

# FINN CHURCH AID FOUNDATION

## **BALANCE SHEET BOOK, 31/12/2014**

FINANCIAL STATEMENT FOR THE PERIOD  
01.01.2014 - 31.12.2014

Business ID 0998454-4

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**FINN CHURCH AID FOUNDATION**

**FINANCIAL STATEMENT FOR THE PERIOD 01.01.2014 - 31.12 2013**

**TABLE OF CONTENTS**

	<b>Page</b>
Annual Report	1
Financial Statement	
Income Statement	4
Balance Sheet	5
Notes to the Financial Statements	6
List of Accounting Books and Document Types	15
Date and Signatures to the Financial Statement and Annual Report and Auditors' Financial Statement Entry	16

## FINN CHURCH AID FOUNDATION ANNUAL REPORT 2014

### Need for More Specialisation

There were over 200 persons employed by the Finn Church Aid in 16 different countries located mostly in conflict areas and fragile states at the end of 2014. A change in the course of action has therefore been achieved in line with the strategy.

The Finn Church Aid Foundation strategy identifies peace work, education and livelihood as the main themes. Significant results have been achieved in peace work for a longer period of time already. The year 2014 saw the making of a peace declaration by religious groups in the Central African Republic (CAR), a peace agreement in the Jonglei area in South Sudan as well as 13 local peace agreements in Somaliland and Puntland, to name a few. Towards the end of the year, yet another agreement concerning the Baidoa regional government in Somalia was made. Work in Northern Kenya has also had a good start, and there has been progress with negotiations concerning Central Somalia. Similarly, the "Alternatives" peace project in the Democratic Republic of Congo (DRC) has progressed with respect to security sector and political reform planning. These results enable Finn Church Aid to rise to being one of the leading NGOs in the field of fragile area stabilisation. Cooperation with diaspora communities and the recruitment of employees from different backgrounds, for instance, have been essential to success.

Related to peace work, the Network of Religious and Traditional Leaders, set up for peace mediation on UN initiative with Finn Church Aid serving as secretariat, established activities during 2014. Key figures in the field have joined the Network with expectations growing due to challenges posed by violent extremism. Also in Finland, the Ministry of the Interior turned to Finn Church Aid requesting support for the dialogue with religious communities.

With regard to education, the thematic specialisation is starting to take shape too. The building of schools in disaster areas has gone forward and expanded. During 2014, Finn Church Aid built close to 150 school buildings (250 classrooms) in seven countries. In the future, Finn Church Aid will focus more and more on the development of educational systems in fragile states and regions. Specific target groups will be ex-combatants and women left without education due to conflict. With regard to them, we must strive for education and work based learning that leads to employment as soon as possible. In Eritrea, an educational quality development project started by request of the Finnish Ministry for Foreign Affairs and the Eritrea government is an example of the opportunities opening for Finn Church Aid. Similarly in Haiti and Cambodia, we are bringing added value related to educational quality alongside school construction. Successful coordination with the Finnish Ministry of Education and Culture and the Teachers without Borders network are expanding opportunities of getting Finnish educational know-how to the disposal of developing countries.

For the livelihood theme, obtaining accurate results statistics is challenging because the work is carried out mainly through partners. However, good results continued with this model in Myanmar, for instance, where 12 women's saving groups were established in six villages, whereby there were 181 direct beneficiaries and nearly 8,000 indirect ones. Through the Women's Bank, we have been able to provide support for more than 25,000 women with the number of beneficiaries totalling more than 125,000. Nevertheless, there is a continuing need for work to build added value with regard to the livelihood theme. It is possible to carry out new initiatives the Women's Bank development group, but efforts should be hastened for results to be obtained already during the current strategy period. Due to the Ebola epidemic, development projects in Liberia had to be suspended, but they are envisaged to continue once we set out to revive women's small-scale entrepreneurship in particular.

With regard to the Finn Church Aid headquarters, the year was a more or less harmonious one with the exclusion of a case of suspected misuse related to our website renewal and the ensuing measures carried out. House management, coordination and systems progressed swiftly. Also, the new premises seemed to increase job satisfaction. The organisation was further developed so as to better meet the attainment of international programme and funding objectives in particular. As an important reform, a complaints policy and guidelines were approved to help partners express any flaws they may observe in the implementation of Finn Church Aid programmes. Attention should nevertheless be given to strengthening headquarters competence in fragile regions operational environments.

