

Impact, facts and figures



Annual report





FINANCIAL STATEMENTS 2022

STICHTING ICS

Zoutmanstraat 42-44
2518 GS DEN HAAG
The Netherlands

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The Netherlands

In the course of 2022, the collaboration between ICS and Terre des Hommes has been strengthened further. In Africa the joint project on child labour has started. In the Netherlands we have made progress regarding the administration. The financial administration has been transferred from the software of ICS to the same system that is used at Terre des Hommes. This simplifies the work and mutual communication in the administrations of both organizations.

During the summer 2022, a survey was held among a representative part of the active donors. This was done with the objective to gain insight into how the ICS donors view and experience the collaboration with Terre des Hommes and what they think about a full integration of ICS into Terre des Hommes. The outcome was enlightening: about 70% would be OK with a full integration of both organizations, especially since both organizations complement each other well. 28% of the respondents want to think about it for a while. For us, this meant a very positive outcome in favor of full integration. It is expected that we will work towards this in the coming years.

2022 shows a total income of € 412,651 and total spending of € 513,944, of which € 348,624 has been used for the projects in Africa.

In 2022, 2,880 donors made a financial donation to ICS. The donor base consists of very loyal donors, supporting ICS for many years now. Through the ICS Newsletter, which appeared 3 times in 2022, we kept our donors informed about the partnership between ICS and Terre des Hommes, and their joint project on child labour.

Abroad

During 2022, we have deployed many resources to uncover hidden forms of child labour in the service sector. To create awareness about the dangers of child labour and the importance of education. This work is done by ICS-SP, the implementing partner of ICS, working in East-Africa. One of the (bigger) projects is the joint project of ICS-SP and Terre des Hommes on child labour. By doing this together we can reach many more children and families, we have much more expertise in-house and we work cost-effectively.

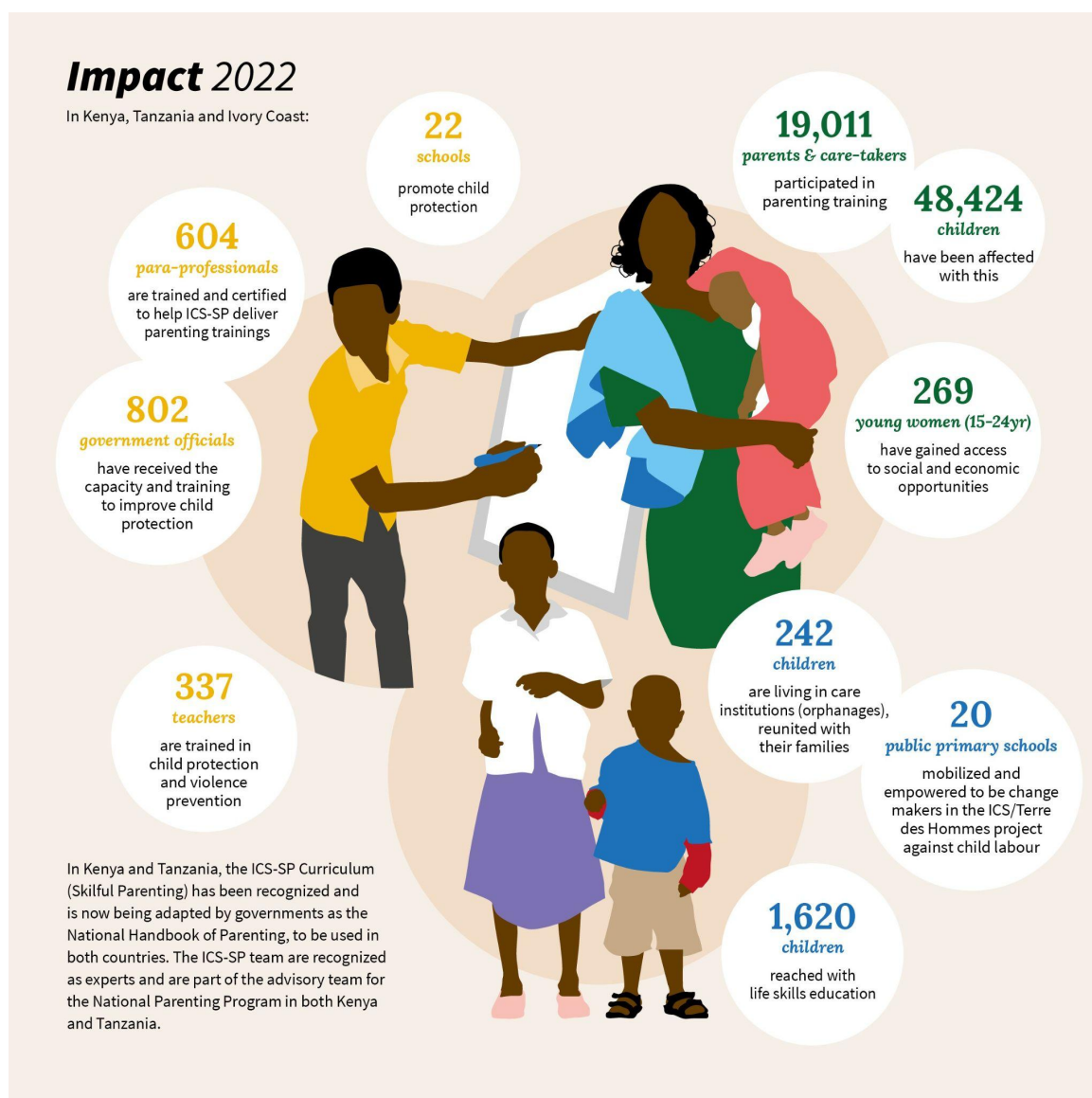
In order to get children out of exploitative situations, with this joint project we do everything we can to improve the economic situation of their families. We empower local community residents to monitor child labour, work with business owners to promote ethical business practices, and lobby governments to implement child labor prevention laws and policies. The goal is to change the lives of 10,000 children and 50,000 family members and community members by 2025.

