

# **ISCA Accounts 2008**

# ISCA Accounts 2008

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## Background

INTERNATIONAL SPORT AND CULTURE ASSOCIATION (ISCA) is an international association with at present 125 member organisations, totaling some 40 million individual members from five continents. ISCA is open to all interested and relevant entities, primarily non-governmental organisations within youth, sport and culture.

The first General Assembly of ISCA was held in Copenhagen in February 1995. Since then, ISCA has come a long way and experienced a fast-growing development of both member organisations and activities.

The main objectives of ISCA are:

- to promote an understanding between people across borders through sports and cultural activities
- to emphasize the view of sport as a bearer of local, regional or national cultural identity, thereby placing it at the centre of international exchange of ideas, opinions and cultural expressions
- to encourage the broadest possible participation in sports and cultural activities among all affiliated members

Sports and cultural activities are fantastic means to create international understanding between people across borders. Operating in the area of 'Sport and Culture for All', ISCA encourages sports and cultural activities where ordinary people can meet - without having to qualify to participate. Through sport, games, dance, music, education and training, ISCA works to enrich the diversity of sport and cultural activities.

At present, ISCA has a Continental Committee in Asia, Latin America and Europe, respectively, as well as thematic networks for health, youth, environment, seniors, gymnastics, children, badminton and facilities.

ISCA's mission is to build international relations between people, cultures, organisations and sectors. Seeing sport as a culture of movement, we develop opportunities for learning, inspiration and action to induce social change.

ISCA cooperates with national ministries, international institutions and organisations, such as; UNESCO, World Health Organisation (WHO), the European Commission and the Council of Europe. Moreover, ISCA strives to establish close cooperation between international NGOs working in the field of sport and culture for all.

## Statement of Financial Development

ISCA has been able to develop its resources significantly since the foundation in 1995. From a starting point in the first years (1995-2000) with very limited financial budgets and human resources, the resources increased (2001-2003) to a level of 350,000 €, due to general support from the Ministry of Culture of Denmark and the ISCA founding member, Danish Gymnastics and Sports Associations. With this increased level of the general organisational budget, ISCA could apply for externally supported projects, where there is a demand for own co-financing, typically between 20-50 % of the project budget. In other words ISCA invests resources from the general budget for projects with co-financing requirements. This has led to an increase of the total budget to an average level of 617,000 € (2005-2008).

Besides the increase of budget, the number of financial partners/donors has increased. In 2008, ISCA's resources came from nine different financial partners/donors, representing both private and public partners.

The general budget is used for projects with co-finance demands, and we continue to solicit new projects that will maximize the value of our general operational budget.

Project implementation, management and income are on project specific timelines more than fiscal year schedule. To comply with project demands we upgrade and adjust secretariat and human resource costs on an as-needed basis.

The overall priority of the organisation is to support organisational and project activities instead of increasing equity. From time to time the equity is negative due to smaller variations and reimbursements related to our activities. The negative equity is normally recovered the following year.

The results for 2008 amount to a loss of 8,261 EUR.

ISCA is financing project expenditures during the implementation of the project. Financial support (grants) is partly reimbursed after finalizing the project, mid-project deficits are covered by bank credit.

We foresee a developing financial situation in the coming years with balancing budgets based on upgrade and adjustments of activity and administrative costs.

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CVR registration number: 29 50 05 41**

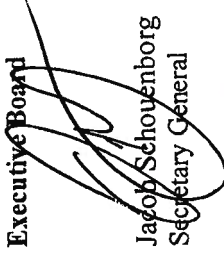
## Management's Statement on the Annual Report

The Executive and Supervisory Boards have today considered and adopted the Annual Report of ISCA for the financial year 2008.

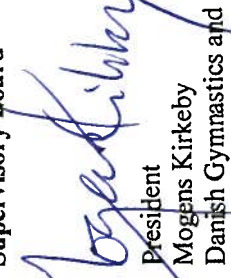
The Annual Report was prepared in accordance with the Danish Financial Statements Act and the Statutory Order No. 924 of 28 September 2005 issued by the Ministry of Cultural Affairs. We consider the accounting policies applied appropriate and the estimates made reasonable. Furthermore, we consider the overall annual report presentation true and fair. Therefore, in our opinion the Annual Report gives a true and fair view of the financial position and the results of the Association's operations.