Continuing challenges have been faced in finding and keeping competent personnel especially in fragile operational environments. In the future, attention should be given to both the recruitment base and employment relationship permanence, for example, through career planning, as well as to good organisational and personnel management. An evaluation of the course of activities is timely so that complementary roles can be found for both the country and

regional offices as well as headquarters and that costs can be cut by eliminating overlap. There is also some clarification to be done with questions of responsibility and the legal position of offices. Moreover, the number of countries should be given critical evaluation during preparation of the next strategy.

With regard to economic resources, development has continued favourably. Cooperation with a number of significant international donors has made it possible to expand activities. The added value of Finn Church Aid activities is also beginning to gain recognition by the governments of fragile states. In the future, attention should be given to ensuring unrestricted self-financing so that international funding deductibles can be met and that there are adequate resources for new developments in the future as well.

## **FINANCES**

The deficit for 2014 was EUR 239,027.56 (surplus of EUR 349,634.89 in the previous financial period), and equity at the end of the year totalled EUR 5.7 million (EUR 5.9 million). Current receivables stood at EUR 3.5 million (EUR 3.3 million), of which EUR 2.5 million (EUR 0.8 million) consisted of advances paid to partners carrying out projects. Current liabilities totalled EUR 10.9 million (EUR 10.1 million). This comprised EUR 3.1 million (EUR 3.1 million) in targeted donations for disaster relief, reconstruction work and the Women's Bank, and EUR 5.6 million (EUR 5.5 million) in project advances received from various funding sources.

### **Revenue**

Revenue for the financial period totalled EUR 33,906,407.38 (during the preceding financial year EUR 31,383,091.83), and growth by comparison with the previous year was 8.0%. The share of support from the Evangelical Lutheran parishes was 23.3% (24.8%), including proceeds from the Common Responsibility Campaign and an operational appropriation from the Church Council. The share of revenue from the Ministry for Foreign Affairs was 41.8% (40.8%), the share from international sources of funding was 8.3% (6.5%) and the share of private donations was 25.0% (26.5%).

Support received from the parish sector totalled EUR 7.9 million (EUR 7.8 million). The parishes provided EUR 3.8 million (EUR 4.2 million) of support in the form of budget contributions, EUR 0.5 million (EUR 0.7 million) in official collections, EUR 0.6 million (EUR 0.2 million) in free collections and EUR 0.4 million (EUR 0.1 million) in other support. The proceeds from the Common Responsibility Campaign amounted to a total of EUR 1.7 million (EUR 1.8 million), while the subsidy from the Church Council was EUR 0.8 million (EUR 0.8 million).

Support from the Ministry for Foreign Affairs and Finnish and international institutional funding bodies totalled EUR 17.2 million (EUR 14.9 million). The Ministry for Foreign Affairs provided EUR 8.1 million (EUR 7.9 million) in support for development cooperation activities and EUR 5.6 million (EUR 4.9 million) for humanitarian aid activities.

Revenue from private donors totalled EUR 7.7 million (EUR 7.5 m) and revenue from companies and organisations was EUR 1.0 million (EUR 1.0 million).

Interest income from the Foundation's investment and financial activities was EUR 0.1 million (EUR 0.1 million).

### **Expenses**

Expenses for the financial period amounted to a total of EUR 34,144,883.09 (EUR 31,032,987.61 in the previous financial period) and they increased from the previous year by 10.0%.

Expenses from aid work totalled EUR 27.7 million (EUR 25.2 million), including EUR 3.1 million (EUR 3.3 million) in programme planning and monitoring expenses. The cost of aid work support functions, general administration and fundraising was EUR 6.5 million (EUR 5.9 million).

Aid activities accounted for 81.1% (81.1%) of all operating expenses. Domestic work of general administration, communications, fundraising and church and civic activities accounted for 18.9% (18.9%) of expenses.

Programme activities were divided regionally as follows: Africa EUR 12.8 million (EUR 12.3 m), Asia and the Middle East EUR 6.5 million (EUR 4.7 million), Latin America EUR 2.5 million (EUR 2.7 million) and Europe EUR 0.2 million (EUR 0.4 million). The expenditure on global programmes totalled EUR 2.5 million (EUR 1.8 million).

Salaries and fees, including social security, amounted to EUR 8.3 million (EUR 7.7 million). During the financial period, EUR 0.6 million (EUR 0.8 million) was invested into upgrading IT systems, hardware and equipment. Depreciation on fixed assets amounted to EUR 0.1 million (EUR 0.1 million).

