

Annual financial report
2019
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 2019, 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 2019

Cash Income	CVE	€	USD
FIFA legacy trust	1 646 065	14 928,26	18 648,51
Delta Cultura Austria	2 701 493	24 500,00	30 605,61
Delta Cultura Germany	3 749 010	34 000,00	42 473,08
Common Goal	823 680	7 470,00	9 331,59
Jochnick Foundation	1 653 975	15 000,00	18 738,13
Income generating activities	98 862	896,59	1 120,02
Corporate sector grants	231 813	2 102,33	2 626,24
Private sector	249 142	2 259,48	2 822,57
Total	11 154 040	101 156,67	126 365,76

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. During the year 2019 the amount of 40 000 USD was spent.

FIFA legacy Trust: In April 2019 the amount of 9 573 USD was received, and in October 2019 the amount of 9 076 USD.

Delta Cultura Austria: In October the amount of 29 981 USD was received, in December the amount of 625 USD.

Delta Cultura Germany: In May 2019 the amount of 42 473 USD was received.

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

Sector cooperative: These are values received from some internal and external partners, such as Johns Hopkins University, and Loughborough University.

Private sector: mainly donations from tourists visiting the Centre

Jochnick Foundation: The amount of 18 738 USD was received in January 2019

DCCVs value in kind in 2019

The table beneath shows the value in kind (material and service) DCCV received in 2019.

Donations in kind	CVE	€	USD
Delta Cultura Austria	305 000	2 766,06	3 455,39
Câmara Municipal Tarrafal	414 000	3 754,59	4 690,27
Government grants	58 450	530,09	662,19
Corporate sector grants	14 500	131,50	164,27
Private sector	194 200	1 761,21	2 200,12
Total	986 150	8 943,45	11 172,24

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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 and shoes mainly received from volunteers and tourists

4. DCCV Expenditure 2019

Overall expenses in cash	CVE	€	USD	%
Human resources	6 259 743	56 769,99	70 917,55	47%
Administration	1 599 548	14 506,40	18 121,51	12%
Transport / Travel	837 772	7 597,81	9 491,24	6%
Infrastructur	1 070 485	9 708,29	12 127,68	8%
Material / equipment	1 831 444	16 609,48	20 748,70	14%
Events / workshops / meetings	1 751 201	15 881,75	19 839,61	13%
Other expenses / Contingency	70 550	639,82	799,27	1%
Total	13 420 743	121 713,54	152 045,57	100%

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Overall expenses in kind	CVE	€	USD	%
Human resources	324 000	2 938,38	3 670,64	33%
Material / equipment	572 150	5 188,86	6 481,97	58%
Events / workshops / meetings	90 000	816,22	1 019,62	9%
Total	986 150	8 943,45	11 172,24	100%

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

Human resources in cash	CVE	€	USD
Principal project manager	976 800	8 858,66	11 066,31
Administrative staff / Cultural Director	976 800	8 858,66	11 066,31
Administrative staff / Public relations	207 290	1 879,93	2 348,42
Programme Coordinator	376 920	3 418,31	4 270,18
Educator 1	442 320	4 011,43	5 011,11
Educator 2	442 320	4 011,43	5 011,11
Educator 3	458 320	4 156,53	5 192,37
Educator / trainer 1	442 320	4 011,43	5 011,11
Educator / trainer 2	442 320	4 011,43	5 011,11
IT teacher	406 020	3 682,22	4 599,86
Kindergarten coach	549 673	4 985,02	6 227,33
Cook	234 340	2 125,24	2 654,87
Watchman 1	250 800	2 274,52	2 841,35
Watchman 2	17 000	154,17	192,60
Fringe benefits volunteers	36 500	331,02	413,51
Total	6 259 743	56 769,99	70 917,55

