

Annual financial report
2018
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.

The annual financial report focuses on all financial processes during the period of 2018, with the objective to verify and analyze the incurred expenses (by checking the receipts monthly), to verify and analyze the incurred income (by checking the receipts monthly) and analyze the efficiency and effectiveness of the internal control system of all income generated by DCCV through own activities.

The annual financial statement was conducted based on international procedures and auditing standards.

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, FIFA legacy trust, Delta Cultura Austria and Germany, etc.) and some national (Municipality of Tarrafal).

DCCVs cash income in 2018

Money Received	CVE	€	USD
FIFA Legacy Trust	2 579 405	23 392,78	29 222,46
FIFA Football for hope	7.983 965	72 407,06	89 958,93
Delta Cultura Austria	3 805 143	34 500	43 097,69
Delta Cultura Germany	1 742 188	15 800,00	19 737,50
Atividades Geradoras de Rendimento	30 450	276,15	344,97
Sector Corporativo	7 622	69,12	86,35
Subsídios das Organizações não-governamentais	128 459	1 165,00	1 455,33
Sector Privado	58 719	532,53	665,24
Total	16 334 951	148 143	185 061

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 Football for Hope: In February 2018 the amount of 79.980 USD was received for the running costs of the Education Center for 2018 and 2019. As a measure to avoid risks the support for 2019 was blocked on DCCVs account. In May 2018 the amount of 9979 USD (exchange rate: 92,625) was received for reparation and maintenance of the FFH Center for 2018/2019.

FIFA legacy Trust: In January 2018 the amount of 10.179 USD was received which was 50% of the support for 2017. In March 2018 the amount of 10.491 USD was received and in September the amount of 8552 USD, both as support for the running costs of the Center for 2018.

Delta Cultura Austria: In February the amount of 1874 USD was received, in June the amount of 31.230 USD and in October the amount of 9994 USD.

Delta Cultura Germany: In January the amount of 4373 USD was received, in June the amount of 7495 USD, in September the amount of 2873 USD and in November the amount of 4997 USD.

Income generating activities: the little amount was created through renting out the pitch and through tourist groups visiting the Center

Sector cooperative: the amount refers to interest receives for the money blocked on the DCCV account at the beginning of the year.

Private sector: mainly donations from tourists visiting the Centre

DCCVs value in kind in 2018

The table beneath shows the value in kind (material and service) DCCV received in 2018.

In kind material and service	CVE	€	USD
Municipality of Tarrafal	332 000	3 010,93	3 761,28
Delta Cultura Austria	295 000	2 675,37	3 342,10
Government Subsidies	10 260	93,05	116,24
Private Sector	347 400	3 150,59	3 935,75
Total	984 660	8 930	11 155

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

Municipality of Tarrafal: one watchman, one cleaning staff and transport to games

Delta Cultura Austria: football material, used computer monitors

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

Private sector: school material, material for art classes, toys, clothing, shoes mainly received from volunteers and tourists

4. DCCV Expenditure 2018

Expenditure breakdown	CVE	€	USD	%
Human Resources	6 106 820	55 383,12	69 185,06	49,03%
Administration	1 356 488	12 302,07	15 367,85	10,89%
Transport / travel	966 196	8 762,49	10 946,18	7,76%
Infrastructure	863 272	7 829,07	9 780,14	6,93%
Material / equipment	1 530 445	13 879,70	17 338,64	12,29%
Events / workshops / Meetings	1 581 502	14 342,74	17 917,07	12,70%
Other expenditure/ Contingence	51 100	463,43	578,92	0,41%
Total	12 455 823	112 963	141 114	100,00%

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

Human resources cash	CVE	€	USD
Project manager	976800	8 858,66	11 066,31
Assistant project manager	976800	8 858,66	11 066,31
Coordinator educational programs	364920	3 309,48	4 134,23
Educador 1	430320	3 902,60	4 875,16
Educador 2	430320	3 902,60	4 875,16
Educador 3	430320	3 902,60	4 875,16
Educador/treinador de futebol 1	430320	3 902,60	4 875,16
Educador/Treinador de futebol 2	430320	3 902,60	4 875,16
IT teacher	430320	3 902,60	4 875,16
Music teacher	33 000	299,28	373,86
Childhood educator	541 920	4 914,71	6 139,49
cook woman	251 660	2 282,32	2 851,09
Watchman 1	244800	2 220,11	2 773,38
Fringe benefits voluntaries	135 000	1 224,32	1 529,43
Total	6 106 820	55 383	69 185

