

**ANNUAL REPORT 2014**

**STICHTING EUROPEAN CLEFT ORGANISATION**

**DEN HAAG**

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**European Cleft Organisation Den Haag**

To the board of Stichting European Cleft Organisation  
Mariendijk 43  
2675 SX Honselersdijk

Subject : Annual report 2014  
Reference : 0832/2014  
Date : Den Haag, 10 March 2015

Dear Sirs,

We hereby send you in draft the annual report regarding the financial statements for the year 2014 of your foundation.

**Compilation report on financial statements**

**No opinion included**

Because the activities of the provided engagement have not been finalized, we are not allowed to include an opinion in this report.

**General**

**Activities**

The activities of Stichting European Cleft Organisation are mainly improving healthcare concerning cleft, sharing information about treatment, raising funds.

**Board**

The board of the foundation:

President : Mr. G.W. Davies  
Secretary : Mr. A.D.G. Vorderman  
Treasurer : Mrs. M. Winkels-Ryan

**Tax**

The foundation has no taxable activities.  
Therefor the foundation has not an obligation to pay Value Added Tax (VAT).

**ANBI status**

The organisation received the ANBI status issued by the Dutch Authorities.

Your sincerely,

J.B. Kuper  
Administratiekantoor Kuper

**FINANCIAL STATEMENTS 2014**

**European Cleft Organisation Den Haag**

<b>BALANCE SHEET AS PER</b>	<u>31 December 2014</u>	<u>31 December 2013</u>
	€	€
<b>ASSETS</b>		
<b>Computers</b>		
Computers	4.341	1.051
Depreciation	<u>-512</u>	<u>-300</u>
	3.829	751
<b>Debtors</b>		
Subsidies Eurocleft	1.800	0
Gateway Balance	3.328	
University Glasgow	0	465
Resurgens Foundation Project Funds	<u>41.971</u>	<u>26.398</u>
	47.099	26.863
<b>Current assets</b>		
ING bank nr. 4466591	1.874	4.944
ING bank nr. 4466591 deposit	52.199	61.404
Petty cash	<u>450</u>	<u>0</u>
	54.523	66.348
<b>Receivebles</b>		
Interest ING bank nr. 4466591 deposit	583	795
Computer trade in	0	300
Subsidies COST Action	<u>0</u>	<u>822</u>
	583	1.917
	<u>106.034</u>	<u>95.879</u>

BALANCE SHEET AS PER	<u>31 December 2014</u>	<u>31 December 2013</u>
	€	€
<b>EQUITY AND LIABILITIES</b>		
<b>Capital</b>		
Balance as per 1 January	91.140	101.797
Result	<u>6.801</u>	<u>-10.657</u>
Balance as per 31 December	97.941	91.140
<b>Current Liabilities</b>		
<b>Accrued Expenses</b>		
Bank costs	32	29
Volunteer's Allowance 2012 and 2013	0	3.000
Subsidies	1.800	0
Travel	1.152	660
Training	2.199	0
Assets in order	1.652	0
Accountant	<u>1.258</u>	<u>1.050</u>
	8.093	4.739
	<u><u>106.034</u></u>	<u><u>95.879</u></u>

INCOME & EXPENDITURE AS PER	2014	2013
	€	€
<b>Donations</b>		
Resurgens/Esperanza Foundation	131.971	116.398
ESF Scientific Programme	9.853	10.665
ESF Gateway Digital Library	9.929	3.832
General donations	2.723	1.500
Subsidies	11.096	5.006
	165.572	137.401
<b>Projects costs</b>		
Bulgaria	46.901	29.894
Spain	0	1.740
ESF Scientific Programme	15.675	15.675
ESF Gateway Digital Library	6.920	3.155
Austrian Standards Office	0	15.000
Cost Action	1.051	0
Erasmus + Face Value	1.135	0
Planning & Control	29.999	29.900
Travel & accommodation	6.700	6.420
	108.381	101.784
<b>Expenditure</b>		
PR & fundraising	29.999	29.900
Training/Conference	4.430	0
Travel & Accommodation general	5.894	6.697
Rent office	6.000	6.000
Subscriptions	480	372
Computer	365	99
Legal and Professional Costs	0	500
Accountant & Administration	1.682	1.534
Office costs	1.300	1.261
Dutch Chamber of Commerce	0	0
Website costs	284	274
Bankcosts	327	220
Depreciation computers	212	212
	50.973	47.069
<b>Operating results</b>	6.218	-11.452
Transporting	6.218	-11.452



<b>INCOME &amp; EXPENDITURE AS PER</b>	<b>2014</b>	<b>2013</b>
	€	€
Transporting	6.218	-11.452
<b>Financial results</b>		
Interest deposit	583	795
<b>RESULT</b>	6.801	-10.657

**Notes to the Financial Statements 2014:**

1. Significant Accounting Policies

(a) Statement of Compliance

These accounts have been prepared in accordance with all financial reporting standards applicable in the Kingdom of The Netherlands and accounting policies generally accepted in this jurisdiction.

A summary of the significant accounting policies adopted by Stichting European Cleft Organisation is set out below

(b) Basis of Preparation of the Accounts

(i) The purpose and use of Donations/Grants and Subsidies are approved by the Board of Directors during the quarterly board meetings of Stichting European Cleft Organisation.

(ii) The measurement basis used in the preparation of the accounts is an historical cost basis.

(c) Fixed Assets

Fixed assets of Stichting European Cleft Organisation are stated at cost less accumulated depreciation.

