

IALA COUNCIL 3rd session



**8-12 December 2025
Mumbai, India**

9 – FINANCE AND AUDIT GROUP REPORT

9.1 – Budget statement as of 31 October 2025

INTRODUCTION

The association's accounts were closed on 31 July 2025. The budget presented in Annex 9.1.1 therefore includes:

- The Association's figures for the period from 1 January to 31 July 2025;
- The IGO's figures for the period from 1 August 2025 to 31 October 2025;
- A forecast for November-December 2025.

The overall budget remains within the limits of the budget approved by the General Assembly in February 2025 in Singapore.

FINANCIAL IMPACTS OF THE CHANGE OF STATUS ON THE 2025 BUDGET

Rules for pro rata calculations:

The salaries, social security contributions and other taxes (such as the property tax and office tax) were prorated in accordance with the date of transfer of personnel, which took place on 31 March 2025. They were prorated at 3/12ths for the association and 9/12ths for the IGO.

Other items were calculated at 7/12ths for the Association and 5/12ths for the IGO in order to align with the transfer of bank accounts made by Société Générale at the end of May 2025. This concerns the bank interests but also the depreciation allowances for fixed assets.

Provisions:

The provision for retirement created in the accounts pursuant to Collective Agreement was cancelled for €193K.

The provision for termination indemnity was reversed for the Secretary-General, who is no longer eligible for it within the IGO. This reversal of provision has not been anticipated in the budget.

The provision for holiday pay and for termination indemnity for other staff members were maintained and transferred to the Organization.

The provision of K€177 concerning a dispute with a printing company has been transferred to the Organization, as the case is subject to appeal procedure.

Finally, a provision for depreciation of assets in the Association was cancelled as no longer appropriate.

BUDGET EXECUTION

As of 31 October 2025, total operating income is 3,3 million euros out of 3,4 million euros budgeted (98%) mainly due to a higher than expected collection of contributions (91% in total at the end of October).

Total operating expenses account for 2.3 million euros out of 3,5 million euros budgeted (66%). Certain eligible expenses are recorded at their gross amount, as the Organization can now claim back VAT paid on French invoices.

Personnel costs include expenses related to the recruitment of a Legal Advisor and Document Controller in October. The recruitment of an administrative staff member has been postponed until 2026.

It is anticipated that the profit and loss account would be positive in 2025. Any budget surplus will be allocated to reserves for the relocation project to the new headquarters.

THE COUNCIL IS INVITED TO

Note the budget statement as of 31 October 2025.