



9 – FINANCE AND AUDIT COMMITTEE REPORT

9.4 – Three-year outline budget 2025-2027

Revised document

INTRODUCTION

The outline budget 2025-2026-2027 is presented at Annex 9.3.1 only for consideration by the Council.

In accordance with Article 7.7 (g) of the Convention, it is up to the General Assembly to approve the financial arrangements of the Organization, including the outline budget for the three years and the rate of contributions for Member States and fees for Associate Members and Affiliate Members.

PROJECTIONS

The outline budget is based on the following assumptions:

- From 2026, the contribution of Member States should be different from that of Associate Members, who do not enjoy the same rights. The number of members is also expected to increase by 1-2% over the period.
- No Symposium is scheduled in 2025. The 21st IALA Conference is planned in India in 2027.
- The recruitment of a Facility Manager in charge of keeping the new HQ properly maintained is anticipated in the budget from 2026.
- The expenses are presented for their gross amounts excluding VAT. In accordance with the Host agreement, the VAT (20%) paid by the Organization for purchases over €150 will be refunded by the French Government.
- Most budget items increase in proportion with inflation (+3%).
- A new budget line called 'Contingency' has been created in case of unforeseen costs linked to the change of status or the relocation of IALA's headquarters.

RELOCATION PROJECT

After investigating different projects in Paris, Nice and Saint Germain en Laye, it has been decided that IALA will move to the building opposite the current IALA headquarters on rue des Gaudines, in Saint Germain en Laye. The move to the new premises will take place mid-2026. The construction of a 400 m2 plenary room next to the building is scheduled for the end of 2027.

The total purchase cost of the building and the plenary room is 4.4 million euros.

According to the financial arrangements already agreed, the government shall contribute 2.4 million euros and IALA shall contribute 2 million euros (1.5 million euros from the sale of the existing headquarters and the remainder from the reserves that have been set aside in the balance sheet for this purpose for several years).

In total, 4.4 million euros will be paid out over a period from 2025 to 2028.

The city of Saint Germain en laye and the Ministry for Europe and Foreign Affairs have also indicated that they will participate with 500,000 euros in total for the purchase of equipment for the new HQ.

Moving expenses, property taxes and increased running costs (electricity, maintenance, etc.) are part of the normal operating budget from 2026 when IALA is due to move.

The 2025 budget is not affected as IALA will remain in the current building.

THE COUNCIL IS INVITED TO

Agree on the three-year outline budget 2025-2027.