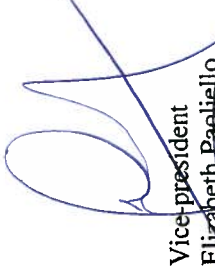
Frankfurt, 6 June 2009


### Executive Board

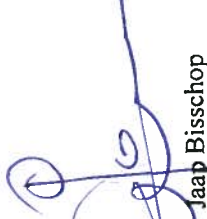
  
Jacob Schouenborg  
Secretary General


### Supervisory Board

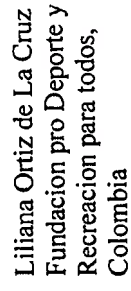
  
President  
Mogens Kirkeby  
Danish Gymnastics and  
Sports Associations  
(DGI), Denmark

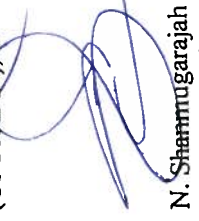
  
Vice-president  
Elizabeth Paoletto  
Universidade Estadual  
de Campinas  
(UNICAMP), Brazil


  
Vice-president  
Herbert Hartmann  
Deutscher Turner-Bund  
(DTB),  
Germany


  
Jaap Bisschop  
Nederlandse Sport  
Alliantie (NSA),  
the Netherlands


  
Sæmundur Runólfsson  
Ungmennafélag Íslands  
(UMFI),  
Iceland

  
Liliana Ortiz de La Cruz  
Fundacion pro Deporte y  
Recreacion para todos,  
Colombia

  
N. Shanmugarajah  
South East Asian  
Gymnastics  
Confederation  
(SEAGCON),  
Malaysia

  
Oldrich Lomecky  
Czech SOKOL  
Organization,  
the Czech Republic

  
Jean-Claude Arnaud  
Union Sportive de  
l'Enseignement du  
Premier degré (USEP),  
France

  
Maria Luiza Souza Diaz  
Serviço Social do  
Comércio (SESC)  
Brazil

## ISCA Accounts 2008

In Euro and Danish Kroner DKK. 1 Euro = 7.45 DKK

Income	Budget EUR	Accounts EUR	Budget DKK	Accounts DKK
General support:				
DGI - Support	181,208	181,208	1,350,000	1,350,000
Ministry of Culture Denmark	114,094	113,470	850,000	845,350
Bilateral membership agreements	70,470	128,933	525,000	968,000
Membership fee	14,765	7,513	110,000	55,969
European Commission adm. support	28,188	29,876	210,000	222,573
Nordic Youth Associations (NSU) secretariat	10,738	24,161	80,000	180,000
<b>Total general support</b>	<b>419,463</b>	<b>486,160</b>	<b>3,125,000</b>	<b>3,621,892</b>
Project related support:				
Project PATHE	100,671	101,877	750,000	758,983
ISCA project support - note 1	73,826	2,651	550,000	19,751
European Commission EVS	9,396	27,951	70,000	208,237
Other youth activity support	20,134	20,725	150,000	154,401
<b>Total project related support</b>	<b>204,027</b>	<b>153,204</b>	<b>1,520,000</b>	<b>1,141,372</b>
Interests		2,507		18,674
<b>Total Income</b>	<b>623,490</b>	<b>641,871</b>	<b>4,645,000</b>	<b>4,781,939</b>

## ISCA Accounts 2008

In Euro and Danish Kroner DKK. 1 Euro = 7.45 DKK.

	Budget EUR	Accounts EUR	Budget DKK	Accounts DKK
<b>Expenditures</b>				
Projects and activities:				
Project PATHE/Healthcare and Health promotion - note 2	100,871	126,055	750,000	939,112
Project Intercultural Dialogue	1,342	0	10,000	0
Activity support to continental committee Asia	10,067	4,753	75,000	35,413
Activity support to continental committee Latin America	10,067	12,821	75,000	95,519
Activity support to continental committee Europe	10,067	3,236	75,000	24,105
Development of US Structure	6,711	0	50,000	0
Sport and Development	8,054	4,644	60,000	34,595
Project South East Europe - SFA network	4,027	11,977	30,000	89,228
Communications: Magazine, internet and materials	20,134	2,472	150,000	18,416
<b>Total projects and activities</b>	<b>171,441</b>	<b>165,958</b>	<b>1,275,000</b>	<b>1,236,389</b>
<b>Youth work:</b>				
European Youth and Sport Forum 2008		3,359		25,023
Vivicitta Youth seminar		8,801		65,567
Children's Fitness Seminar 2008		10,496		78,197
Volunteers EVS	33,557	28,948	250,000	215,666
Other Youth Projects, SEEYOU seminar	20,134	10,810	150,000	80,537
<b>Total youth work</b>	<b>53,691</b>	<b>62,415</b>	<b>400,000</b>	<b>464,990</b>
<b>Organisational development:</b>				
General Assembly 2008	16,779	23,235	125,000	173,098
Executive Committee Meetings	13,423	20,824	100,000	155,137
ISCA thematic networks	10,067	3,320	75,000	24,733
Contact/meeting with external partners and members	20,134	19,053	150,000	141,948
<b>Total organisational development</b>	<b>60,403</b>	<b>66,432</b>	<b>450,000</b>	<b>494,917</b>
Secretarial - note 3	335,570	355,327	2,500,000	2,647,183
<b>Sub total</b>	<b>335,570</b>	<b>355,327</b>	<b>2,500,000</b>	<b>2,647,183</b>
<b>Total Expenditures</b>	<b>620,805</b>	<b>650,132</b>	<b>4,625,000</b>	<b>4,843,480</b>
<b>Results</b>	<b>2,685</b>	<b>-8,261</b>	<b>20,000</b>	<b>-61,541</b>

