

# Financial report 2014

International Society for Gerontechnology



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## Introduction

This report provides more background information on the financial figures for 2014 (see appendices 1a – 1c) in order to understand the information better. This report is written by an external expert, because the treasurer was not in a position to draw up the report on time. The report will be presented to the General Assembly 2016 by the new treasurer.

The expenditures and revenues from the profit and loss account will be explained in more detail. The costs and expenses as well as the revenues are separated in those relating to the journal and relating to the society. Furthermore, the balance sheet will explain the financial position of the society.

To make a connection between the financial report 2014 and earlier reports all expenditures and revenues are including VAT. The VAT remittance is appointed separately in the profit and loss account and the balance sheets.

All information necessary to draw up the tables was available to the author of this report. All outgoing invoices are digitally available in the ISG back office system. All incoming invoices are available in print, as well as the bank statements and EBSCO statements. Paypal statements are only digitally available.

## Expenses, costs and revenues

### Journal

#### Printing, Type Setting, Shipping and editorial office

The costs, realized in 2014, associated with the editing, printing and shipping of the journal cover 56% of all expenses and costs in 2014, with a total of **14.888 EUR**. 61% of these costs are associated with the printing and shipping of hardcopy journals. The costs realized in 2014 related to the journal were related to Volume 12. Because there was a delay in the publishing of Volume 13, the costs related to this Volume (that should have been published in 2014) have

been reserved for 2015 (see “current liabilities” on the balance sheet of 31 December 2014).

## **Subscriptions**

The revenues directly related to the journal are those from library subscriptions, 75% of all individual subscriptions (full members and student members) and one payment for a colour illustration.

Including the prepayments from 2013, these subscriptions generated revenues of **21.426 EUR** for the ISG (libraries: 14.736 EUR; individual subscriptions: 6.190 EUR; Colour illustration 500 EUR).

Institutional memberships (for-profit and not-for-profit) include a journal subscription for 150 EUR. This generated revenues of **450 EUR** in 2014.

## **Society**

### **Organization**

The organizational costs of the ISG take up 6 % of the costs in 2014 (1.501 EUR).

### **Loan and Interest**

On 1 January 2014 the ISG had a loan of € 20,000 from the Herman Bouma Foundation. ISG pays 4,5% interest on the loan, as it did not pay an installment in 2012. In 2014, ISG paid 344 EUR interest for a part of 2014 because it repayed the full loan in June 2014.

### **Tax**

In 2014 ISG received a tax assessment (4.733 EUR) on the remittance from the 2012 ISG\*ISARC Conference. This remittance was not tax exempt, as previously assumed.

### **Debtors**

As of 1 January 2014, ISG had we debtors of 6.877 EUR. 1 Library

paid in 2014, 1 library in 2015 and 1 in 2016. With this in mind, we had to write off 4 libraries. We also had to write off 4 student members, 8 associate non-profit members and 1 commercial associate member, because they did not pay their 2013 invoice during 2014 and it was expected that they will never pay. This produced costs of 5.200 EUR in 2014.

New debtors at the end of 2014 are 1 student member, 2 full members, 7 libraries 1 commercial associate member and 6 non-profit associate members. It is expected that part of them will pay in 2015.

The tax authorities are also a debtor, which is because to them the bank account number was not known. Tax return 2011, 2012, 2013, 2014, 2015 will be repaid in 2016.

## **Memberships**

Besides journal subscriptions, the most important structural revenues are coming from membership fees (full, student and associate members). In 2014 we had 27 student members, 50 full members, 3 not-for-profit associate members, and 1 for-profit associate member. Together, membership fees created an income of **3.213 EUR** for the ISG in 2014 (including pre-payments from 2013).

## **ISG Conferences**

The ISG 2014 Conference was organized in Taiwan. It wasn't clear at the end of 2014 what would be the expected revenues from this conference. In 2014 ISG received the remittance from the 2012 ISG\*ISARC Conference (20.000 EUR).

