

April 28 2023

TREASURERS REPORT FINANCIAL YEAR 2022

REPORTING SYSTEM	<p>Accounts have been kept by using a accounting software called Tilitin. The required reports for AGM are printed from the system and they are:</p> <ul style="list-style-type: none">- 2022 SD-Europe Journal, indicating each transaction based on the documents and receipts- 2022 SD-Europe General ledger, indicating the cumulation of each individual account- 2022 SD-Europe Income statement, that reports the profit of the financial year- 2022 SD-Europe Income statement with specification, that reports the profit of the financial year opened on account level- 2022 SD-Europe Balance sheet, that reports closing balance for financial year- 2022 SD-Europe Balance sheet with specification, that reports closing balance for financial year on account level- 2022 SD-Europe Chart of accounts listing the used accounts for keeping record for financial year <p>Income statement documents and balance sheet documents are uploaded to website. Other documents are available in electric form to them needing.</p>
OPENING BALANCE	<p>Opening balance is based on closing balance for year 2021.</p>
INCOME STATEMENT	<p>Income statement shows deficit of € -19 382,53 on ordinary operations. AGM 2022 in Iceland accommodation fees income actualized better than budgeted. Administration fees formed an income of €1 780 instead of budgeted €3 500.</p> <p>AGM expenses exceeded the budgeted level, mainly due to a change on exchange rate EUR to ISK. Members participating the event at the location were supported by €100 reduction on budgeted accommodation price. Even this would not allow the price of the event per participant meet the level we were used to on previous years.</p> <p>EC succeeded to keep her travel expenses in budgeted level. Banking costs actualized lower than budgeted and new cost point was introduced to accounting and budgeting: Stripe. Stripe makes payments easier to our members yet increases our administrative costs a bit.</p>

Financial result for the year would have been disastrous if we would not have generous sponsoring from Iceland team. With gratitude we accepted their support in form of sponsor funds granted by Church of Island, funds raised by the local team as well as some anonymous sponsors. Total support by Iceland team exceeds to €11 540,28. In addition to this we need to thank your members, whom donated €550 to administration and €1 246,34 to our bursary ie. scholarship fund.

Scholarships were granted for €268,69 to support our members on their expenses related to the Iceland 2022 event.

During 2022 we were not able to build our economy stronger. Two years in row, that is 2020 and 2021 without AGMs as we are used to has declined savings and event 2022 did not build any reserves.

The final result for the financial year 2022 total €7 257,25 deficit. Third negative financial year result.

BALANCE SHEET

Closing balance 2022 indicates assets equal to capital, reserves and liabilities total €3 015,87.

Cash at bank and in hand totals €2 639,59.

Bursary fund total €2 369,60 is to be covered by assets at bank and in cash. Retained earnings (loss) €6 504,12 total.

Balance sheet is thin. Also, as the deficit of 2022 is activated to retained earnings(loss) account, account goes negative.

REMARKS OF TREASURER

In the becoming financial years there should be paid attention on financial planning

1) more steady, fair and equal responsibility of administration expenses must be secured to annual level of €5 000 to €6 000. This demands greater share of members to participate on paying administration fee. Also, membership base must be set on a path of growth. To secure company's future, there must be at least 100 active members paying annual subscription of €50. Member quantity target should be set on 150 by the end of 2023.

2) to activate other income in addition to membership fees and annual subscriptions

3) year 2023 is critical. New annual subscription to collect administration expenses must succeed and event Estonia 2023 must gain at least small profit. If not, finance issues will merge strongly.

4) event 2023 must be budgeted to gain profit of €2 000 and a membership goal should be 200 active members by the end of 2024 to secure company's finances.

ACTIONS FOR OPENING BALANCE 2021

As a treasurer I suggest AGM to decide

1) add the deficit of the financial year 2022 total €6 504,12 to the account of retained earnings.

At Tampere April 28, 2022

Teemu Salminen

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Director of SDE, treasurer 2020 – 2022 and 2023 - 2025