



Agenda item 7:

Report on the 2017–2021 financial period

16th International Conference on Legal Metrology

Item 7

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The available externally audited accounts for the financial period are provided in the Addendum for Agenda Item 9 of the 16th Conference.

Selected noteworthy points from this period include the following:

- 1) As a result of the COVID-19 global pandemic, the latter years of the 2017–2021 financial period were characterised by a number of financial uncertainties.
- 2) There was a reduction in operational expenditure to improve the budget “bottom line” situation. This saw:
 - a. Non-salary expenditure (excluding depreciation and uncollected funds) reduced by €222 274 (49.46 %) in 2020 compared to 2019 and by €497 883 (68.68 %) compared to 2018. Actual non-salary expenditure (excluding depreciation and uncollected funds) was:

2017:	€611 122
2018:	€725 128
2019:	€449 419
2020:	€227 145
 - b. Total non-salary expenditure reduced by €277 981 (40.66 %) in 2020 compared to 2019 and by €633 422 (60.95 %) compared to 2018. Actual total non-salary expenditure was:

2017:	€837 847
2018:	€1 039 179
2019:	€683 738
2020:	€405 757
- 3) Significant work was carried out to prepare a sustainable and future-orientated budget for the 2022–2025 financial period, as well as an indicative budget for the 2026–2029 financial period.
- 4) The sustainable evolution of the Organisation was modelled through to 2030.
- 5) An internal review, due diligence, and integrity exercises were performed.
- 6) The BIML engaged proactively with economies to facilitate their membership of the Organisation and to transition existing Corresponding Members to becoming Member States of the Organisation.
- 7) New internal procurement guidelines were developed and implemented for the Organisation in order to assist in reducing operational expenditure and to achieve optimal results for the Organisation.
- 8) BIML staff and contractor costs were reduced.



- 9) The contractual commitments associated with the operation of the OIML's premises were reduced.
- 10) The BIML has innovated by moving to increasingly use its own internal expertise instead of hiring external contractors to respond to the demands regarding the CIML Meeting, Conference and technical work programs.
- 11) The BIML underwent a review of salary costs for the previous 10 years.
- 12) A significant move was made towards implementing a digital communication strategy in order to reduce costs and increase awareness, while reducing the impact on the environment.
- 13) An early-stage high-risk debt identification and management procedure was developed and implemented.
- 14) Technology was optimised in order to reduce the number of face-to-face interactions and associated expenditure, and to counter the potentially negative effects of the pandemic by allowing the BIML to continue to function efficiently.
- 15) A detailed analysis of Member payment history was produced to use as a basis to develop a draft organisational reserve policy.
- 16) Capital expenditure requirements were reviewed and refocussed on essential capital purchases.
- 17) The 2020 budget was continued in 2021 as a result of the COVID-19 pandemic and the delay of the 16th Conference, which had as a consequence that the 2021 budget is not indexed, nor is it reflective of additional known charges and cost increases.
- 18) New and additional state taxes became due on certain aspects of the operations of the Organisation during the current financial period.

OIML Budget Summaries (2017-2020)

INCOME	2017	2017	2018	2018	2019	2019	2020	2020	2020
	Voted	Actual	Voted	Actual	Voted	Actual	Voted	Actual	Actual vs Voted
Member State contributions	2 016 000	2 016 000	2 044 000	2 044 000	2 044 000	2 030 000	2 044 000	2 030 000	-14 000
Corresponding Member fees	91 000	92 400	91 000	91 000	91 000	88 200	91 000	88 200	-2 800
Certificate fees	77 000	107 100	77 000	78 750	80 500	78 050	80 500	75 600	-4 900
Translation Center	0	0	0	0		0			0
Financial income	8 000	3 713	8 500	-5 070	8 500	8 260	9 000	-7 755	-16 755
Other income		98		53		10 686		55 177	55 177
TOTAL INCOME	2 192 000	2 219 311	2 220 500	2 208 733	2 224 000	2 215 196	2 224 500	2 241 222	16 722