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Human Resources (in kind)	CVE	€	USD
Cleaning staff	144 000	1 305,94	1 631,40
Watchman 2	180 000	1 632,43	2 039,25
Total	324 000	2 938	3 671

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

Administration cash	CVE	€	USD
Office material	131 111	1 189,05	1 485,38
Computers / IT	150 200	1 362,17	1 701,64
Internet	82 166	745,17	930,87
Communication	50 418	457,24	571,19
Development of educatinal material	180 000	1 632,43	2 039,25
Bank fees	8 517	77,24	96,49
External accountant	150 000	1 360,36	1 699,37
M&E	227 000	2 058,68	2 571,72
Energy supply	213 539	1 936,60	2 419,21
Water supply	131 742	1 194,78	1 492,52
Cleaning material	31 795	288,35	360,21
Total	1 356 488	12 302	15 368

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Transport / travel cash	CVE	€	USD
Local transport (children to the Centre, etc.)	219 000	1 986,12	2 481,08
Local transport (others)	220 560	2 000,27	2 498,76
International travels transport	150 893	1 368,46	1 709,49
Board and accommodation national travels	295 743	2 682,11	3 350,52
Board and accommodation international travels	80 000	725,52	906,33
Total	966 196	8 762	10 946

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Infrastructure cash	CVE	€	USD
Repairs and maintenance Education Centre	607 493	5 509,39	6 882,38
Repairs and maintenance FFH Centre	238 070	2 159,07	2 697,13
Building insurance	17 709	160,60	200,63
Total	863 272	7 829	9 780

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Material / equipment cash	CVE	€	USD
Balls, cones, etc.	102 771	932,04	1 164,31
Clothing	880	7,98	9,97
Notebooks and other school material	187 615	1 701,49	2 125,52
Material for art classes	559 334	5 072,63	6 336,78
Material for music classes	42 900	389,06	486,02
Material kindergarten	233 437	2 117,05	2 644,64
Meals kindergarten	368 048	3 337,85	4 169,67
Books for the library	975	8,84	11,05
Medicine / see doctor	34 485	312,75	390,69
Total	1 530 445	13 880	17 339

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Material / equipment (in kind)	CVE	€	USD
Balls, cones, etc.	34 000	308,35	385,19,51
Football shoes	1 000	9,07	11,33
Clothes	302 500	2 743,39	3 427,07
School books	5 000	45,35	56,65
Notebooks and other school material	13 900	126,06	157,48
Material for art classes	10 000	90,69	113,29
Computer	54 000	489,73	611,77
Material for kindergarten	160 000	1 451,05	1 812,66
Meals kindergarten	40 000	362,76	453,17
Medicine	22 000	199,52	249,24
Subtotal	642 400	5 826	7 278

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

Events/workshops/Meetings cash	CVE	€	USD
Promotional and printed materials	325 595	2 952,84	3 688,71
Transport to football games	634 600	5 755,23	7 189,48
Transport to events	330 800	3 000,05	3 747,68
Meals and refreshments (football games)	105 752	959,07	1 198,08
Meals and refreshments (events)	125 915	1 141,93	1 426,51
Meals and refreshments tourist groups	3 840	34,83	43,50
Participation Championships	55 000	498,80	623,10
Total	1 581 502	14 343	17 917

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

Contingency/sponsorship cash	CVE	€	USD
Contingency	15 100	136,94	171,07
Sponsorships	36 000	326,49	407,85
Total	51 100	463	579

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

5. DCCV balance 2018

The balance 2018 below includes income and expenditure in kind.

In / Out 2018	CVE	€	USD
Balance 2017	235 965	2 139,98	2 673,28
Income 2018	17 319 611	157 072,61	196 216,42
Expenditure 2018	13 440 483	121 892,56	152 269,21
Balance 2018	4 115 093	37 320	46 620

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

DCCV financial situation by the end of 2018

DCCV balance 2018	CVE	€	USD
Cash balance 2018	170 580	1 547,00	1 932,53
Bank account 2018	3 944 513	36 366,43	45 429,24
Total	4 115 093	37 320	46 620

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

The continuation of all programs of the Centre through 2019 is guaranteed through funds from the partner organizations Delta Cultura Austria and Germany, FIFA Foundation, 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 2018. 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.
- 7 *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.).
- 8 *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.