ICS-SP

Next to the joint project of ICS with Terre des Hommes in Kenya, we have continued to support ICS-SP with their work in Africa, providing € 123,665 to them in 2022. With this support, they have achieved the following:

- 19,011 parents and care-takers participated in parenting training. This affected a total of 48,424 children.
- 604 para-professionals trained and certified to help ICS-SP deliver these parenting trainings.
- 22 schools are knowledgeable, resourceful to promote child protection, and facilitate parental engagement in positively promoting children's learning.

- 269 young women (between 15 and 24 years old) have gained access to social and economic opportunities.
- 1,620 children reached with life skills and values education to enable them to protect themselves from health and violence risk.
- 242 children living in care institutions (orphanages) have been reunited with their families.
- 802 government officials have received the capacity and willingness to support schools, communities and families with appropriate services, programs and resources to improve learning and child protection outcomes.
- 20 public primary schools have been mobilized and empowered to be change makers in the Action Against Child Labour Project (joint project of ICS and Terre des Hommes).
- 337 teachers trained in child protection and violence prevention.



Going concern

With reference to the outcome of the survey, done in 2022, the coming year we will explore the possibilities for further, or even full, integration of ICS and Terre des Hommes. In doing so, we will look at the efficiency, effectiveness and retention of value of both organizations. However, we do not intend to implement a full integration within the next 12 months.

The Board

In 2022 the executive board of Stichting ICS consisted of one person, Mr. Tjipke Bergsma, who is also executive director of Stichting Terre des Hommes. Mr. Bergsma was attached to both organizations on an interim basis. As of 1 January 2023 he has been succeeded by Mrs. Julie Verhaar as executive director of both ICS and Terre des Hommes.

The Supervisory Board supervises the work of the executive board.

BALANCE SHEET AS AT DECEMBER 31, 2022

After allocation of results

	December 31, 2022 €	December 31, 2021 €
ASSETS		
Current assets		
1 Receivables and current assets	453,184	508,857
Cash		
2 Cash and cash equivalents	345,284	303,391
Total assets	798,469	812,248
LIABILITIES		
3 Equity		
General reserves	540,131	540,148
Designated reserves	-	101,276
Total reserves	540,131	641,424
4 Short-term liabilities	258,337	170,824
Total liabilities	798,469	812,248