CHARGES	2017	2017	2018	2018	2019	2019	2020	2020	2020
	Voted	Actual	Voted	Actual	Voted	Actual	Voted	Actual	Actual vs Voted
Active Staff less OIML-CS costs	1 297 715	1 213 699	1 308 289	1 352 171	1 313 868	1 406 676	1 343 220	1 396 420	-53 200
OIML-CS Staff costs	64 400	116 291	71 000	144 794	74 900	114 122	77 000	119 593	-42 593
Active Staff (TOTAL)	1 362 115	1 329 990	1 379 289	1 496 965	1 388 768	1 520 798	1 420 220	1 516 013	-95 793
Pension System	111 872	95 963	114 110	80 645	116 392	67 083	118 720	67 624	51 096
TOTAL STAFF COSTS	1 473 987	1 425 953	1 493 399	1 577 610	1 505 160	1 587 881	1 538 940	1 583 637	-44 697

Running costs less OIML-CS costs	72 868	93 024	74 326	75 505	75 812	74 330	77 328	52 716	24 612
OIML-CS Running costs	2 351	2 875	2 398	8 389	2 446	6 075	2 494	4 308	-1 814
Running costs (TOTAL)	75 219	95 899	76 723	83 894	78 258	80 405	79 822	57 024	22 798

Administrative costs	71 614	78 827	72 854	82 492	74 116	75 272	75 400	33 661	41 739
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Communication Costs less OIML-CS costs	59 957	64 583	60 873	67 985	61 804	44 714	62 750	50 525	12 225
OIML-CS Communication costs	1 934	1 997	1 964	7 554	1 994	3 655	2 024	4 129	-2 105
Communication costs (TOTAL)	61 891	66 580	62 837	75 539	63 798	48 369	64 774	54 654	10 120

CIML Meeting	106 050	109 614	112 980	179 795	108 182	96 172	129 263	21 061	108 202
OIML-CS Seminar	5 782	6 059			5 957		6 047		6 047
Meetings Costs – CIML plus Seminar (TOTAL)	111 832	115 673	112 980	179 795	114 139	96 172	135 310	21 061	114 249

T & A Costs less OIML-CS costs	91 593	95 654	93 465	93 938	95 374	69 096	97 322	16 596	80 726
OIML-CS T & A costs	2 000	10 785	2 000	8 740	2 000	7 493	2 000	107	1 893
Travel & Accommodation costs – BIML (TOTAL)	93 593	106 439	95 465	102 678	97 374	76 589	99 322	16 703	82 619

Miscellaneous costs	20 813	36 950	21 061	29 762	21 312	60 506	21 567	43 712	-22 145
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Search for Assistant Director	40 000	6 332	15 000						0
Search for Director			40 000	30 703	30 000				0

Special Fund for CEEMS	35 000	40 539	35 000	20 266	35 000	23 150	35 000		35 000
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Training for Technical Work	100 000	63 882	75 000	119 999	75 000	12 105		331	-331
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Depreciation	186 750	226 725	190 500	255 351	189 250	244 119	155 500	196 812	-41 312
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Provision for uncollected funds	14 000	0	14 000	58 700	14 000	-9 800	14 000	-18 200	32 200
Provision for retirement									0

TOTAL OTHER COSTS	810 712	837 846	811 420	1 039 179	792 247	706 888	680 695	405 758	274 937
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TOTAL CHARGES	2 284 700	2 263 799	2 304 819	2 616 789	2 297 407	2 294 770	2 219 635	1 989 395	230 240
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RESULT	2017	2017	2018	2018	2019	2019	2020	2020	2020
	Voted	Actual	Voted	Actual	Voted	Actual	Voted	Actual	Actual vs Voted
Surplus/deficit	-92 700	-44 488	-84 319	-408 056	-73 407	-79 574	4 865	251 827	246 962
Number of base contributory shares	144	144	146	146	146	145	146	145	-1

Cumulative surplus/deficit (2017 to 2020):
Voted: -245 561
Actual: -280 291