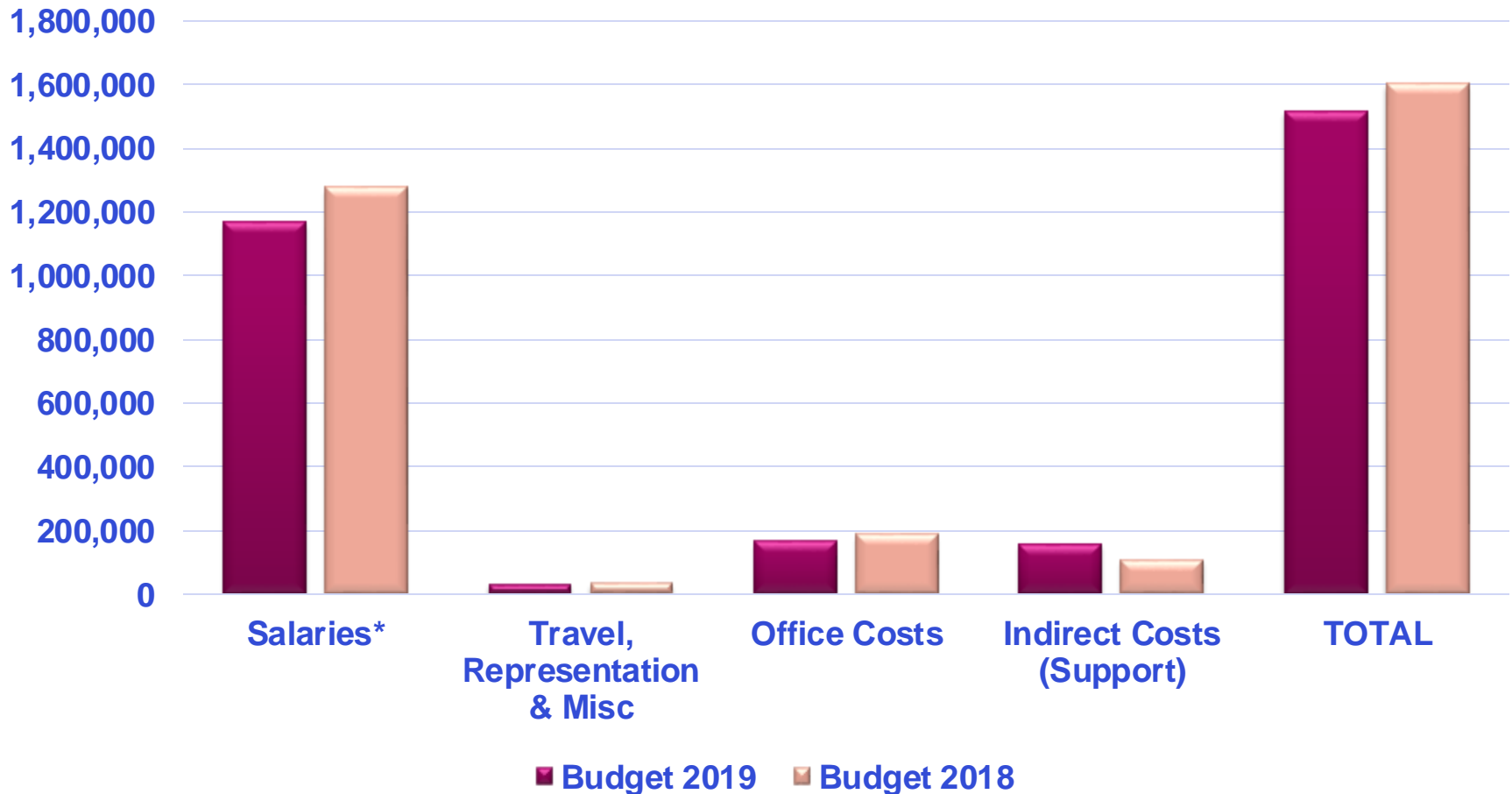
- Retained MA Core grants at agreed level funded by:
  - Cut on joint activities programme
  - Cut 50% PBF
- 3 positions in regional office not replaced

