



Financial Report as of 28 February 2021

About

XRUK is a movement without legal form. [Compassionate Revolution Limited](#) (CRL) is a not-for-profit and wholly owned subsidiary of [Climate Emergency Action Ltd](#) (a company limited by guarantee) and acts as a service company to parts of the movement. The following is a brief report by the CR Finance Team and attempts to summarise some key metrics to support XRUK's decision making.

Cash Balances

CRL holds bank accounts on behalf of XRUK including balances held for specific purposes and/or on behalf of discrete groups within XRUK. As of 28 February, the total balances were as follows:

Group/Type	Description	Balance Held
XRUK Unrestricted	<i>The top figure is the exact unrestricted balance in the accounts at month end.</i>	£289,660
	Specific Reserves ** General Reserves ***	(£182,000) (£80,000)
	<i>The bottom figure is the starting point for budget planning and cashflow forecasting</i>	£27,660
XRUK Restricted	<i>This balance is restricted in how it can be spent. Funds may need to simply be spent on Charity Commission compliant expenditure or donated to a specific project or team</i>	£33,340
TOTAL		£60,000
XR Internationalist Solidarity Network	<i>From Dec2018 to Mar2020 XRUK allocated 20% of crowdfunder revenues to XRISN supporting non-XR climate activism in the Global South and outreach to racially marginalised communities in the UK. Suspended on 1Mar20, XRUK has allocated £25,000 for 4Q 2020 and agreed a new arrangement for 2021 = 12.5% of unrestricted (Min £60k/Max £120k.</i>	£50,974

** **Specific Reserves:** CRL accounts on a cash basis and hence there will be a lag effect (i.e. budget allocated but not yet claimed and/or paid). Finance makes a reserve for large committed (but yet spent) items and also includes a provision in this adjustment figure for uncertainties (e.g. an estimate for rates due on our London office and warehouse to the London Borough of Hackney, a provision for corporation tax etc.)

*** **General Reserves:** On 30 October 2020 XRUK's Interim Budget Group agreed a Finance proposal to make a general reserve against regular monthly expenditures equivalent to 3x monthly costs (and 1x for Volunteer Living Expenses which are not guaranteed).

Income

XRUK's income in February dropped to £35,245 (down 53% from January which was boosted a c£20k restricted donation from an individual). **This represents XRUK's lowest monthly revenue since Jan 2019.**

This result is almost certainly due to an absence of larger one-off direct donations from individuals but there is also a suggestion of some cancellation of smaller regular donations (possibly post-Christmas and due to economic hardship caused by COVID). Finance recommends the movement maintains its £40k/month income assumption, at least for the next 1-2 months.





Expenditure

Expenditure increased to £61,321 due to timing of certain payments (warehouse costs paid quarterly and some VLE payments for January which weren't paid until February (we account on a cash basis). These figures include expenditure of restricted funds for specific projects (e.g. System Realignment Project).

Types of expenditure are shown in the table below:

Type of spending	Sep2020	Oct2020	Nov2020	Dec2020	Jan2021	Feb2021	Totals
Materials, travel, service providers	46,993	28,433	16,027	13,142	9,808	10,805	125,209
People costs (e.g. VLE)	4,512	11,542	22,374	32,459	21,624	26,874	119,386
Office and Warehouse Costs	11,113	11,756	20,000	6,567	9,772	22,486	81,693
Fundraising Costs	10,142	0	0	0	0	0	10,142
Administrative, accounting etc.	723	1,963	7,050	1,295	1,071	1,156	13,258
Totals	73,483	53,694	65,451	53,463	42,275	61,321	349,688

Cashflow Forecast

For the first time this month we show the projected end of month unrestricted cash balance available to the movement until end April based on our:

- Current unrestricted cash position;
- Assumption of £40,000 per month for March and April; and
- Current XRUK budget allocations.

XRUK Cashflow Forecast	Jan 2021	Feb 2021	Mar 2021	Apr 2021
Balance Brought Forward	£37,259	£38,529	£27,660	£19,810
Income minus Expenditure	£1,270	(£10,869)	(£7,850)	(£7,850)
Balance Carried Forward	£38,529	£27,660	£19,810	£11,960

The table above simply shows that there is little room for manoeuvre as current budgetary decisions for March and April are £7,850 in excess of our monthly income assumption.

Unless additional income is received, the movement will have just £11,960 (after reserves) as we enter May 2021. The Integrated Budget Group (IBG) is currently consulting on a new budget for the movement from May 2021.

Further resources

- Compassionate Revolution [website](#) for previous monthly reports, XRUK financial transparency etc.