

Item	Financial Overview – up to 31 December 2020
Purpose	To be presented in the Assembly General Meeting 26 May 2021
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Date	12 May 2021

31 December 2020 - VSE position overview

1- Income:

Total VSE income (approved grants and contracts) for 2020 is **€881,519**, which represents **32.5%** increase compared to **€665,081** income from 2019.

Sources of income (Budgets for 2020):

Source of income	Amount
Operating grant (Approved Budget) (EU contribution)	€ 410,545
EU Centre of Expertise (2020 VSE Amount)	€ 218,212
Membership fees	€ 35,250
VictorIIA Project	€ 55,242
PREVICT Project	€ 67,625
CREST Project	€ 42,933
Counteract Project	€ 11,794
INHeRE Project	€ 18,963
IMUHVCS Project	€ 20,955
Total	€881,519

The main reason for this increase is that in 2020, VSE started the contract of EU Centre of Expertise. The EU Centre of Expertise amount is the VSE share in 2020 (the amounts that will be paid to partners are not included).

2- Expenditure:

Total VSE expenditure at the end of 2020 is anticipated to be **€ 828,584**, which represents a **22%** increase compared to **€ 677,996** in 2019:

Source of expenditure	Amount 31 Dec 2020
Operating grant 2020 (approved budget : 537,200)	€ 513,182
EU Centre of Expertise	€ 86,193
VictorIIA	€ 55,242
PREVICT	€ 67,625
CREST	€ 42,933
Counteract	€ 11,794
INHeRE	€ 18,963
IMUHVCS	€ 20,955
Costs not covered by grants (e.g. Travel for members from/to non-eligible countries, Insurance, bank charges etc..)	€ 11,697
Total	€ 828,584

Member should note that in 2020, a range of activities could not be carried out under the operating grant due to Covid-19 related restrictions. VSE adapted to the circumstances and used some of the unspent funds to carry out different activities e.g. development of training platform.

3- Summary of Income and Expenditure (by project):

EU Operating Grants and Action Grants

Summary of Operating and Action Grants (2020) A number of project will run across one or more financial years. The percentage spend indicated in this table represents spend of the total budget. The remaining budget for projects will be used in subsequent years with the expect of near 100% usage.				
Budget Heading	Approved budget (2020)	Amount spending	Remaining Balance	% of spending end of 2020
Operating Grant 2020 / The end date of the grant: 31/12/2020	537,200	513,182	24,018	95.52 % (94.16 % was the spend in 2019)
VictorIIA / ended 30/04/2020	58,036	55,242	2,794	The project ended in April 2020, the percentage of spending of the entire project of (€135,244) is 98%
PREVICT / The end date of the grant: 31/05/2021	72,698	67,625	5,073	93% The remaining balance will be used in subsequent years
CREST / The end date of the grant: 31/08/2022	79,856	42,933	36,923	54% The remaining balance will be used in subsequent years
Counteract / The end date of the grant: 31/12/2020	15,952	11,794	4,158	The project ended in Dec 2020, the percentage of spending of the entire project of (€17,326) is 76% The underspent came from travel not used
INHeRE / The end date of the grant: 31/10/2021	19,804	18,963	841	96% The remaining balance will be used in subsequent years
IMUHVCS / The end date of the grant: 30/09/2020	21,394	20,955	439	The project ended in Dec 2020, the percentage of spending of the entire project of (€25,960) is 98%
	831,940	730,694		88%

Contracts

Summary of Contracts				
Budget Heading	Approved budget	Spent	Remaining Balance	% of spending end of 2020
EU Centre of Expertise	218,212	86,193	132,019	51%
Total	218,212	86,193	132,019	51%

Any remaining balance of this contract can be used as unrestricted income to cover the VSE contribution.

Conclusion

Conclusion		
Costs	VSE contribution to the Operating Grant 20%	102,636
	VSE contribution to the VictorIIa project 20%	7,673
	VSE contribution to the PREVICT project 20%	13,525
	VSE contribution to the CREST project 0%	0
	VSE contribution to the Counteract project 10%	1,179
	VSE contribution to the INHeRE project 20%	3,792
	VSE contribution to the IMUHVCS project 0%	0
	Costs not covered by grants	11,697
Total costs	140,502	
Income	Collected Memberships Fees	35,250
	EU Centre of Expertise	132,019
	Total Income	167,269
Surplus in 2020		26,767

Based on the current income and expenditure as determined by our accounting, we Have a Surplus of 26,767 euros in 2020.

4- Reserves:

- Level of reserves on 31st December 2019 was **€ 195,610**
- Level of reserves on 31st December 2020 is **€222,377** (this represents an 14% increase in our reserves from 2019).

To better explain the implications of VSE's reserve size, Members are reminded that VSE committed to move towards a reserve level of €223,500. This level was based on an estimate of reserves needed to continue VSE operations for 6 months at gradually reducing levels of staffing. VSE set a 2021 aim to achieve this reserves level.

However, this is based on VSE having no identified immediate income. In reality, VSE's EU framework contract runs until end 2021. The EU Commission has also confirmed that there will be no reduction in the DG Justice budget for victims. In addition, VSE has several ongoing and new projects running in 2021 and 2022.

This places VSE in a much safer position than anticipated, though of course there are always risks.