## PERSONNEL

At the end of 2014, the personnel numbered 138 persons (133 at the end of the previous year). Of these, 91 (91 persons) were employed on a permanent basis, while 47 (42) had fixed-term contracts. Of the personnel, 45 (35 persons) were working as employees sent on missions abroad. In addition to employees working in Helsinki and those sent on missions abroad from there, Finn Church Aid employed 65 (74 in the previous year) locally recruited employees at its regional offices, performing a variety of duties.

A total of 141 man-years (121 in the previous year) were accumulated in Helsinki and personnel posted elsewhere. Furthermore, personnel recruited by local programme offices completed 41 man-years (72 in the previous year). Temporary F2F and telefundraising personnel completed a total of 6 man-years (4 in the previous year) in short-term employment relationships.

## ADMINISTRATION

The Finn Church Aid Foundation Board of Directors convened four times.

The Board of Directors comprised chairman Anni Vepsäläinen, Managing Director, and the following full members: Sixten Ekstrand, Director; Tarja Kantola, International Adviser; Kimmo Kääriäinen, Ecclesiastical Counsellor; deputy chairman Tapio Luoma, Bishop; Reetta Meriläinen, Journalist; Ritva Ohmeroluoma, MBA; Sirpa Pietikäinen, Member of the European Parliament; Olli-Pekka Silfverhuth, Vicar; Helena Tuominen, Diocesan Secretary; Kent Wilska, Commercial Counsellor. Deputy members of the Board of Directors were the following: Tuomas Aho, Attorney; Katri Korolainen, Head Secretary; Ilkka Mattila, Director.

The Finnish Church Air executive director was Antti Pentikäinen.

## FUTURE DEVELOPMENT

Finn Church Aid should continue to patiently focus on the strategy's main activities countries and to ensure the implementation of added value to the themes. This will require further efforts for the thematic management, pilots and partnerships with whom we are pushing themes work forward and enhancing effectiveness. At the same time, the work of Finn Church Aid should have both national and international bearing.

The diaconal viewpoint of providing support to areas of greatest need, where others are not helping, remains the point of departure for Finn Church Aid work. The strategy provides a clear, practical response to the implementation of this work vision, whereby taking responsibility is practical and exceptional compared with that of many other humanitarian organisations. The purpose in the final end is to strengthen people's confidence in our being able to change the world together and in solutions being available even for difficult problems.

## FINN CHURCH AID FOUNDATION

INCOME STATEMENT	1.1. - 31.12.2014		1.1. - 31.12.2013	
<b>REVENUE FROM OPERATIONS</b>				
<b>Aid Activities</b>				
Revenue				
From the government	14 184 896,74		12 793 519,57	
From the EU	631 320,30		373 335,85	
From parishes	7 079 556,77		7 016 956,18	
From international funding sources	2 392 840,45		1 669 738,77	
Other revenue	<u>25 350,66</u>		<u>31 426,49</u>	
	24 313 964,92		21 884 976,86	
Expenses				
Direct appropriations	-18 218 088,06		-16 161 475,50	
Personnel expenses	-5 700 852,33		-5 273 543,24	
Other expenses	<u>-3 715 963,18</u>		<u>-3 733 758,84</u>	
	-27 634 903,57	-3 320 938,65	-25 168 777,58	-3 283 800,72
<b>Support Functions for Aid Activities</b>				
Communications, education and advocacy				
Revenue	339 610,00		317 583,61	
Expenses				
Personnel expenses	-1 014 308,47		-921 160,59	
Other expenses	<u>-1 610 484,49</u>		<u>-1 445 681,82</u>	
	-2 624 792,96	-2 285 182,96	-2 366 842,41	-2 049 258,80
<b>General Administration</b>				
Revenue	5 401,89		8 632,85	
Expenses				
Personnel expenses	-1 028 652,06		-1 036 116,50	
Other expenses	<u>-214 435,91</u>		<u>-150 595,80</u>	
	-1 243 087,97	-1 237 686,08	-1 186 712,30	-1 178 079,45
Deficit from operations		-6 843 807,69		-6 511 138,97
<b>FUNDRAISING</b>				
Revenue				
Donations from private persons	7 872 721,59		7 690 112,40	
Donations from companies and organisations	523 471,39		636 876,50	
Other revenue	<u>13 874,12</u>		<u>2 984,99</u>	
	8 410 067,10		8 329 973,89	
Expenses	<u>-2 638 664,11</u>	5 771 402,99	<u>-2 306 712,87</u>	6 023 261,02
Surplus/deficit		-1 072 404,70		-487 877,95
<b>INVESTMENTS AND FUNDING OPERATIONS</b>				
Revenue	77 363,47		147 924,62	
Expenses	<u>-3 434,48</u>	73 928,99	<u>-3 942,45</u>	143 982,17
Surplus/deficit		-998 475,71		-343 895,78
<b>GENERAL PURPOSE APPROPRIATIONS</b>				
Subsidy from the Church Council		<u>760 000,00</u>		<u>694 000,00</u>
Result before transfers of funds		-238 475,71		350 104,22
<b>TRANSFERS OF FUNDS</b>				
Transfer into Aid Fund		<u>-551,85</u>		<u>-469,33</u>
<b>SURPLUS/DEFICIT FOR FINANCIAL PERIOD</b>		<u><u>-239 027,56</u></u>		<u><u>349 634,89</u></u>

