

## **Servas International: DV Nov 2010 - Distant Vote November 2010**

### ***Motions 1 , 2 & 3 - Financial Accounts and Budgets***

#### **Servas International - Accounts and Budgets for the period 2008 - 2012 Summary Information for the purpose of Distant Vote procedure in 2010**

1. Executive Committee of Servas International presents audited Balance Sheet and Income and Expenditure Account of Servas International for 2008 together with the report external auditor, Vasudev Pai & Co, and the report of SI Internal Audit Committee for approval through the procedure of Distant Vote. A separate motion to this effect is presented for Distant Vote.
2. Executive Committee of Servas International informs that, as of August 2010, financial accounts for the year ending December 31, 2009 were closed by the Treasurer and now the accounts are in the final stages of processing: the internal audit report for 2009 has been prepared by Internal Audit Committee and the external auditor's report has been prepared in its draft form. The work has not been accomplished in time for presenting the 2009 financial accounts for approval during the Distant Vote procedure in 2010. The above described documents will be presented for approval by the next Distant Vote scheduled for 2011.
3. Executive Committee of Servas International informs that the budget for 2010 was approved by the General Assembly of Servas International in September 2009. SI Executive Committee and the Treasurer run the finances of Servas International very prudently and carefully so that the deficit accepted in the budget for 2010 would not damage the activities and the finances of our organization this year and in the longer term.
4. A motion seeking the approval of budgets for 2011 and 2012 is presented for approval by this current Distant Vote procedure. The presented budgets for 2011 and 2012 are the same as adopted by The General Assembly of Servas International in Mar del Plata in September 2009. In the presented motion it is stated that now "Executive Committee of Servas International does not see a need to propose any change in the budget as adopted by the General Assembly. The main reasons for such an approach are the following facts:
  - a) Executive Committee of Servas International and the Treasurer follow a policy of strict control over the budgeted expenses in the form of operational limits intended as a way of effectively diminishing the deficit in 2010 and thus allowing for funding activities in 2011 and 2012 as initially budgeted;
  - b) Servas On-line project has been started and this project is going to influence all operations of Servas International in a way not possible to be fully reflected in the budget at this time."

At the same time it should be noted that in June 2010 a Budget Committee has been established. It is expected that the Treasurer and the Budget Committee will review the financial situation of Servas International and financial operations in 2010 and 2011 so that a reviewed and updated proposal for a budget for 2012 could be presented for acceptance by the Distant Vote procedure in 2011.

***Motions 1 & 2 – SI Accounts for 2008 and 2009,  
Balance Sheet and Income & Expenditure (part only)***

Scanned copies of the Balance Sheet and Income & Expenditure pages of the Servas International Accounts for 2008 and for 2009 have been placed in a separate document. The copies are “reduced resolution/lower quality” scans to reduce the size of the document.

Scanned copies of the SI Accounts for 2008 and 2009 and the reports of the Internal Audit Committee and of the External Auditor have been posted to the DV Nov 2010 web page. These are the original higher resolution/better quality copies.

### **Motion 3 - Proposed Budget for 2011 & 2012**

30 May 2010

Executive Committee of Servas International proposes the following budget for 2011 and 2012:

<b>Budget 2011 – 2012</b>		
ALL in CHF		
	<b>2011</b>	<b>2012</b>
Stamp fees	97 850,00	100 786,00
GA Regularization fees		60 000,00
Host Contribution (SOL)	13 500,00	13 500,00
Bank interest	979,00	1 008,00
<b>total income</b>	<b>112 329,00</b>	<b>175 294,00</b>
<b>Expense heads</b>		
Printing cost SI Newsletter	2 000,00	2 000,00
Printing cost SI Stamps	1 000,00	1 000,00
Expenses of EXCO meeting	19 700,00	20 800,00
Expenses of AC Conferences (6 AC)	18 000,00	18 000,00
Expenses of SI committees	3 300,00	3 300,00
Expenses Youth Meeting	8 000,00	8 000,00
UN	1 200,00	1 200,00
Servas On-line	15 000,00	10 500,00
ICT	8 000,00	8 000,00
External Auditor	1 545,00	1 591,00
Accounting expenses	1 236,00	1 273,00
Bank expenses	1 000,00	1 000,00
Training expenses	2 000,00	2 000,00
Country office grants	3 000,00	3 000,00
Grants to DFC	9 700,00	10 200,00
GA Expenses	37 500,00	37 500,00
Archivist project	1 500,00	1 500,00
Distant voting	2 500,00	3 000,00
<b>Total expenses</b>	<b>136 181,00</b>	<b>133 864,00</b>
surplus(+)/deficit(-)	-23 852,00	41 430,00
aggregate surplus(+)/deficit(-)	-23 852,00	17 578,00

#### **Background:**

1. The presented budget for 2011 and 2012 is the same as adopted by The General Assembly of Servas International in Mar del Plata in September 2009.
2. At this moment of time Executive Committee of Servas International does not see a need to propose any change in the budget as adopted by the General Assembly. The main reasons for such an approach are the following facts:
  - c) Executive Committee of Servas International and the Treasurer follow a policy of strict control over the budgeted expenses in the form of operational limits intended as a way of effectively diminishing the deficit in 2010 and thus allowing for funding activities in 2011 and 2012 as initially budgeted;
  - d) Servas On-line project has been started and this project is going to influence all operations of Servas International in a way not possible to be fully reflected in the budget at this time.