STATEMENT OF INCOME AND EXPENDITURES 2022

	Actual 2022	Actual 2021
	€	€
INCOME		
5 Income from donations	389,934	405,307
7 Income in-kind	22,717	-
Total income	412,651	405,307
EXPENDITURES		
6 Contributions to third parties	348,624	252,983
7 Administration service fees	22,717	48,553
8 Publicity and communication expenses	15,194	12,951
9 Salaries and charges	-	12,769
10 Legacy fair value adjustments	56,878	-
11 Other expenses	70,532	64,402
Total expenditures	513,944	391,658
RESULT	(101,294)	13,649
Allocation of result		
Reserves	(18)	(87,627)
Designated funds	-	-
Designated reserves	(101,276)	101,276
	(101,294)	13,649

ACCOUNTING POLICIES

General

Stichting ICS is located in The Hague, the Netherlands and is registered at the Chamber of Commerce with number 41188664. Stichting ICS raises funds for parenting projects in Africa and is a registered ANBI (Algemeen nut beogende instellingen) donor in the Netherlands.

The financial statements were drawn up in accordance with the accounting principles for small-sized Non-Profit Organizations in the Netherlands (RjkC1). Stichting ICS also applied the general accounting principles for Non-Profit Organizations in the Netherlands.

Estimates

In using the principles and rules for drawing up the financial statements, the Management of Stichting ICS forms several opinions and estimates which can be essential for the amounts which are included in the financial statements. Where necessary, the nature of these opinions and estimates including the corresponding assumptions, are included in the explanatory notes for the relevant financial statement items.

Going concern

These financial statements are prepared in accordance with the going concern principles.

ACCOUNTING POLICIES FOR THE BALANCE SHEET

General

Assets and liabilities are generally valued at the acquisition or manufacturing cost or the current value. If no specific accounting principle is mentioned, valuation is based on the acquisition cost. The balance sheet and the statement of income and expenditure. These references refer to the explanatory notes.

Foreign currency

The financial statements are made in euros; this is the functional currency as well as the presentation currency of Stichting ICS.

Receivables and current assets

Receivables and current assets are initially valued at the fair value of the consideration. Provisions due to irrecoverability are deducted from the book value of the receivables and current assets.

Cash and cash equivalents

Cash and cash equivalents consist of cash in hand, bank balances and deposits. Cash and cash equivalents are valued at nominal value.

Short-term liabilities

At initial recognition short-term liabilities are recognized at fair value. After initial recognition short-term liabilities are recognized at the amortized cost price, being the amount received taking into account premiums or discounts and minus transaction costs. This is usually the nominal value.

ACCOUNTING POLICIES FOR THE STATEMENT OF INCOME AND EXPENDITURE

The income and expenditure are determined taking into consideration the below-mentioned accounting principles and allocated to the reporting year to which they relate. The Board does not prepare a strict budget as the amounts are predictable year on year and as this is a small organization.

Income

Income from donations

Income from donations is generally accounted for in the reporting year in which the donations and contributions are received.

Income from inheritances and legacies is included in the financial year in which the size can be established.

Expenditures

Expenditures are accounted for in the year to which they relate, which means that if necessary, items paid in advance or yet to be paid are taken into consideration.

NOTES TO THE BALANCE SHEET

ASSETS

The assets are entirely used for the operations of Stichting ICS.

1 Receivables and current assets

	December 31, 2022 €	December 31, 2021 €
Legacies	451,906	508,766
Other advance payments	1,279	91
	453,185	508,857

2 Cash and cash equivalents

	December 31, 2022 €	December 31, 2021 €
Petty cash	13	13
Bank accounts	345,271	303,373
Savings accounts	-	5
	345,284	303,391

LIABILITIES

3 Reserves and funds

General Reserves	2022	2021
Balance as at January 1	540,148	627,775
Appropriation of results	(18)	(87,627)
Balance as at December 31	540,130	540,148

Designated Reserves	2022	2021
Balance as at January 1	101,276	-
Appropriation of results	(101,276)	101,276
Balance as at December 31	-	101,276

The designated reserve represented an amount designated by the Executive Board of ICS for use on a joint project between ICS SP and Stichting Terre des Hommes Netherlands (TdH). This amount was 50% of the net results as per the collaboration agreement between ICS and TdH. The project commenced in 2022 and the support payment was paid to TdH.

