

**Report to the 28<sup>th</sup> General Assembly  
FIG Working Week in Cairo, April 2005**

**Financial Report  
Accounts 2004 and Budgets 2005 and 2006**

**1. Financial situation at the end of 2004**

Based on the decision of the General Assembly in Paris in April 2003 the official currency of FIG has been Euro from 1 January 2004. Thus all information in the report is presented in Euro (in addition to Danish crone, DKK).

At the end of 2004 FIG has a financial reserve of € 302,720 compared to € 298,007 in 2003, which is good compared to the situation some years ago. The total reserve is about the level of one year's expenditure, which has been the minimum goal of the Council. In the strategic plan of the current Council the goal is to collect a financial reserve which covers expenditure for 1.5 years. The budgets for 2005 and 2006 are expected make some surplus but there are some uncertainties at the moment especially concerning income from events. The total assets at the end of 2004 were € 372,471 compared to € 353,673 in 2003. The equity has increased by € 39,292 which is almost 15 per cent compared to 2003.

Even though the current financial situation can be considered reasonably good there are some observations to be made. First of all we continuously have quite a lot of membership fees in arrears. This amount was at the end of 2004 € 48,475 in total, which is slightly more than in 2003, when these were € 47,073. The amount is about 16 per cent of the annual membership fees. Fortunately most of these arrears will be paid during the next years, but they have a negative impact on the cash flow (see the difference between the financial reserve and the equity).

Secondly, there has been a very positive development in the membership of FIG. We have got new member associations, academic members and corporate members. The new member associations are for obvious reasons quite small as most big countries and large surveying associations are already members of FIG. Some of the old member associations have merged with other national associations to bigger units would increase the membership dues in the next years.

2004 was the second year when the member associations from the poorest countries got a 50 per cent discount on their membership fees. This has helped some member associations from developing countries to continue their membership.

Third concern is the risk that FIG – like other international associations – is linked to the changes in exchange rates. This risk has become smaller after the official currency was changed to Euro. However still in 2004 FIG lost totally about € 3,720 because of the weakening US dollar. The result also includes also provisions of bad debts (€ 6,760) which is

remarkably less than in 2003. In the future the amount of bad debts should decrease further after the actions prepared by the Council to get the fees paid in time.

I would like to record the thanks of FIG to our Danish member association DdL for their continuous support to the permanent office. After the support from KMS ended at the end of 2003 FIG needed to start to generate new income. I am happy to report that the FIG office has managed to get more income from organising events. This is the main reason for the surplus made in 2004. This includes income from the FIG working Week in Athens, Regional Conference in Jakarta and three international workshops and symposia. The same development is expected to continue in 2005 and 2006.

As mentioned already in my reports of 2003-2004, the final concern is about the income basis. At the moment FIG is too dependent on the income from membership dues. To secure the finances of the Federation FIG absolutely needs to broaden its income basis. In the first stage this means bigger involvement in organising FIG events, first and foremost income from the work provided by FIG, but FIG also needs to take more responsibility in organising the events. In the future this will have an impact on the office staff and we need to consider the resources of the office in the future. At the moment the fees that FIG is charging for its support in organising events do not cover the costs of work to these events. A project-based accounting system will be established during 2005 to allow better follow-up of the success of individual projects.

#### **Accounts 2004**

The operational result from 2004 is showing a surplus of € 39,057 compared to € 46,418 in 2003. This includes increased income from external projects (Working Week 2004 and Regional Conference in Jakarta, UN/FIG/PC IDEA Forum and two commission 6 events).

#### **Budget 2005**

The revised budget for 2005 shows a surplus of € 27,600. The main reason for this is increase in the income from external projects including the Working Week and Regional Conference. In the income there is slight increase in the membership subscriptions based on new members.

#### **Budget 2006**

The budget 2006 shows a surplus of € 28,300. The surplus is very much depending on the income from FIG events, which are at the moment the FIG Congress 2006 and the Regional Conference in Ghana. Because the income from the FIG Congress 2006 is open in the budget figures from budget 2005 have been used.

