

NRG4SD
2011 Financial Report and 2012
Budget proposal

NRG4SD Steering Committee and
General Assembly

Québec – 29/08/2011 and 31/08/2011

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011

- On the basis of figures available on 15/8/2011, current estimated profit and loss statement for receipts and expenses shows that there will be a deficit of 51,801 € in 2011

EXECUTION OF THE 2011 BUDGET

	Budget proposed 15/2/11	Budget as of 15/8/11	Annual Forecast 2011
TOTAL INCOME	187 500	67 827	128 125
TOTAL EXPENDITURE	187 500	97431	179 926
PROVISIONNAL DEFICIT			- 51 801

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011-INCOME

- As of 15/8/2011, settled dues were 67,827 € and expenses 97,431 €, hence a deficit of 29,604 € in dues compared to expenses. At present the reserve fund allows the Network to have sufficient cash to cover this kind of problem, hence the importance of maintaining the reserve fund at a good level.
- As of 15/8/2011, the percentage of paid dues was 55%; in 2010, it was 85%.

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011-INCOME

- The call for dues in 2011 was made to all members of the network, a global call for 136,350 €. The amount of calls really payable is 127,200 €.

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011-INCOME

- Total expenses are calculated at 179,926 €, much more than the income of 127,200 €.
- The budget adopted for 2011 included an amount of 58,000 € for exceptional contributions. As of today, no exceptional income has been obtained
- Contributions in kind in 2011 made by various members, above their payment dues (see Annex 2)

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011-INCOME

- The budget for 2011 included 10,000 € for fees from new members and a contribution of 2,500 € from networks. As of today, one new member (Rhône-Alpes). However, the network contribution was not obtained, and so is not included in the annual forecast for 2011.
- Possibility of exoneration from fees also had an impact

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011-EXPENSES

- Personnal costs:
 - Full-time salary of the General Secretary for the whole year
 - Compensation for trainees
 - Travel costs
 - Equipment

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011-EXPENSES

- Financial aid to attend nrg4SD events
- Communication/Dissemination
 - Communication
 - Website
 - International networks and agreements
 - Backing to Nrg4Sd events
 - Network operating expenses

EXECUTION OF THE 2011 BUDGET

STATUS OF THE BUDGET FOR 2011-EXPENSES

- New web and email servers with lower maintenance and development costs
- Translation of documents in house
- Reduction of travel expenses for the General Secretary
- Reduction of the financial assistance to cover Southern member's travel costs

2012 PROJECT BUDGET

INCREASING DUES ?

- **Three columns in the «2012 Budget project » table**
 - Annual forecast 2011 (result : - 51 801 on the basis of figures available on 15/8/2011)
 - Project budget 2012 – with no increase dues (result – 47 550)
 - Project budget 2012 – with increased dues (balanced budget)

2012 PROJECT BUDGET

RESERVE FUND

- Budgets with a deficit cannot be presented and under no circumstances can reserve funds be used to balance the budget. Reserve funds can only be used at the end of a fiscal year to compensate a possible deficit.
- The Association should always have minimum reserves to be able to face a hypothetical dissolution of the Association (an advance of 3 months' salaries to settle plus invoices owed to providers).

2012 PROJECT BUDGET

IMPACT OF ACCOUNTING RESULTS ON THE RESERVE FUND

Reserve fund available as of 1/1/12

77 347.08 euro

2012 Scenarii with no increase in fees

Reserve fund still available as of 1/1/13

29 797.08

2012-Scenario with 50% increase in fees

Reserve fund which would still be available as of 1/1/13

77 347.08

2012 PROJECT BUDGET

CONCLUSIONS

- Request to the Steering Committee to adopt an increase of fees in 50 %
- Proposition for a minimum of 60,000 € for the reserve fund, below which it would not be authorized to fall, and to include this in the Statutes
- Recommendation withdrawing the possibility of exoneration from fees

PROJECT BUDGET FOR 2012

	Annual forecast 2011	Project budget 2012 – scenario with no increase in fees	Project budget 2012 – scenario with 50 % increase in fees
TOTAL INCOME	128 125	133 950	200 925
TOTAL EXPENDITURE	179 926	181 500	200 925
PROVISIONNAL DEFICIT	- 51 801	- 47 550	