4 Short-term liabilities

	December 31, 2022 €	December 31, 2021 €
Contributions to partner organizations	123,665	101,276
Related party payables	126,722	48,553
Trade creditors	1,651	8,088
Miscellaneous	6,299	12,907
	258,338	170,824

The related party payable balance is due to TdH. On 8 March 2021, TdH entered into a collaboration agreement with Stichting ICS, under which TdH has appointed the Stichting ICS board and executive manager. For this reason, from 8 March 2021, TdH is a related party. In accordance with the collaboration agreement, ICS owes TdH for the implementation of a development project in Kenya.

NOTES TO THE STATEMENT OF INCOME AND EXPENDITURE

INCOME

5 Income from donations

	Actual 2022	Actual 2021
	€	€
Direct mail	26,378	18,207
Help parents / Child ambassadors	343,556	387,100
Legacies	20,000	-
	389,934	405,307

EXPENDITURES

6 Contributions to third parties

	Actual 2022	Actual 2021
	€	€
<i>Partnerships Agribusiness</i>		
Agrics Kenya	-	13,419
<i>Partnerships Skilful Parenting</i>		
ICS SP	123,701	239,564
Terre des Hommes Netherlands	224,923	-
	348,624	252,983

7 Administration service fees

The administration service fees are payable to TdH and are calculated in line with the collaboration agreement signed on 8 March 2021. The fees for 2022 have been waived and not charged. The services provided free of charge are valued at €22,717 and have been included as an income and expense in-kind.

8 Publicity and communication expenses

	Actual 2022	Actual 2021
	€	€
Direct mail, newsletter, printing and postage	14,891	12,664
Website	303	262
CRM database	-	25
	15,194	12,951

9 Salaries and charges

	Actual 2022	Actual 2021
	€	€
Salaries	-	14,623
Social and pension premiums	-	(1,854)
	-	12,769

10 Legacy fair value adjustments

ICS has the rights to one usufruct legacy which is recognised as a receivable. The legacy is revalued every year based on the information available to ICS. In 2022, the fair value of the legacy decreased by €56,877.

11 Other expenses

	Actual 2022	Actual 2021
	€	€
Other staff expenses	30,168	39,610
Office expenses	18,640	16,222
Board expenses	1,382	920
Consultancies	14,825	3,850
Other expenses	5,517	3,800
	70,532	64,402

REMUNERATION OF THE EXECUTIVE BOARD

In 2021 the Executive Board consisted of the Executive Director, Mr Ronald Messelink, up to 8 March 2021. He performed his role as director as a volunteer. From 8 March 2021, Stichting ICS was acquired by TdH and TdH's CEO, Leonard Zijlstra, was accordingly appointed as Stichting ICS' Executive Director also. This position was also performed on a volunteer basis.

In 2022, the Executive Director of TdH, Tjipke Bergsma, was appointed as Stichting ICS' Executive Director also. This position was performed on a volunteer basis.

In its financial statements Stichting ICS uses the format of 'Responsible Management Remuneration' established by Goede Doelen Nederland (GDN).

Remuneration Supervisory Board

The members of the Supervisory Board do not receive remuneration, except a reimbursement of expenses actually incurred in the context of their functioning as supervisors. The total amount of paid expenses in 2022 was €Nil (2021: €Nil).

No loans, advance payments or guarantees were provided to the members of the Supervisory Board.

Number of employees

As at December 31 2022 ICS employed 0 employees in full-time units (2021: 0 FTE).

Regulation in the articles of association concerning appropriation of surplus or deficit

The articles of association specify, as stipulated in article 16, that the financial statements are adopted by the Executive Board. This decision for adoption requires prior approval from the Supervisory Board.

The articles of association do not contain any regulations which specifically deal with profit appropriation. In the financial statements a proposal for the appropriation of surplus or deficit is included as standard.