BALANCE SHEET	31.12.2014	31.12.2013
<b>ASSETS</b>		
<b>PERMANENT ASSETS</b>		
Intangible assets		
Software	8 085,90	26 855,70
Tangible assets		
Machinery and equipment	204 165,34	65 550,44
Investments		
Other receivables	3 094 220,52	0,00
<b>CURRENT ASSETS</b>		
Receivables		
Current		
Prepayments for projects	2 530 896,23	2 097 208,13
Accrued income	859 574,37	1 060 101,14
Other receivables	<u>139 658,64</u>	<u>179 761,90</u>
	3 530 129,24	3 337 071,17
Cash in hand and at bank	9 709 904,59	12 593 339,82
<b>TOTAL ASSETS</b>	<b><u>16 546 505,59</u></b>	<b><u>16 022 817,13</u></b>
<b>EQUITY AND LIABILITIES</b>		
<b>EQUITY</b>		
Equity capital	33 637,59	33 637,59
Other funds restricted for fixed purposes		
Aid Fund, 1985	116 752,50	116 200,65
Surplus from previous periods	5 764 727,29	5 415 092,40
Surplus/deficit for current period	<u>-239 027,56</u>	<u>349 634,89</u>
	5 676 089,82	5 764 727,29
		5 914 565,53
<b>LIABILITIES</b>		
Current		
Received advances	8 689 424,40	8 592 933,55
Accounts payable	403 104,12	366 660,38
Other liabilities	201 484,52	139 719,65
Adjusting entries for liabilities	<u>1 576 402,73</u>	<u>1 008 938,02</u>
	10 870 415,77	10 108 251,60
<b>TOTAL EQUITY AND LIABILITIES</b>	<b><u>16 546 505,59</u></b>	<b><u>16 022 817,13</u></b>

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

**1. ACCOUNTING PRINCIPLES****Permanent Assets and Depreciations**

Depreciation in compliance with the headquarters plan is calculated in accordance with the duration of financial effect assessed as straight-line depreciation from the procurement expense. The depreciation period for IT equipment and software is 4 years, and for machinery and equipment 5 years.

**Income Recognition of Projects**

Income recognition of projects is allocated as and when aid funds are used for their completion. Unused project funds from partners implementing Finn Church Aid projects are entered in the Finn Church Aid balance sheet as paid advances. Information about unused projects funds is based on unconfirmed financial data provided by partners.

Revenue and donations received for a specific purpose that are unused during the financial period and that are transferred for use in coming financial periods are recorded in the balance sheet under advances received or targeted funds.

**Regional and Country Offices**

Offices in Cambodia, the Central African Republic, Sudan, Somalia and Uganda are dealt with, as in the past, as Finn Church Aid branch offices.

The revenue and expenses in foreign currencies from these offices are consolidated into the Finn Church Aid income statement using a weighted average exchange rate. Advances paid are entered in the balance sheet at the exchange rate of the date on which they were incurred. Branch office money and cash in bank are valued at the closing rate and the fixed assets procurement expense is recorded as an expense.

Offices in Jordan, Haiti, Liberia, the Democratic Republic of the Congo and Kenya are dealt with, as of the beginning of 2014, as independent accountables of whom the data is not consolidated into the Foundation accounting. The figures for the previous financial period are not corrected in this respect.

Other short-term currency liabilities are valued at the closing rate.

**Other**

Investments with capital protection on the due date that are within the capital redemption policy are recorded on the balance sheet in the amount of the procurement expense.

Received wills are allocated when the wills receivable testament is legally valid.



## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

## 2. NOTES TO THE INCOME STATEMENT

TOTAL REVENUE AND EXPENSES	2014		2013
Total revenue		33 906 407,38	31 383 091,83
Operating expenses			
Aid work	-27 634 903,57		-25 168 777,58
Domestic support functions and administration	-6 509 979,52	-34 144 883,09	-5 864 210,03
Transfer into Aid Fund		-551,85	-469,33
<b>Result for financial period</b>		<b>-239 027,56</b>	<b>349 634,89</b>
<b>REVENUE FROM OPERATIONS</b>			
<b>Government Revenue for Aid Activities</b>			
Ministry for Foreign Affairs (MFA) framework agreement	8 095 973,57		7 886 613,43
MFA other	495 624,11		41 451,81
MFA for humanitarian work	5 593 299,06	14 184 896,74	4 865 454,33
			12 793 519,57
<b>Revenue from the EU for Aid Activities</b>			
EU support for development cooperation	174 664,92		50 000,00
EU for humanitarian work	456 655,38	631 320,30	323 335,85
			373 335,85
<b>Revenue from International Funding Sources</b>			
ACT Funding	120 000,00		440 112,37
SSF Funding	1 110 917,84		0,00
Canadian Food Grains Bank	217 231,36		0,00
UNDP	0,00		48 529,79
Other international funding	726 087,09	2 174 236,29	1 071 096,61
			1 559 738,77
<b>Other Public Appropriations</b>			
Finnish Immigration Service	218 604,16	218 604,16	110 000,00
			110 000,00
<b>Revenue from Parishes for Aid Activities</b>			
Budget contributions	3 808 216,96		4 208 910,44
Official collections	523 828,68		669 607,81
Voluntary collections	587 115,63		196 699,25
Other revenue from parishes	421 577,62		140 921,27
Revenue from the Common Responsibility Campaign	1 738 817,88	7 079 556,77	1 800 817,41
			7 016 956,18
<b>Other Revenue</b>			
Other revenue for aid activities		25 350,66	31 426,49
<b>Revenue for Aid Activities Support Functions Include</b>			
Ministry of Education support for youth work	30 000,00		35 000,00
Church Council support for youth work	85 000,00		85 000,00
Public donations	20 134,00		21 000,00
Other revenue	204 476,00	339 610,00	178 583,61
			317 583,61

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

FUNDRAISING REVENUE	2014		2013
Donations from private persons	7 565 595,72	7 430 866,24	
Product sales royalty	42 385,39	39 581,56	
Red Nose Day Collection	264 740,48	181 802,12	
Other remunerations	324,45	0,00	
Use of private donations received in previous years	13 549,67	37 862,48	7 690 112,40
Donations from companies and organisations	523 471,39		636 876,50
OTHER REVENUE	2014		2013
Church Council subsidy	760 000,00	694 000,00	
Investments and funding operations	77 363,47	147 924,62	
Other remunerations	5 401,89	11 617,84	853 542,46

AVERAGE NO. OF PERSONNEL	2014		2013
International programme activities			
Helsinki	25		18
Posted overseas	45		30
Recruited onsite	41		72
Director's office	3		3
Advocacy work	0		4
Programme and organisation development	4		7
Fundraising	19		21
Communications and stakeholder relations	20		19
Finance and IT administration	11		11
HR and administration	8		8
Total	178		193

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

PERSONNEL EXPENSES	2014	2013
Salaries and fees paid from Finland	6 661 776,46	5 602 468,49
Pension costs paid from Finland	907 619,78	825 883,34
Other social security costs paid from Finland	223 565,67	203 763,89
Salaries and social security costs paid from regional and country offices	465 954,26	1 057 889,94
	<u>8 258 916,17</u>	<u>7 690 005,66</u>

Other social security costs include statutory expenses determined on the basis of salaries. Pension cover for personnel is managed by external insurance companies. Social security costs of salaries paid locally by regional and country offices are determined in accordance with the legislation of each country.

Board of Directors Attendance Fees	2014	2013
Total	3 527,20	3 379,20

Attendance fees for 2014 follow the attendance fees of the Church Council for International Relations confirmed by the Church Council's Collegium of Parish Offices as follows: per meeting, EUR 123.30 for the Chair of the Board of Directors and EUR 74.00 for members of the Board of Directors.

