

Annual financial report
2020
for
Delta Cultura Cabo Verde
(DCCV)

NIF: 551543795

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1. Introduction

ACC - Auditoria e Consultoria, LDA is DCCVs external accountant since the beginning of 2015. Our task is the monthly accounting and this annual financial report by the end of each year.

This report was based on financial processes during 2020, with the objective of assessing the efficiency and effectiveness of the internal control in treasury management, and analysis of all financial transactions of the Association.

The documents are recorded monthly in the specific accounting program (Primavera) and their conformity is analyzed. The transactions are properly documented in order to have greater transparency in the Association's economic and financial information.

It should be noted that the year 2020 was very difficult due to the Covid_19 pandemic, but DCCV managed to overcome the year and fulfill the obligations of the Center. DCCV distributed food and masks to the most vulnerable families of Tarrafal. This shows that DCCV continues to accompany children inside the Center and outside.

2. Objective

The objective of the collaboration between ACC and DCCV is to control and to evaluate the efficiency and effectiveness of DCCVs use of all international and national funds the association receives.

3. Income breakdown

The breakdown is divided in cash income and value in kind from different funders. Most of the funders are international ones (FIFA Foundation, FIFA legacy trust, Delta Cultura Austria and Germany, etc.) and some national (Municipality of Tarrafal).

DCCVs cash income in 2020

Cash received	CVE	€	USD
FIFA legacy trust	1.367.352	12.400,60	15.490,93
Delta Cultura Austria	3.630.047	32.921,12	41.125,34
Delta Cultura Germany	4.942.246	44.821,53	55.991,43
Common Goal	548.789	4.977,00	6.217,31
Jochnick Foundation	1.653.975	15.000,00	18.738,13
Income generating activities	49.460	448,56	560,34
Private donations	173.630	1.574,66	1.967,08
Total	12.365.499	112.143,46	140.090,55

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

Note: The exchange rate of USD (US dollar) to CVE (Cape Verdean Escudos) of 88,2679 is from the day the funds from FIFA Football for Hope for 2018/2019 were received.

FIFA legacy Trust: In May 2020 the amount 7.545USD/6.040EUR was received, and in November 2020 the amount of 7.946USD/6.361EUR

Delta Cultura Austria: In July the amount 6.246USD/5.000EUR was received, in September the amount 24.984USD/20.000EUR, was received, in November the amount of 3.748USD/3.000EUR was received, and 6.148 USD/4.921EUR was received in December.

Delta Cultura Germany: In January 2020 the amount of 8.370USD/6.700EUR was received, in March the amount 11.867USD/9.500EUR was received, in June the amount 2.775USD/2.223EUR was received, in August the amount 29.357USD/23.500EUR was received, and in December the amount of 3.623USD/2.900EUR was received.

Income generating activities: the little amount was created through renting out the pitch, and interest received for the money blocked.

Private sector: donations from private persons

Jochnick Foundation: The amount of 18.738USD/15.000EUR was received in January 2020

DCCVs value in kind in 2020

The table beneath shows the value in kind (material and service) DCCV received in 2020

In kind donations	CVE	€	USD
Municipality Tarrafal	258.000	2.339,82	2.922,92
Government grants	15.580	141,30	176,51
Private donations	24.000	217,66	271,90
Total	297.580	2.698,77	3.371,33

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

Municipality of Tarrafal: one watchman, one cleaning staff.

