

9 – FINANCE AND AUDIT COMMITTEE REPORT***9.1 – 2022 Audited Financial Statements***

Note by the Secretariat

1. STATUTORY AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS

The 2022 Financial Statements have been prepared by the French chartered accountant KPMG and audited by RSM Paris. The statements are presented in annex 9.1.1.

The consolidated overall result reported in the Income statement is €262,196. This result is appropriated in full to the Capital and Reserves under the “Not-for-profit permanent Funds” with a view to anticipating expenses related to the change of status.

At closing, available liquid funds totalled €4,5 million. Investments on guaranteed capital funds are planned in 2023 for about 85% of these reserves to take advantage of the rising interest rates context and considering that these assets will remain available at all times.

2. EXECUTION OF THE 2022 BUDGET

- **Expenses**

The 2022 financial year was marked by an upturn in activity in the second half of the year after two years of health crisis due to the Covid pandemic. This resumption of activity led to an increase in a number of expense items, and in particular mission costs. In total, 90% of the expenditure budget was used.

- **Revenues**

IALA has attracted new members in 2022 (+5%), which resulted in a very satisfactory collection rate of dues (99% of the budget for the 2022 contributions was paid).

The Organization also received €1.059K in voluntary contributions for the execution of the World-Wide Academy's activities. At the end of December 2022, the result of the Academy is neutralized (equal to zero) since sponsorships are expected to be used in full during the year. When there are surpluses, they are allocated to their dedicated funds for future use.

In total, 90% of the budgeted income was received.



A simplified 2022 Income Statement is presented below:

2022 INCOME STATEMENT	Budget approved by C75	IALA	%	WWA	Consolidated IALA+WWA
Operating income					
Membership contributions for 2022	2 241 216	2 228 966	99%	0	2 228 966
Contributions in arrear	502 200	233 905	47%	0	233 905
Other income	233 049	209 351	90%	1 094 026	1 303 378
Total	2 976 465	2 672 222	90%	1 094 026	3 766 248
Operating expenses					
Personnel costs	1 588 000	1 500 369	94%	564 310	2 064 678
Operating costs	1 073 501	926 333	86%	485 933	1 412 266
Investment costs	54 000	18 954	35%	38 939	57 892
Total	2 715 501	2 445 656	90%	1 089 181	3 534 837
Operating result (from budget)	260 964	226 566		4 845	231 410
Financial result	13 000	19 635	151%	(4 845)	14 790
Exceptional result	1 589	18 746	1180%	0	18 746
Income tax	2 400	2 751	115%	0	2 751
Total income	3 023 054	2 725 783	90%	1 094 029	3 819 811
Total expenses	2 749 901	2 463 587	90%	1 094 028	3 557 615
Benefit or (loss)	273 153	262 196		0	262 196

3. THE COUNCIL IS INVITED TO

Note the 2022 Audited Financial Statements.