# Summary Budget 2019

Budget Line	Expenses	Income	Balance
Unrestricted Core (incl. Hosting)	1.685.678	1.616.264	-69.414
Governance	105.159	105.159	0
MA Non Core	386.975	386.975	0
Restricted	2.408.649	2.403.425	-5.225
Volunteer Development Fund	52.000	52.000	0
<b>TOTAL BUDGET 2019</b>	<b>4.638.461</b>	<b>4.563.822</b>	<b>-74.639</b>

# Budget 2019 vs 2018

## Unrestricted Core

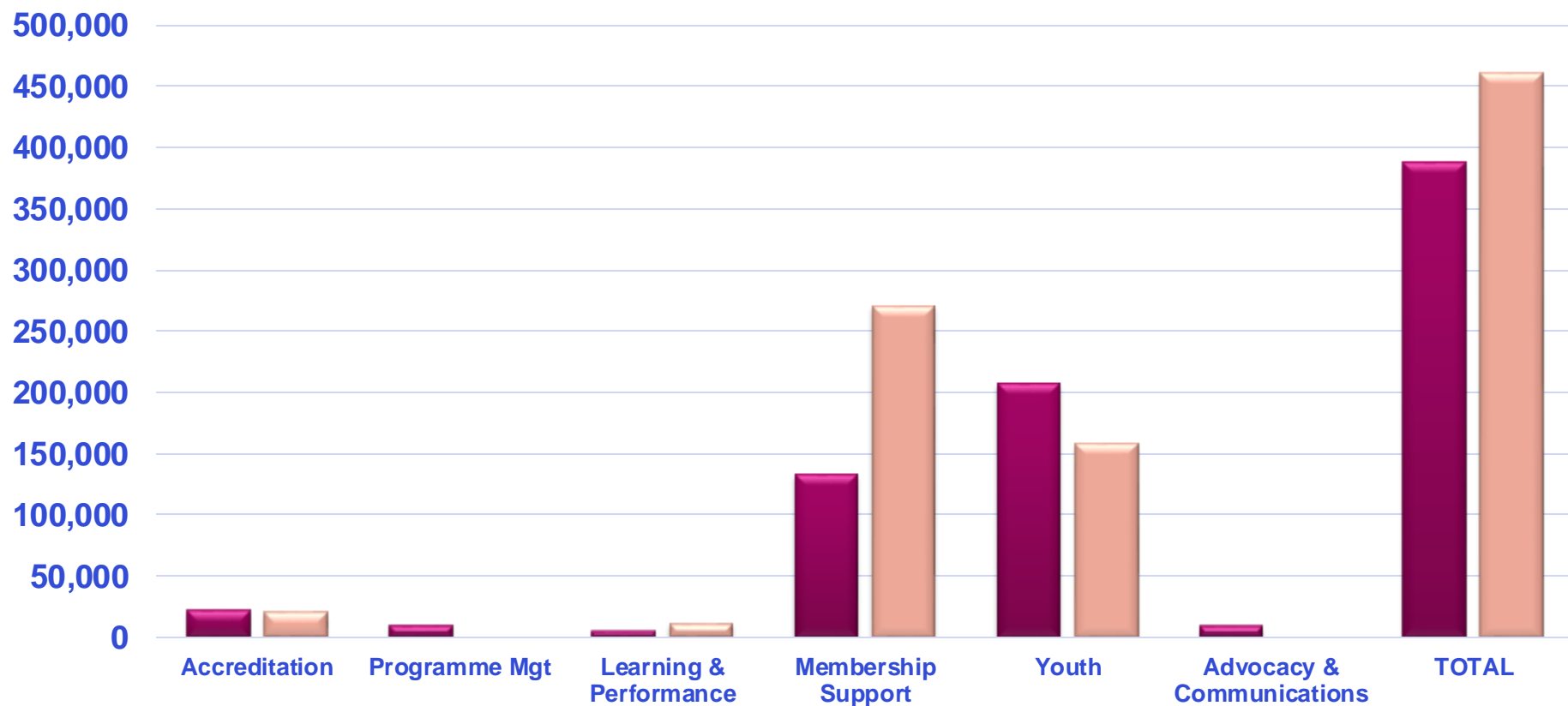


\* Excluding Hosting (2018 and 2019)