Government Subsidies: football material, food donations for the kindergarten through FICASE (Cape Verdean foundation for school support)

Private sector: school material, clothing, The office Supplies, and garden material, received from volunteers and tourists

4. DCCV Expenditure 2020

Overall expenses	CVE	€	USD
Cash	13.103.084	118.832,67	148.446,76
In kind	297.580	2.698,77	3.371,33
Total	13.400.664	121.531,44	151.818,09

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

Overall expenses per budgetline in cash	CVE	€	USD	%
Human resources	5.764.210	52.275,97	65.303,58	43,99%
Administration	1.063.409	9.644,12	12.047,52	8,12%
Car expenses	2.087.532	18.931,95	23.649,96	15,93%
Transport / travel	331.890	3.009,93	3.760,03	2,53%
Infrastructure	1.368.759	12.413,36	15.506,87	10,45%
Material / Equipment	523.536	4.747,98	5.931,22	4,00%
Events / Workshops / Meetings	494.453	4.484,22	5.601,73	3,77%
Agroforestry	312.343	2.832,66	3.538,58	2,38%
Sponsorships	1.151.502	10.443,04	13.045,54	8,79%
Contingency	5.450	49,43	61,74	0,04%
Total	13.103.084	118.832,67	148.446,76	100%

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

Overall expenses per budgetline in kind	CVE	€	USD	%
Human resources	258.000	2.339,82	2.922,92	86,70%
Administration	3.000	27,21	33,99	1,01%
Material / Equipment	14.000	126,97	158,61	4,70%
Events / Workshops / Meetings	15.580	141,30	176,51	5,24%
Sponsorships	7.000	63,48	79,30	2,35%
Total	297.580	2.698,77	3.371,33	100%

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

Expenses Human Resources in cash	CVE	€	USD
Project Manager	896.175	8.127,47	10.152,90
Administrativ staff / Cultural Director	896.175	8.127,47	10.152,90
Administrativ staff / Public relations	553.920	5.023,53	6.275,44
Program Coordenator	325.440	2.951,44	3.686,96
Educator 1	400.740	3.634,34	4.540,04
Educator 2	400.740	3.634,34	4.540,04
Educator 3	400.740	3.634,34	4.540,04
Educator / coach 1	400.740	3.634,34	4.540,04
Educator / coach 2	400.740	3.634,34	4.540,04
IT teacher	400.740	3.634,34	4.540,04
Kindergarten Coordinator	177.480	1.609,58	2.010,70
Cook	198.780	1.802,75	2.252,01
Watchman 1	250.800	2.274,52	2.841,35
Watchman 2	21.000	190,45	237,91
Fringe benefits volunteers	40.000	362,76	453,17
Total	5.764.210	52.275,97	65.303,58

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Administrativ expenses in cash	CVE	€	USD
Office material	40.325	365,71	456,85
Computer, etc.	141.729	1.285,35	1.605,67
Internet	81.326	737,55	921,35
Communication (telefone, etc.)	27.152	246,24	307,61
Printing and promotion expenses	24.020	217,84	272,13
Fundraising	57.558	522,00	652,08
Project developements	10.000	90,69	113,29
M&E	185.000	1.677,78	2.095,89
Bank fees	7.770	70,47	88,03
External accountant	180.000	1.632,43	2.039,25
Energy supply	129.735	1.176,57	1.469,79
Water supply	131.219	1.190,03	1.486,60
Cleaning material	47.575	431,46	538,98
Total	1.063.409	9.644,12	12.047,52

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Car expenses in cash	CVE	€	USD
Acquisition of a car	1.964.000	17.811,64	22.250,44
Diesel	83.000	752,73	940,32
Repair and Maintenance	8.089	73,36	91,64
Taxes	5.420	49,15	61,40
Insurance	27.023	245,07	306,15
Total	2.087.532	18.931,95	23.649,96

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Expenses for transport / travel in cash	CVE	€	USD
Transport of children to the Center	52.000	471,59	589,12
Transport to games	108.400	983,09	1.228,08
Transport to cultural events	82.500	748,20	934,65
Other transport	73.490	666,49	832,58
Board national travels	15.500	140,57	175,60
Total	331.890	3.009,93	3.760,03

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Infrastructure expenses in cash	CVE	€	USD
Repair and maintenance Education Center	1.113.775	10.100,89	12.618,12
Repair and maintenance FFH Center	237.275	2.151,86	2.688,12
Building insurance	17.709	160,60	200,63
Total	1.368.759	12.413,36	15.506,87

