

| | |
|----------------|---|
| Item | Financial Overview 2021 – up to 30 April 2021 |
| Purpose | To be presented in the Assembly General Meeting 26 May 2021 |
| Authors | Mazen Siufi - Finance Officer, Levent Altan - Executive Director, Petra Klein – Treasurer |
| Date | 12 May 2021 |

30 April 2021 - VSE position overview

1- Income:

Total VSE income (approved grants and contracts) for 2021 is €1,200,221, which represents **36 %** increase compared to €881,519 income from 2020.

Sources of income (Budgets for 2021):

| Source of income | Amount |
|---|--------------------|
| Operating grant (Approved Budget) (EU contribution) | € 436,944 |
| EU Centre of Expertise (2020 VSE Amount) | € 320,516 |
| Membership fees | € 38,250 |
| PREVICT Project | € 37,502 |
| CREST Project | € 103,609 |
| AREV Project | € 150,000 |
| INHeRE Project | € 2,488 |
| FYDO project | € 76,750 |
| InfoVictims Project | € 14,262 |
| ICF Contracts | € 9,800 |
| ENABLE Project | € 6,000 |
| PROTECT Project | € 4,100 |
| Total | € 1,200,221 |

The main reason for this increase is that in 2021, VSE started the Estonian Project (AREV) and larger income the contract of EU Centre of Expertise.

The EU Centre of Expertise amount is the VSE share in 2021.

2- Expenditure:

Total VSE expenditure at the end of 2021 is anticipated to be **€ 1,011,050**, which represents a **22%** increase compared to **€ 828,584** in 2020:

| Source of expenditure | Amount on 30 April 2021 | Expected amount 31 Dec 2021 |
|---|--------------------------------|------------------------------------|
| Operating grant 2021 (approved budget : 546,180) | € 149,776 | € 514,619 |
| EU Centre of Expertise | € 15,182 | € 131,870 |
| PREVICT Project | € 11,182 | € 37,369 |
| CREST Project | € 9,821 | € 97,425 |
| AREV Project | € 2,374 | € 121,873 |
| INHeRE Project | € 1,150 | € 2,488 |
| FYDO Project | € 10,374 | € 73,862 |
| InfoVictims Project | € 2,147 | € 12,044 |
| ICF Contracts | € 0 | € 0 |
| ENABLE Project | € 0 | € 6,000 |
| PROTECT Project | € 0 | € 4,000 |
| Costs not covered by grants (e.g. Travel for members from/to non-eligible countries, Insurance, bank charges etc..) | € 1,283 | € 9,500 |
| Total | € 203,289 | € 1,011,050 |

Member should note that in 2021, 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.

AGM 26 May 2021 – Finance update 2021

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

EU Operating Grants and Action Grants

| Summary of Operating and Action Grants (2021) | | | | |
|--|------------------------|-----------------------------|-------------------|---|
| 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) | Anticipated Amount spending | Remaining Balance | % of spending end of 2020 |
| Operating Grant 2021 / The end date of the grant: 31/12/2021 | 546,180 | 514,619 | 31,561 | 94.22 % (95.52 % was the spend in 2020) |
| PREVICT / The end date of the grant: 31/05/2021 | 43,036 | 37,369 | 5,667 | The project will end in 2021, the percentage of spending of the entire project of (€115,210) is 95% The underspent came from travel not used |
| CREST / The end date of the grant: 31/08/2022 | 103,609 | 97,425 | 6,184 | 94% The remaining balance will be used in next year |
| FYDO / The end date of the grant: 31/12/2022 | 76,750 | 73,862 | 2,888 | 94% The remaining balance will be used in next year |
| AREV / The end date of the grant: 31/12/2022 | 150,000 | 121,873 | 28,127 | 81% The remaining balance will be used in next year |
| INHeRE / The end date of the grant: 31/10/2021 | 2,488 | 2,488 | 0 | 100% |
| InfoVictims / The end date of the grant: 31/12/2022 | 14,262 | 12,044 | 2,218 | 84% The remaining balance will be used in next year |
| ENABLE / The end date of the grant: 31/12/2022 | 6,000 | 6,000 | 0 | 100% |
| PROTECT / The end date of the grant: 31/12/2022 | 4,100 | 4,000 | 100 | 98% |
| | 946,425 | 879,680 | | 92% |

Contracts

| Summary of Contracts | | | | |
|------------------------|-----------------|----------------|-------------------|---------------------------|
| Budget Heading | Approved budget | Spent | Remaining Balance | % of spending end of 2021 |
| EU Centre of Expertise | 320,516 | 131,871 | 188,645 | 41% |
| ICF Contract | 9,800 | 0 | 9,800 | 0% |
| Total | 330,316 | 131,871 | 198,445 | 40% |

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

Conclusion

| Conclusion | | |
|------------------------|---|----------------|
| Costs | VSE contribution to the Operating Grant 20% | 102,924 |
| | VSE contribution to the PREVICT project 20% | 7,474 |
| | VSE contribution to the CREST project 0% | 0 |
| | VSE contribution to the FYDO project 10% | 7,386 |
| | VSE contribution to the INHeRE project 20% | 498 |
| | VSE contribution to the InfoVictims project 10% | 1,204 |
| | Costs not covered by grants | 9,500 |
| | Total costs | 128,986 |
| Income | Collected Memberships Fees | 38,250 |
| | EU Centre of Expertise | 188,645 |
| | ICF Contract | 9,800 |
| | Total Income | 236,695 |
| Surplus in 2020 | | 107,709 |

Based on the current income and expenditure as anticipated, we have a Surplus of 107,709 euros in 2021.

4- Reserves:

- Level of reserves on 31st December 2020 was **€ 222,377**
- Level of reserves on 31st December 2021 is **€330,086** (this represents an 48% increase in our reserves from 2020).

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, 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 2022.

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