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Administration in cash	CVE	€	USD
Office supplies / copying / consumables	158 640	1 438,72	1 797,26
Computers / IT	363 735	3 298,73	4 120,81
Internet (website)	75 000	680,18	849,69
Communication / postage	26 633	241,54	301,73
Printing costs / promotion	67 280	610,17	762,22
Development of educational material	45 000	408,11	509,81
Bank / currency charges	18 634	168,99	211,11
Accounting & external financial auditing	150 000	1 360,36	1 699,37
Monitoring & Evaluation	228 000	2 067,75	2 583,05
Energy supply	196 177	1 779,14	2 222,52
Water supply	173 143	1 570,24	1 961,56
Cleaning material	48 211	437,23	546,19
Project developments	49 095	445,25	556,20
Total	1 599 548	14 506,40	18 121,51

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Transport / Travel in cash	CVE	€	USD
1. Local transport (children to the Center)	269 800	2 446,83	3 056,60
2. Local transport (other)	348 246	3 158,26	3 945,33
National board and accomodation	155 230	1 407,79	1 758,62
International board and accomodation	64 496	584,92	730,68
Total	837 772	7 597,81	9 491,24

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Transport/ (in kind)

	CVE	€	USD
Transport for game	90 000	816,22	1 019,62
Total	90 000	816,22	1 019,62

Taxa de Câmbio 1 €= 110,2650 CVE; 1USD = 88,2679 CVE

Infrastructure in cash

	CVE	€	USD
Repairs and maintenance Education Center	367 368	3 331,68	4 161,97
Repairs and maintenance FFH Centre	685 408	6 216,01	7 765,09
Building insurance	17 709	160,60	200,63
Total	1 070 485	9 708,29	12 127,68

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

Material / equipment in cash

	CVE	€	USD
Balls, cones, etc.	167 671	1 520,62	1.899,57
Football shoes	36 540	331,38	413,97
School books	94 888	860,55	1 075,00
School material (notebooks, etc.)	24 470	221,92	277,22
Material for art classes	753 534	6 833,85	8 536,90
Material for music classes	15 000	136,04	169,94
Equipment kindergarten	152 897	1 386,63	1 732,19
Meals kindergarten	574 946	5 214,22	6.513,65
Medicine / consultation	11 498	104,28	130,26
Total	1 831 444	16 609,48	20 748,70

Material / equipment (in kind)	CVE	€	USD
Balls, cones, etc.	4 000	36,28	45,32
Football shoes	51 500	467,06	583,45
Clothes	271 000	2 457,72	3 070,20
School books	4 000	36,28	45,32
Notebooks and other school material	116 700	1 058,36	1 322,11
Training utilities	54 000	489,73	611,77
Material for kindergarten	1 500	13,60	16,99
Meals kindergarten	24 450	221,74	277,00
Medicine	45 000	408,11	509,81
Subtotal	572 150	5 189	6 482

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Events/workshops/meetings in cash	CVE	€	USD
Transport to football games	603 400	5 472,27	6 836,01
Transport to events	294 100	2 667,21	3 331,90
Meals (football games)	126 060	1 143,25	1 428,15
Meals at events (meetings and cultural events)	292 641	2 653,98	3 315,37
Meals for tourist groups	5 210	47,25	59,02
Football championship fees	43 790	397,13	496,10
Exchange programs	386 000	3 500,66	4 373,05
Total	1 751 201	15 881,75	19 839,61

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Other expenses / contingency	CVE	€	USD
Contingency	5 550	50,33	62,88
Sponsorships	65 000	589,49	736,39
Total	70 550	639,82	799,27

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

5. DCCV Balance 2019

The balance 2019 below includes income and expenditure in kind.

Balance 2019	CVE	€	USD
Balance 2018	4 180 524	37 913,43	47 361,77
Income 2019	11 154 040	101 156,67	126 365,76
Expenditure 2019	13 420 743	121 713,54	152 045,57
Balance 2019	1 913 821	17 357	21 682

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

DCCV financial situation by the end of 2019

Accounting balance 2019	CVE	€	USD
Cash balance	7 801	70,75	88,38
Bank account	1 906 020	17 285,81	21 593,58
Total	1 913 821	17 357	21 682

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The continuation of all programs of the Centre through 2020 is guaranteed through funds from the partner organizations 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 2019. 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.