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Expenses material / equipment in cash	CVE	€	USD
School books	120.120	1.089,38	1.360,86
School material	6.500	58,95	73,64
Material for art classes	209.170	1.896,98	2.369,72
Material for music classes	2.100	19,05	23,79
Material for kindergarten	185.646	1.683,63	2.103,21
Total	523.536	4.747,98	5.931,22

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Expenses events / workshops in cash	CVE	€	USD
Board kindergarten	414.374	3.757,98	4.694,50
Boad football games	4.335	39,31	49,11
Board cultural events	72.744	659,72	824,13
Championship fees	3.000	27,21	33,99
Total	494.453	4.484,22	5.601,73

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Agroforestry project in cash	CVE	€	USD
Plants/seeds	65.685	595,70	744,16
Hoses / accessories	67.683	613,82	766,79
Tools	4.010	36,37	45,43
Fence	51.465	466,74	583,05
Fertiliser	10.500	95,23	118,96
Work	113.000	1.024,80	1.280,19
Total	312.343	2.832,66	3.538,58

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

Expenses sponsorships in cash	CVE	€	USD
Medicine / consultations	43.331	392,97	490,90
Groceries	976.076	8.852,09	11.058,11
Other sponsorships	132.095	1.197,98	1.496,52
Total	1.151.502	10.443,04	13.045,54

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

The budget lines "Groceries" and "Other Sponsorships" are new and with such high amounts because DCCV distributed groceries and masks during the Corona shutdown.

Expenses contingency in cash	CVE	€	USD
Contingencia	5.450	49,43	61,74
Total	5.450	49,43	61,74

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

5. DCCV Balance 2020

The balance 2020 below includes income and expenditure in kind.

Balance	CVE	€	USD
Balance 2019	1.913.821	17.356,56	21.681,96
Income 2020	12.365.499	112.143,46	140.090,55
Expenses 2020	13.103.084	118.832,67	148.446,76
Balance 2020	1.176.236	10.667,36	13.325,75

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

DCCV financial situation by the end of 2020

Accounting balance 2020	CVE	€	USD
Cash balance	158.086	1.433,69	1.790,98
Bank account	1.018.150	9.233,66	11.534,77
Total	1.176.236	10.667,36	13.325,75

Exchange rate: 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

The continuation of all programs of the Centre through 2021 is guaranteed through funds from the partner organizations FIFA Foundation, Delta Cultura Austria and Germany, Jochnick Foundation and other smaller funders.

6. Statements

1. *ACC- Auditoria Contabilidade e Consultoria* states that the internal control system applied for cash management and financing is effective and all processes are performed in compliance with current standards and procedures. There is compliance in all audited processes.
2. *ACC- Auditoria Contabilidade e Consultoria* also states that there is a careful control of the monthly expenses calculated during 2020. There is a fixed monthly amount in cash for the daily expenses. Whenever possible bigger amounts are paid through bank deposits.
3. *ACC- Auditoria Contabilidade e Consultoria* is responsible for the monthly trial balance. All income and expenditures of the past month are being analyzed in order to improve internal control of expenditures.
4. All employees are paid by bank transfer, and sign a salary receipt.
5. The contract with *ACC- Auditoria Contabilidade e Consultoria* was a big step forward for DCCV, as from the beginning of 2015 on all operations are accounted in accordance with international accounting standards, are classified on a monthly basis and launched in the appropriate budget lines.
6. *ACC- Auditoria Contabilidade e Consultoria* states that all funds received were used for the expenditures of the Centre. Expenditures like paying staff, as well as other operating expenditures (material for art classes, various educational materials, sport events, etc.).
7. *ACC- Auditoria Contabilidade e Consultoria* states that the way DCCV is using its funds, shows that they are taking care of the special need of all the children who come to the Centre.

7. Conclusion

ACC- Auditoria Contabilidade e Consultoria has not found any inconsistencies in any processes. We believe that DCCV should continue invest in internal control systems in order to keep this high level of transparency concerning all financial matters.