(d) Accounts Receivable and Prepayments

Accounts receivable and prepayments are recognized at fair value. Allowance for any doubtful debt is not applicable at this time.

(e) Donations and Grants

*Resurgens - Project Funds - Accounts Receivable*

Provision for project funds receivable represents final audited project expenditure less amounts received from project sponsors as at year end. The charge for the year is in accordance with approved budgets authorized at the beginning of the financial year.

The fund is utilized for direct project expenditure and payment to the external project account is made in advance, with reimbursement from sponsors of core funds falling predominantly in subsequent financial years.

There is no sum included for management fees in respect of any project expenditure. Professional Fees for Project Planning and Control are calculated at Euro 25.000 per annum plus French TVA (Value Added Tax) at 20% of total fees for the year, in accordance with EU directives on taxation of services.

*Resurgens – Operating Core Funds*

Overall expenditure for the year is in accordance with approved budgets authorized at the beginning of the financial year. An analysis of minor variances between budget and actual expenditure is available from the Treasurer.

*European Science Foundation – Scientific Programme EuroCleftNET - Accounts Receivable*

Provision for ESF EuroCleftNET represents annual pledges to Stichting European Cleft Organisation, by nominated partners, in the amount of Euro 10.675 per annum (2011-2015) for the abovementioned scientific programme. The shortfall for 2014 in the amount of Euro 745 will be written off and has not been included as an accounts receivable.

The fund is utilized for direct project expenditure and payment on account is made in advance, with reimbursement of contributions falling predominantly within the financial year.

There is no sum included for remuneration in respect of ESF EuroCleftNET and a full list of ESF partners is available from the Treasurer.

*European Science Foundation - Gateway - Accounts Receivable*

ESF Gateway grants represent the covenant to Stichting European Cleft Organisation by the European Science Foundation for the purposes of the abovementioned digital library, the Gateway.

The fund is utilized for direct project expenditure and payment on account is made in advance, with reimbursement of contributions falling predominantly within the financial year.

There is no sum included for remuneration in respect of ESF EuroCleftNET for the current financial period.

*Subsidies*

See Appendix I

(f) Contractual Obligations

(i) Professional Fees

The Board of Directors of Stichting European Cleft Organisation is personally liable for a full three month's fees in respect of EURL Gareth Davies in the amount of Euro 15.000,00 (fifteen thousand euros) exclusive of TVA (Value Added Tax) in the event of sickness, disability or termination of contract. Mr Davies also has personal insurance to cover a variety of eventualities for the purposes of income protection beyond this period and is fully insured for social purposes in his country of residence.

(ii) European Science Foundation EuroCleftNET

The annual covenant including pledge by nominated partners, is in the amount of Euro 15.675 per annum (2011-2015).

(g) Interest Income

Interest income from bank deposits is accrued as per the ING Bank Statement of Interest pertaining to the financial year.

2. Professional Fees

Stichting European Cleft Organisation is run almost entirely by volunteers, with no employees. Specific expertise is remunerated on a project basis and the following professional fees are payable on an ongoing basis.

(a) Fees for Public Relations and Fundraising are payable to EURL G. Davies, and are calculated at Euro 25.000 per annum plus French TVA (Value Added Tax) at 20% of total fees for the year, in accordance with EU directives on taxation of services. A copy of the Attestation for EURL Gareth Davies is available from the Treasurer.

(b) Fees for Project Planning and Control are payable to EURL G. Davies, and are calculated at Euro 25.000 per annum plus French TVA (Value Added Tax) at 20% of total fees for the year, in accordance with EU directives on taxation of services (see above under Resurgens - Project Funds). A copy of the Attestation for EURL Gareth Davies is available from the Treasurer.

3. Depreciation

Depreciation on fixed assets is calculated in accordance with Dutch accounting standards over a five year period.

4. Taxation

Stichting European Cleft Organisation is a registered charity of the Kingdom of The Netherlands with full ANBI status since inception in April 2007 and it is therefore exempt from Income Tax.

As per a directive by the Dutch Tax Authorities (Belastingdienst) an exemption has also been granted from registration for the purposes of BTW (Value Added Tax), however, the organisation is liable to pay BTW on goods and services received.

A copy of the ANBI Certificates and the Authorisation for exemption from registration for BTW are available from the Treasurer. The organisation is listed on the Belastingdienst website as a recognised ANBI body.

5. Travel and Accommodation – Project Expenditure

Expenditure directly related to travel and accommodation for specific project activity is shown as a separate entity. Until 2012, this expenditure was included with individual project costs.

For the purposes of clarity, this is now reflected as a single generic project cost.

Appendix I

i) European Science Foundation – ESF EuroCleftNET - Network for Orofacial Clefts Research (2011-2015).

The treatment of ECO's donation to the EuroCleftNET scientific programme has been altered from 2012.

Contributions received from partners will forthwith be treated as donations and the corresponding ECO contribution to the scientific programme of € 15.675 per annum will be reflected in full as expenses in the Income and Expenditure Account.

ii) ESF European Cleft Gateway Digital Library

The treatment of the University of Dundee's donation to the digital library Gateway programme also reflects the above protocol. Contributions received will forthwith be treated as donations and the corresponding expenses pertaining to the digital library will be reflected in full as expenses in the Income & Expenditure Account.

**Annual report confirmation**

**Den Haag, 7 March 2015**

President: Mr. G.W. Davies

Secretary: Mr. A.D.G. Vorderman

Treasurer: Mrs. M. Winkels-Ryan