Auditors' Fees	2014	2013
Audit	13 937,40	8 340,00
Commissions	5 092,79	2 759,00
Tax consultancy services	646,04	0,00
Total local auditing fees from regional and country offices	22 347,16	47 870,78

Small Acquisitions Entered as Expenses During the Financial Period	2014	2013
IT software and licences	141 916,51	103 741,44
Machinery, IT hardware and equipment	417 687,50	652 877,81

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

## 3. NOTES TO THE BALANCE SHEET

INTANGIBLE AND TANGIBLE ASSETS	2014	2013
<b>SOFTWARE</b>		
Procurement expense at start of financial period on 1.1.	537 676,28	537 676,28
Additions during the financial period 1.1.-31.12.	0,00	0,00
Procurement expense at end of financial period on 31.12.	537 676,28	537 676,28
Accrued depreciation according to plan on 1.1.	-510 820,58	-466 514,18
Planned depreciation for the financial period on 31.12.	-18 769,80	-44 306,40
<u>Book value on 31.12.</u>	<u>8 085,90</u>	<u>26 855,70</u>
<b>IT HARDWARE</b>		
Procurement expense at start of financial period on 1.1.	514 811,25	514 811,25
Additions during the financial period 1.1.-31.12.	0,00	0,00
Deductions during the financial period 1.1.-31.12.	0,00	0,00
Procurement expense at end of financial period on 31.12.	514 811,25	514 811,25
Accrued depreciation according to plan on 1.1.	-456 764,52	-420 619,68
Planned depreciation for the financial period on 31.12.	-32 335,68	-36 144,84
<u>Book value on 31.12.</u>	<u>25 711,05</u>	<u>58 046,73</u>
<b>MACHINERY AND EQUIPMENT</b>		
Procurement expense at start of financial period on 1.1.	359 054,84	359 054,84
Additions during the financial period 1.1.-31.12.	189 027,10	0,00
Deductions during the financial period 1.1. - 31.12.	0,00	0,00
Procurement expense at end of financial period on 31.12.	548 081,94	359 054,84
Accrued depreciation according to plan on 1.1.	-351 551,13	-344 785,53
Planned depreciation for the financial period on 31.12.	-18 076,52	-6 765,60
<u>Book value on 31.12.</u>	<u>178 454,29</u>	<u>7 503,71</u>
<b>PLANNED DEPRECIATION</b>		
	2014	2013
Software	-18 769,80	-44 306,40
IT hardware, machinery and equipment	-50 412,20	-42 910,44
	<u>-69 182,00</u>	<u>-87 216,84</u>
<b>OTHER RECEIVABLES</b>		
	2014	2013
Market value	3 048 881,12	0,00
Book value	3 094 220,52	0,00
Difference	-45 339,40	0,00
Other receivables are investments with capital protection on the due date that are within the capital redemption policy.		

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

ADVANCES FOR PROJECTS	2014	2013
Receivables from partners	2 529 711,39	765 481,56
Receivables from regional office (Liberia)	0,00	235 500,24
Receivables from regional office (DRC)	0,00	65 053,47
Receivables from regional office (Kenya)	0,00	507 703,48
Receivables from country office (Somalia)	0,00	56 532,09
Receivables from country office (South Sudan)	0,00	115 500,33
Receivables from country office (Central African Republic)	0,00	33 575,43
Receivables from regional office (Haiti)	0,00	148 421,70
Receivables from regional office (Asia)	0,00	35 735,33
Receivables from country office (Nepal)	0,00	8 957,47
Receivables from regional office (Middle East)	0,00	108 009,07
Other advances	1 184,84	16 737,96
	<u>2 530 896,23</u>	<u>2 097 208,13</u>

At the time of the closing of the books, partners implementing Finn Church Aid projects and regional offices dealt with as independent notify the unused portion of the funds allocated to them, and these funds are recorded on the Finn Church Aid balance sheet under activated project funds. The figures are based on the partners' unaudited reports and are presented by project in the balance sheet itemisations.

ACCRUED INCOME	2014	2013
Receivables from KELA, 2014	22 800,00	57 086,50
Receivable from statutory insurance payments	413,29	26 999,67
Accrued income from donations	641 763,22	494 729,89
Aid advances	107 130,52	412 299,26
Deferred interest	76 768,90	68 985,82
Other accrued income	10 698,44	0,00
	<u>859 574,37</u>	<u>1 060 101,14</u>
CASH IN HAND AND AT BANK	2014	2013
Total headquarters bank accounts	8 858 310,38	12 589 820,27
Headquarters cash flow	1 734,45	3 519,55
Total branch offices bank accounts	804 789,87	0,00
Total branch offices cash	45 069,89	0,00
	<u>9 709 904,59</u>	<u>12 593 339,82</u>

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

CHANGES TO EQUITY	2014	2013
Equity Capital	33 637,59	33 637,59
<b>Fund Restricted to a Specific Purpose</b>		
Opening balance on 1.1. Aid Fund	116 200,65	115 731,32
Additions and interest income during the financial period 1.1. -31.12.	1 103,70	938,66
Appropriations during the financial period 1.1. -31.12.	-551,85	-469,33
<b>Aid Fund capital on 31.12.</b>	<b>116 752,50</b>	<b>116 200,65</b>

According to the donor's wishes, Finn Church Aid invests the fund capital by depositing it onto a money market account. One half of the annual interest income is added to the capital and one half is used for aid activities. The donor wishes to remain anonymous. The initial capital for the fund was donated in 1985.