ANNEX 1-STATEMENT OF INCOME AND EXPENDITURES 2022 ACCORDING TO RjkC2

	Actual 2022	Actual 2021
	€	€
INCOME		
Income from private donors	389,934	405,307
Income from companies	-	-
Income from government subsidies	-	-
Income from other charities and NGOs	-	-
Total income	389,934	405,307
EXPENDITURES		
<i>Committed to objectives</i>		
Structural support	377,145	263,122
Awareness raising	28,521	10,139
	405,665	273,260
Raising income	-	-
Administration	85,563	118,397
Total expenditures	491,228	391,658
Result before financial income	(101,294)	13,649
Financial income	-	-
Result	(101,294)	13,649

Independent Auditor's Report

To: The supervisory board and management of Stichting ICS

A. Report on the audit of the financial statements 2022 included in the annual report

We have audited the financial statements 2022 of Stichting ICS based in Amersfoort.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Stichting ICS as at 31 December 2022 and of its result for 2022 in accordance with the 'RJ-Richtlijn RJK kleine Organisaties zonder winststreven' (Guideline for annual reporting 'small Not-for-profit organisations' of the Dutch Accounting Standards Board).

The financial statements comprise:

1. the balance sheet as at 31 December 2022;
2. the profit and loss account for 2022; and
3. the notes comprising of a summary of the accounting policies and other explanatory information.

Basis for our opinion

We conducted our audit in accordance with Dutch law, including the Dutch Standards of Auditing. Our responsibilities under those standards are further described in the 'Our responsibilities for the audit of the financial statements' section of our report.

We are independent of Stichting ICS in accordance with the Verordening inzake de onafhankelijkheid van accountants bij assurance-opdrachten (ViO, Code of Ethics for Professional Accountants, a regulation with respect to independence) and other relevant independence regulations in the Netherlands. Furthermore we have complied with the Verordening gedrags- en beroepsregels accountants (VGBA, Dutch Code of Ethics).

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

B. Report on the other information included in the annual report

In addition to the financial statements and our auditor's report thereon, the annual report contains other information that consists of:

- the board report;
- other information.

Based on the following procedures performed, we conclude that the other information is consistent with the financial statements and does not contain material misstatements.

We have read the other information. Based on our knowledge and understanding obtained through our audit of the financial statements or otherwise, we have considered whether the other information contains material misstatements.

By performing these procedures, we comply with the requirements of the Dutch Standard 720. The scope of the procedures performed is substantially less than the scope of those performed in our audit of the financial statements.

Management is responsible for the preparation of the other information in accordance with 'RJ-Richtlijn Rjk kleine Organisaties zonder winststreven' (Guideline for annual reporting 'small Not-for-profit organisations' of the Dutch Accounting Standards Board).

C. Description of responsibilities regarding the financial statements

Responsibilities of management and the supervisory board for the financial statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the 'RJ-Richtlijn Rjk kleine Organisaties zonder winststreven' (Guideline for annual reporting 'small Not-for-profit organisations' of the Dutch Accounting Standards board). Furthermore, management is responsible for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

As part of the preparation of the financial statements, management is responsible for assessing the foundation's ability to continue as a going concern. Based on the financial reporting framework mentioned, management should prepare the financial statements using the going concern basis of accounting, unless management either intends to liquidate the foundation or to cease operations, or has no realistic alternative but to do so.

Management should disclose events and circumstances that may cast significant doubt on the foundation's ability to continue as a going concern in the financial statements.

The supervisory board is responsible for overseeing the foundation's financial reporting process.

Our responsibilities for the audit of the financial statements

Our objective is to plan and perform the audit engagement in a manner that allows us to obtain sufficient and appropriate audit evidence for our opinion.

Our audit has been performed with a high, but not absolute, level of assurance, which means we may not detect all material errors and fraud during our audit.

Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. The materiality affects the nature, timing and extent of our audit procedures and the evaluation of the effect of identified misstatements on our opinion.

We have exercised professional judgement and have maintained professional scepticism throughout the audit, in accordance with Dutch Standards on Auditing, ethical requirements and independence requirements. Our audit included among others:

- identifying and assessing the risks of material misstatement of the financial statements, whether due to fraud or error, designing and performing audit procedures responsive to those risks, and obtaining audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as

fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;

- obtaining an understanding of internal control relevant to the audit 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 foundation's internal control;
- evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- concluding on the appropriateness of management's use of the going concern basis of accounting, and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the foundation's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause a foundation to cease to continue as a going concern.
- evaluating the overall presentation, structure and content of the financial statements, including the disclosures; and
- evaluating whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the supervisory board regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant findings in internal control that we identify during our audit.

We provide the supervisory board with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

Schuiteman Audit & Assurance

Signed by

Drs. M. Groenewold RA