# Budget 2019 vs 2018

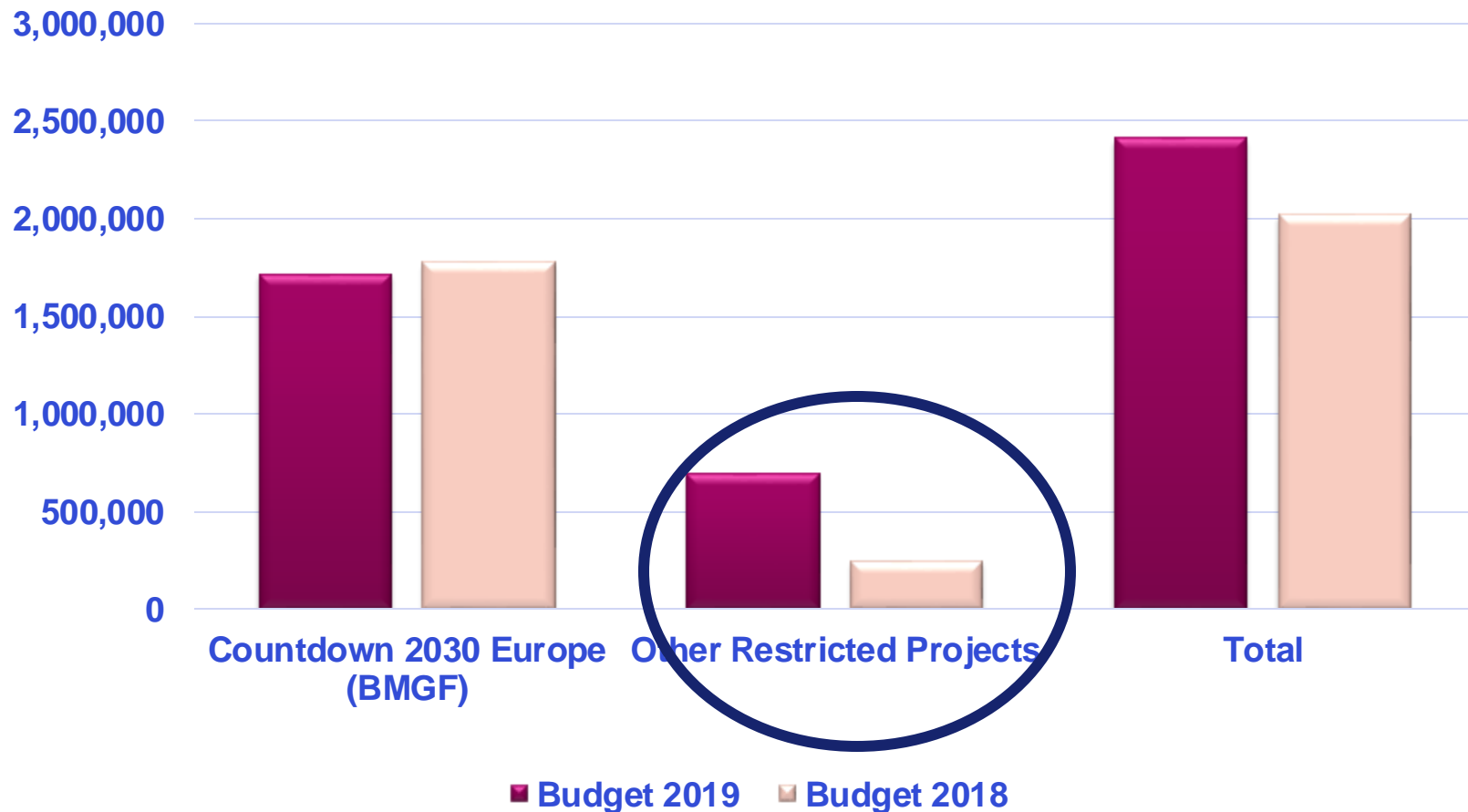
## Ma Non Core

■ Budget 2019 ■ Budget 2018



# Budget 2019 vs 2018

## Restricted Projects



# Approval Budget 2019



**Thank you for your attention**