	2014	2013
Surplus from previous periods	5 764 727,29	5 415 092,40
Surplus/deficit for financial period	-239 027,56	349 634,89
<b>EQUITY on 31.12.</b>	<b>5 676 089,82</b>	<b>5 914 565,53</b>
<b>RECEIVED ADVANCES</b>	<b>2014</b>	<b>2013</b>
Targeted donations	3 080 807,01	3 120 479,33
Other received advances	5 628 617,39	5 472 454,22
	<b>8 689 424,40</b>	<b>8 592 933,55</b>

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

TARGETED DONATIONS	2014		2013
For use in disaster relief work on 1.1.		1 537 404,19	1 141 351,44
Revenue targeted to disaster relief			
Donations from private persons	619 417,78		648 051,82
Donations from companies and organisations	8 414,48		12 517,58
Budget appropriations from parishes	4 800,00		2 400,00
Official collections from parishes	82 637,42		89 516,64
Free collections from parishes	137 427,83		125 730,66
Other revenue from parishes	8 161,30		36 779,66
Common Responsibility Campaign	260 822,68		255 115,80
Bequests	50 202,90		116 847,49
Interest income	18 124,06	1 190 008,45	13 018,41
		<u>1 929 899,24</u>	<u>1 299 978,06</u>
Payments out of targeted funds for disaster relief		797 513,40	903 925,31
<b>For use in disaster relief work on 31.12.</b>		<b>1 929 899,24</b>	<b>1 537 404,19</b>
For use in Women's Bank work on 1.1.		1 583 075,14	1 639 656,99
Revenue targeted to the Women's Bank			
Donations from private persons	959 495,99		856 266,41
Donations from companies and organisations	211 776,22		248 228,10
Budget appropriations from parishes	0,00		1 000,00
Free collections from parishes	3 623,53		5 169,09
Other revenue from parishes	26 056,42		31 081,60
Bequests	100 000,00		229 453,28
Other revenue	9 499,87		30 050,52
Interest income	14 198,58	1 324 650,61	15 536,68
		<u>1 776 817,98</u>	<u>1 473 367,53</u>
Payments out of Women's Bank funds		1 776 817,98	1 473 367,53
<b>For use in Women's Bank work on 31.12</b>		<b>1 776 817,98</b>	<b>1 473 367,53</b>
For use in Haitian reconstruction on 1.1.		0,00	25 675,29
Revenue targeted to Haitian reconstruction			
Institutional funding	0,00		0,00
Donations from private persons	0,00		0,00
Donations from companies and organisations	0,00		0,00
Budget appropriations from parishes	0,00		0,00
Free collections from parishes	0,00		0,00
Other revenue from parishes	0,00	0,00	0,00
Payments out of Haitian reconstruction funds		0,00	25 675,29
<b>For use in Haitian reconstruction on 31.12.</b>		<b>0,00</b>	<b>0,00</b>

## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

		2014	2013
For use in East Africa drought relief on 1.1.		0,00	319 466,18
Revenue targeted for use in East Africa drought relief:			
Free collections	0,00	330,25	
Budget appropriations from parishes	0,00	0,00	
Other revenue from parishes	0,00	603,82	
Donations from private persons	0,00	3 602,25	
Telephone donations	0,00	1 551,25	
Online donations	0,00	19 374,50	
Corporate donations	0,00	0,00	
Public donations	0,00	0,00	
Other revenue	0,00	0,00	
		<u>0,00</u>	25 462,07
Payments out of East Africa drought relief funds		0,00	344 928,25
<b>For use in East Africa drought relief on 31.12.</b>		<b>0,00</b>	<b>0,00</b>
For use in Asian reconstruction on 1.1.		0,00	32 191,91
Payments out of Asian reconstruction funds		0,00	32 191,91
<b>For use in Asian reconstruction on 31.12.</b>		<b>0,00</b>	<b>0,00</b>
<b>OTHER RECEIVED ADVANCES</b>		<b>2014</b>	<b>2013</b>
MFA, Unit for Humanitarian Assistance and Policy	2 603 288,01	2 764 382,07	
MFA, Unit for UN and General Global Affairs	67 664,55	0,00	
MFA, Unit for Civil Society	30 278,34	0,00	
SSF	913 166,88	0,00	
EUROPEAID	219 725,48	0,00	
Other international donors	112 655,57	0,00	
ECHO	0,00	251 658,67	
Primate's World Relief and Development Fund	0,00	96 999,26	
UNESCO	0,00	1 367,70	
ICCO	0,00	218 576,67	
MONDO MTU	0,00	26 037,01	
ACT	0,00	6 568,74	
Red Nose Day Collection	9 765,00	0,00	
Parishes	973 678,89	1 089 314,56	
Companies and organisations	44 688,61	139 471,15	
Bequests	12 535,00	137 752,13	
Private donors	641 171,06	740 326,26	
		<u>5 628 617,39</u>	<u>5 472 454,22</u>