**ISCA Income 2005 - 2008**

	2008 Euro	2007 Euro	2006 Euro	2005 Euro
General support and payments	488,667	343,109	362,858	395,599
Project related support	153,204	161,299	329,466	235,500
Total	641,871	504,408	692,324	631,099

**ISCA Expenditures 2005 - 2008**

	2008 Euro	2007 Euro	2006 Euro	2005 Euro
General Project and activities	165,958	66,880	116,124	154,258
Youth Projects	62,415	104,308	239,463	153,268
Assembly, committee meetings	66,432	83,813	74,831	84,345
Secretariat	355,327	286,700	245,830	278,295
Total	650,132	541,701	676,248	670,166
<b>Results</b>	<b>-8,261</b>	<b>-37,293</b>	<b>16,076</b>	<b>-39,067</b>



Balance	31/12/2008		31/12/2007	
	EUR	DKK	EUR	DKK
<b>Assets</b>				
Outstanding	67,137	500,172	87,489	651,792
Cash at bank	42,850	319,229	88,700	660,818
Other receivables	617	4,600	2,738	20,400
<b>Total Assets</b>	<b>110,604</b>	<b>824,001</b>	<b>178,928</b>	<b>1,333,010</b>
<b>Liabilities and equity</b>				
Equity	-3,045	-22,688	-3,045	-22,688
Retained profit	-40,591	-302,404	-32,331	-240,865
<b>Total equity</b>	<b>-43,637</b>	<b>-325,092</b>	<b>-35,376</b>	<b>-263,553</b>
<b>Liabilities</b>	<b>72,609</b>	<b>540,941</b>	<b>42,892</b>	<b>319,543</b>
Creditors	11,810	87,987	6,370	47,457
Due Salary	-1,712	-12,755	13,326	99,278
Deferred income	67,114	500,000	121,846	907,750
Outstanding account DGI-byen	4,419	32,921	29,871	222,536
<b>Total liabilities</b>	<b>154,241</b>	<b>1,149,093</b>	<b>214,304</b>	<b>1,596,563</b>
<b>Total liabilities and equity</b>	<b>110,604</b>	<b>824,001</b>	<b>178,928</b>	<b>1,333,010</b>

**Notes**

Note 1 - Demands for co-financing for projects means that ISCA budgets income for this. However, this is a technical budget line that will be removed from 2009.

Note 2 - For technical reasons, some costs related to Pathe are accounted for in other budget lines.

Note 3 - 2008 salaries directly related to projects appear under the respective projects.

## **Accounting Policies**

### **Basis of Preparation**

The Annual Report of ISCA for 2008 has been prepared in accordance with the Danish Financial Statements Act and the consolidated act no. 924 of 28 September 2005 issued by the Ministry of Cultural Affairs.

### **Recognition and measurement**

Revenues are recognised in the income statement as earned. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Association, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Association, and the value of the liability can be measured reliably.

### **Income Statement**

#### **Revenues**

Revenues are recognised in the income statement in the year they pertain to.

#### **Expenses**

Expenses are recognised in the income statement in the year they pertain to.

#### **Receivables**

Receivables are measured in the balance sheet at the lower of amortised cost and net realisable value, which corresponds to nominal value less provisions for bad debts.

#### **Deferred income**

Deferred income comprises payments received in respect of income in subsequent years.

## **Independent auditors' report**

### **To the General Assembly**

We have audited the annual report of ISCA for the financial year 1 January – 31 December 2008, which comprises the statement by the Executive and Supervisory Boards on the annual report, Management's statement, significant accounting policies, income statement, balance sheet and notes. The annual report has been prepared in accordance with the Danish Financial Statements Act and the Statutory Order No. 924 of 28 September 2005 issued by the Ministry of Cultural Affairs.

### **Management's responsibility for the annual report**

Management is responsible for the preparation and fair presentation of this annual report in accordance with the Danish Financial Statements Act and the Statutory Order No. 924 of 28 September 2005 issued by the Ministry of Cultural Affairs. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of an annual report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

### **Auditors' responsibility and basis of opinion**

Our responsibility is to express an opinion on this annual report based on our audit. We conducted our audit in accordance with Danish Standards on Auditing and the Statutory Order No. 924 of 28 September 2005 issued by the Ministry of Cultural Affairs. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the annual report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual report. The procedures selected depend on the auditors' judgement, including the assessment of the risks of material misstatement of the annual report, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the Company's preparation and fair presentation of the annual report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Executive and Supervisory Boards, as well as evaluating the overall presentation of the annual report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Our audit did not result in any qualification.

### **Opinion**

In our opinion, the annual report gives a true and fair view of the Company's financial position at 31 December 2008 and of the results of the Company's operations for the financial year 1 January - 31 December 2008 in accordance with the Danish Financial Statements Act and the Statutory Order No. 924 of 28 September 2005 issued by the Ministry of Cultural Affairs.

Copenhagen, 6 June 2009

KPMG  
Statsautoriseret Revisionspartnerselskab

  
Claus Witt

State Authorised  
Public Accountant