## **Balance Sheet**

### **Assets**

The members who did not pay their 2013 membership are included on the January 2014 balance sheet as account receivables

(debtors). Some of them paid their membership in 2014 or later. All others are written off in 2014. The members who received an invoice in 2014, but did not pay, plus the debtors 2013 who are expected to pay in 2015 or later, are included on the December 2014 balance sheet.

We also expected a tax return for the years 2011, 2012, 2013 and 2014 which are also included as accounts receivable. The tax return 2013 was not mentioned on the December balance sheet 2013 and therefore not on the January balance sheet 2014. Because the tax return 2014 was known at 31 December 2014, it is included in the December balance sheet 2014. ISG has not received these returns in 2013 because the account number was not known to the tax authorities. This is solved in September 2016.

### **Current liabilities**

On the credit side of the balance sheet there are prepayments of libraries and individual members. Some libraries or their agents (EBSCO) prepay their subscription fee in advance, as do some full members and students. In 2013, ISG received a total of 3.388 EUR as prepayments from libraries, full members and student members, which are part of the “current liabilities” included on the credit side of the January balance. In 2014, ISG received a total of 4.400 EUR as prepayments from libraries, which are included as “current liabilities” on the December balance sheet.

Moreover, Volume 12 of the journal was delayed into 2014. The associated costs of 32.941 EUR are included as “current liabilities” on the January balance. Volume 13 of the journal was delayed into 2015. The associated costs for publishing Volume 13 of 17.600 EUR are included as “current liabilities” on the December 2014 balance sheet.

### **Non-current liabilities**

The loan from the Herman Bouma Foundation (20.000 EUR) was repayed in 2014. Under non-current liabilities on the January 2014 balance sheet this loan is mentioned and on de December 2014 balance sheet the loan is 0.

## Share capital

In 2014, the ISG made a profit of 23.342 EUR mainly due to the single remittance from the Conference ISG\*ISARC 2012. The share capital has increased from - 215 EUR in January 2014 to 37.852 EUR in December 2014. This improvement is due to the repayment of the loan.

## Conclusions

2014 was a conference year, but the revenues from this conference are uncertain and therefore are not part of this financial report. The revenues from the 2012 ISG\*ISARC Conference improved the financial situation of ISG. The other revenues predominantly came from journal subscriptions and membership fees. Even with the relatively low subscription and membership numbers a small profit was realized. **However, membership and subscription numbers need to increase in order to make the society less vulnerable.** Increasing the amount of members to the ISG remains a top priority to be addressed.

Signed on behalf of the Board and Executive Committee,

Andrew Sixsmith, President : \_\_\_\_\_

Ryan Woolrych, Secretary: \_\_\_\_\_

## Appendix 1a Balance Sheet 1 January 2014

Balance Sheet 1 January 2014							
DEBET				CREDIT			
<b>Non-current assets</b>				€ 0	<b>Owner's equity</b>		€ 215-
<b>Current assets</b>					<b>Non-current liabilities</b>		
Bank Balance ABN AMRO		€	41.707		Loan capital HB foundation	€	20.000
Bank Balance PayPal		€	6.188				
				€ 47.894	<b>Current liabilities</b>		
<b>Accounts Receivable (debtors)</b>					Accounts Payable		
	Full members	€	-		Lay-out, typesetting Vol 12	€	7.005
	Student members (4)	€	100		Printing & Shipping Vol 12	€	14.000
	Associate members (non-profit) (10)	€	2.500		Editorial office	€	11.936
	Associate members (commercial) (1)	€	1.500		Interest Loan 2012&2013	€	-
	Subscriptions (libraries) (7)	€	2.777				€ 32.941
				€ 6.877	<b>Prepayments</b>		
<b>Accounts Receivable Tax return</b>					Library subscriptions	€	800
	Tax return 2011	€	886		Full members	€	2.325
	Tax return 2012	€	457		Student members	€	263
				€ 1.343			€ 3.388
<b>Total Assets</b>				€ 56.114	<b>Total Liabilities &amp; owner's equity</b>		€ 56.114

