



9 – FINANCE AND AUDIT COMMITTEE REPORT

9.3 – Revised budget for 2021

Note by the Secretariat

1. REVENUE

The revised budget of income is presented in Annex 9.3.1 and amounts €2,767,722.

The budget adjustments are as follows:

- The budget for 2021 contributions remains the same as it is already based on a targeted and realistic collection rate of 85%.
- The budget for overdue contributions represents 85% of the remaining debts. This increase takes into account the positive impact of the change of status project on the payment of contributions, noticed during the first quarter 2021.
- The budget for workshops is revised downward due to the postponement of IALA events. Only the Workshop on Cybersecurity is maintained virtually in association with Canada with at least 80 persons expected.

In total, the variation in income is +12%.

2. EXPENDITURE

Some adjustments are made to the budget of expenditure, as follows:

- +11% increase in the personnel costs related to:
 - the recruitment of a new communication consultant in April 2021; and
 - the settlement of accounts related to the retirement of one senior staff member in December 2021 (originally planned in June 2021). These charges are compensated by the decrease of related provisions.
- The contingency budget is also readjusted to take into consideration the legal assistance provided by the newly appointed legal firm Carlara regarding the change of status project.
- Concerning investment costs, with a view to organizing hybrid meetings in the future, major investments are planned in 2021. In particular, these include the replacement of the existing Wi-Fi system, the equipping of headquarters meeting rooms with videoconferencing systems and improvement of the IALA website. These purchases will be depreciated over a maximum period of five years and will impact the depreciation line in the other operating Expenses (+19%).

The total impact of these changes amounts to €75,864 (+12% in income and +10% in expenditure).

3. THE COUNCIL IS INVITED TO

Approve the revised budget for 2021.