Other prepayments consist of aid and donations targeted for specific projects.  
These are presented by project in the balance sheet itemisations.



## NOTES TO THE FINANCIAL STATEMENT OF 31/12/2014

ADJUSTING ENTRIES FOR LIABILITIES	2014	2013
Holiday pay liabilities	999 600,71	928 985,24
Statutory insurance payment liabilities	6 791,12	12 034,77
Appropriations	455 532,24	56 214,04
Other adjusting entries for liabilities	114 478,66	11 703,97
	<u>1 576 402,73</u>	<u>1 008 938,02</u>

## LEASING RENT LIABILITIES

Open leasing contracts, multifunction equipment rental	2014	2013
Total amounts payable (inc. VAT)		
	Payable during the following period	
	6 224,44	1 979,04
	Deferred	
	15 561,10	49 476,00

## RENT LIABILITY ON BUSINESS PREMISES

Eteläranta 8, 00130 Helsinki	Payable during the following period	530 400,00
	Deferred	5 103 953,51

## ACCOUNTING BOOKS

Diaries	Electronically saved
Nominal ledger	Electronically saved
Sales ledger	Computerised bookkeeping
Purchase ledger	Computerised bookkeeping
Cash journal	Computer printouts
Fixed assets accounting	Computerised bookkeeping
Financial statement	Separately bound
Financial statement itemisations	Separately bound
(itemisations of balance sheet, notes to the accounts and income statement)	
Types of receipts	Electronically saved

## TYPES OF RECEIPTS

## MS Dynamics NAV business management system

Cash	Cash receipts
Correcting entry 14	Corrective receipts
Memorandum 14	Memorandum receipts
Sales invoices+	Sales invoices
Sales refunds+	Sales refund invoices
	Bank receipts
Nordea Bank	Nordea Bank
Aktia Bank	Aktia Bank
OP Bank	Helsinki OP Bank
Sampo Bank	Danske Bank
SHB	Handelsbanken
Tapiola Bank	S-Bank
ÅAB	Ålandsbanken
Purchase invoice+	Purchase invoices
Purchase refund+	Purchase refund invoices
Purchase payments	Purchase invoice payments
Salaries 14	Salary receipts
TITOSV	Receipt statement direct debits
TITOEL	Receipt statement e-invoices
FS	Financial Statement

**FINN CHURCH AID FOUNDATION**

**DATE AND SIGNATURES TO THE FINANCIAL STATEMENTS AND ANNUAL REPORT**

Helsinki, 16 March 2015

\_\_\_\_\_  
Tarja Kantola, Chairman

\_\_\_\_\_  
Tapio Luoma, Deputy Chairman

\_\_\_\_\_  
Sixten Ekstrand

\_\_\_\_\_  
Kimmo Kääriäinen

\_\_\_\_\_  
Reetta Meriläinen

\_\_\_\_\_  
Ritva Ohmeroluoma

\_\_\_\_\_  
Pekka Haavisto

\_\_\_\_\_  
Olli-Pekka Silfverhuth

\_\_\_\_\_  
Helena Tuominen

\_\_\_\_\_  
Kent Wilska

\_\_\_\_\_  
Katri Korolainen

\_\_\_\_\_  
Tuomas Aho

\_\_\_\_\_  
Ilkka Mattila

\_\_\_\_\_  
Milla Perukangas

\_\_\_\_\_  
Antti Pietikäinen, Executive Director

**FINANCIAL STATEMENT ENTRY**

A report has today been issued concerning the audit performed.

\_\_\_\_\_, \_\_\_\_\_ 2015

KPMG Oy Ab, Authorised Public Accounting Firm

\_\_\_\_\_  
Heidi Vierros  
Authorised Public Accountant