## Appendix 1b Balance Sheet 31 December 2014

Balance Sheet 31 December 2014								
DEBET				CREDIT				
<b>Non-current assets</b>				€ 0	<b>Owner's equity</b>			€ 37.852
-								
<b>Current assets</b>					<b>Non-current liabilities</b>			
Bank Balance ABN AMRO		€	47.705		Loan capital HB foundation			€ -
Bank Balance PayPal		€	1.002					
				€ 48.707	<b>Current liabilities</b>			
<b>Accounts Receivable (debtors)</b>					<b>Accounts Payable</b>			
	Full members (2)	€	200		Lay-out, typesetting Vol 13	€	9.400	
	Student members (1)	€	25		Printing & Shipping Vol 13	€	8.200	
	Associate members (non-profit) (6)	€	1.500		Editorial office	€	-	
	Associate members (commercial) (1)	€	3.000		Interest Loan 2012&2013	€	-	
	Subscriptions (libraries) (9)	€	3.768					
				€ 8.493	<b>Prepayments</b>			
					Library subscriptions (11 via EBSCO)	€	4.400	
					Full members	€	-	
					Student members	€	-	
<b>Accounts Receivable Tax return</b>							€ 4.400	
	Tax return 2011	€	886					
	Tax return 2012	€	457					
	Tax return 2013	€	401					
	Tax return 2014	€	908					
				€ 2.652				
<b>Total Assets</b>				<b>€ 59.852</b>	<b>Total Liabilities &amp; owner's equity</b>		<b>€ 59.852</b>	



## Appendix 1c Profit and Loss Account 2014

Profit and Loss Account 2014							
<b>Expenses and Costs</b>				<b>Revenues</b>			
<b>Expenses GERONTECHNOLOGY journal volume 12</b>				<b>Membership (invoices)</b>			
	1100	Lay-Out and type setting Volume 12	€ 5.256		Student member (27)	€ 674	
	1200	Printing and Shipping Volume 12	€ 9.125		Full members (50)	€ 4.991	
	1300	Editorial Officer Volume 12	€ 508		Officers and honorary members	€ -	
				€ 14.888	Associate non-profit members (3)	€ 1.500	
<b>Costs Organization</b>					Associate commercial members (1)	€ 3.000	
	Financial				Others Membership	€ 100	
	2110	Banking costs	€ 143				€ 10.265
	2120	Subscription Ogone	€ 450		<b>Subscriptions volume 13 (2014)</b>		
	2130	Accountant	€ -		Open Access fee	€ 800	
	2140	Others Financial	€ -		Library subscriptions (unlimited(32))	€ 13.136	
	Society		€ -		Colour Illustrations GT	€ 500	€ 14.436
	2210	Chamber of Commerce	€ -				
	2220	Others	€ -		<b>Tax return</b>		
	ICT		€ -				
	2310	Subscription Website	€ 482			2014	€ 908
	2320	Computer accessoires	€ -				€ 908
	2330	CrossRef membership + fees	€ 426		<b>Activities</b>		
	2340	Others ICT Costs	€ -		Conference ISG*ISARC 2012	€ 20.000	
	2400	Others Costs Organisation	€ -	€ 1.501			€ 20.000
<b>Loan</b>							
		Interest loan 2014	€ 344				
				€ 344	<b>Cashing creditors 2013</b>		
<b>Others</b>							
		Taxes 2012 (VAT ISG 2012)	€ 4.733	€ 4.733	Library subscription (1)	€ 377	
					Associate non-profit member (2)	€ 500	€ 877
<b>Writing of debtors</b>					<b>Subscriptions volume 14 (2015)</b>		
		Student memberships (4)	€ 100		Prepayments libraries 2015	€ 4.400	
		Memberships	€ -				€ 4.400
		Subscriptions (unpaid libraries (4))	€ 1.600				
		Associate members (8)	€ 2.000				
		Associate members (commercial(1))	€ 1.500	€ 5.200			
<b>Total Expenses and Costs</b>				€ 26.667	<b>Total Income</b>		
							€ 50.009
<b>PROFIT</b>				€ 23.342			