

**IALA COUNCIL**  
**73rd session**



**8-9-10 June 2021**  
**Video Conference**

**9 – FINANCE AND AUDIT COMMITTEE REPORT**

***9.1 – 2020 Audited Financial Statements***

Note by the Secretariat

**1. STATUTORY AUDITOR'S REPORT ON THE FINANCIAL STATEMENTS**

The audited Financial Statements are presented in annex 9.1.1.

The pandemic and the resulting internal reorganisation (including the introduction of teleworking) did not affect the continuity of the activity of the Association. IALA closed its financial year with a net consolidated surplus of €254,363.

The auditor recommends allocating part of the result each year, to a dedicated Reserve in order to anticipate the expected expenses in 2023 related to the IALA Conference (including the IMC evening). This "Reserve for associative project" will replace the provision previously created in the accounts. It is proposed to allocate €150,000 to this Reserve in 2021, from the 2020 budget surplus. This allocation of profit is subject to Council approval.

	<b>31/12/2019</b>	<b>31/12/2020</b>
Net result of the year	€ 180 146	€ 254 363
Allocation to the Reserve for associative project	€ 0	€ 150 000
<b>Net result after Conference impact</b>	<b>€ 180 146</b>	<b>€ 104 363</b>

**2. EXECUTION OF THE 2020 BUDGET**

Regarding the 2020 budget approved by Council 71, 93% of the income was received while expenditure levels were lower than expected (with 93% of the total budget used), primarily because of the pandemic and reduced travel. The revised budget allowed IALA to recruit a new Spanish Technical Officer in April 2020 and to invest in staff training and video-conferencing equipment to meet the demands for greater participation in virtual committees.

At the end of December 2020, IALA recorded a budgetary surplus of €174,663.

**3. WORLD-WIDE ACADEMY**

In 2020, the agreed Master Plan could not be executed as originally planned. Unused sponsorships received from IFAN, South Korea, Malaysia, Singapore, France and IMO constitute reserves to be carried forward to 2021 for future use.



	WWA/IFAN	South Korea	Malaysia	Singapore	IMO	Total
<b>Total REVENUE</b>	<b>745 629</b>	<b>115 114</b>	<b>100 000</b>	<b>66 331</b>	<b>6 500</b>	<b>1 033 574</b>
Education and Training	26 601	97 597	29 034	29 012	939	183 183
Capacity Building	73 806	-	54 070	36 296	4 081	168 253
Research & development	2 904	17 098	12 780	-	-	32 782
Other Academy related	103 657	-	-	-	-	103 657
Permanent staff's costs	196 427	-	-	-	-	196 427
<b>Total EXPENSES</b>	<b>403 395</b>	<b>114 695</b>	<b>95 883</b>	<b>65 308</b>	<b>5 021</b>	<b>684 301</b>
<b>Income against Expenditure</b>	<b>342 234</b>	<b>419</b>	<b>4 117</b>	<b>1 023</b>	<b>1 479</b>	<b>349 273</b>
<b>Reserve from previous year</b>	<b>269 983</b>	<b>0</b>	<b>2 090</b>	<b>0</b>	<b>0</b>	<b>272 073</b>
<b>Total available</b>	<b>612 218</b>	<b>419</b>	<b>6 206</b>	<b>1 023</b>	<b>1 479</b>	<b>621 346</b>

The detailed statutory report on the Financial Statements (including consolidated statements and explicatory notes on provisions, depreciations etc.) is available on the IALA website.

#### 4. THE COUNCIL IS INVITED TO

Note the Financial Statements and approve the allocation of profit of €150,000 to the Reserve for associative project.