Dr.-Ing. Ralf Schroth  
Vice President

February 2005

## FIG ACCOUNTS FOR 2004

	<b>Result 2004 Euro</b>	<b>Budget 2004 Euro GA 2004</b>	<b>Result 2003 Euro</b>	<b>Result 2002 Euro</b>
<b>INCOME</b>				
<b>Subscriptions</b>				
Member associations <sup>1)</sup>	218,683	219,000	212,153	216,197
Affiliates <sup>2)</sup>	4,683	4,000	3,152	3,369
Corporate members <sup>3)</sup>	74,799	74,500	69,357	47,766
Academic members <sup>4)</sup>	12,979	13,500	11,346	9,484
<b>Total</b>	<b>311,144</b>	<b>311,000</b>	<b>296,008</b>	<b>276,815</b>
<b>Other income:</b>				
Advertising	0	1,000	0	1,034
Sale of publications	35	1,000	1,034	857
Interest income	8,038	9,500	6,364	1,274
External projects <sup>5)</sup>	47,733	72,000	65,899	27,780
Various <sup>6)</sup>	7,622	0	42,785	39,293
<b>Total Income</b>	<b>374,572</b>	<b>394,500</b>	<b>412,090</b>	<b>347,053</b>
<b>EXPENDITURE</b>				
Administration, FIG Office and Council <sup>7)</sup>	98,309	96,000	134,554	69,398
Council Meetings	23,270	30,200	29,414	21,778
FIG Meetings <sup>8)</sup>	56,639	52,900	46,781	40,543
Member support <sup>9)</sup>	32,469	31,400	28,102	40,449
Commission activity <sup>11)</sup>	43,238	58,800	41,403	37,891
Promotion <sup>12)</sup>	28,483	26,200	33,143	27,443
External Projects	53,107	71,400	52,275	27,508
<b>Total expenditure</b>	<b>335,515</b>	<b>366,900</b>	<b>365,672</b>	<b>265,010</b>
<b>Result for the year</b>	<b>39,057</b>	<b>27,600</b>	<b>46,418</b>	<b>82,043</b>

Notes:

- 1) The income from member associations in 2004 is very close to the budgeted. The following new associations have joined: Ordre des Géomètres-Experts Fonciers (Algeria), Association Nationale des Ingenieurs Géomètres-Experts Tunisiens (ANIGET), Unión Nacional de Arquitectos e Ingenieros de la Construcción de Cuba (UNAICC) and Ordre des Géomètres du Togo. The three associations has a total of 700 individual members which is less than the budgeted 1,000.
- 2) The income from affiliate members in 2004 is higher than budgeted because four new members have joined instead of the budgeted 2: The four new members are Ministry of Municipal and Rural Affairs, (The Kingdom of Saudi Arabia), Patrimonial Documentation Administration (Belgium), Földmérési és Távérzékelési Intézet (FÖMI) (Hungary) and Sistema Nacional Integrado de Información Catastral Predial - SINICAP / Consejo Nacional de Catastro - CNC (Peru)
- 3) Five new corporate members joined during 2004: Eimar Arabia Real Estate Development Co. Ltd. joined as a Bronze level member, GEO:connexion Ltd, International Land Systems (ILS), Inc., USA and LKN Earth Research & Consulting, Georgia have joined as Basic level members and SEPRET (Société des Etudes de Projets et Réalisation des Travaux, S.A.R.L.), Morocco joined as a Regional level member. The existing member Institut Cartogràfic de Catalunya upgraded from Regional to Basic level.
- 4) Ten new academic members joined FIG in 2004.
- 5) External projects include remaining compensation from the work FIG provided for WW2004 and 3rd Regional Conference in Jakarta. In addition it includes income from the work FIG has provided in connection with the commission conferences: 1st International Symposium on Engineering Surveys for Construction Works and Structural Engineering, Nottingham (UK), 28 June – 1 July and INGENEO 2004 and FIG Regional Central and Eastern European Conference on Engineering Surveying - Bratislava, Slovakia, November 11-13, Finally it also includes income from UN, FIG and PC IDEA Special Forum - The Development of Land Information Policies in the Americas - Aguascalientes, Mexico, 26-27 October. The project income is the net income for FIG, and not as previously the total income including supplier costs to be deducted.
- 6) Various include a reserve set aside to produce the Annual Review 2002-2004. As the information from the previous years will be included in the Annual Review of 2005, the amount has been entered as income.
- 7) Administration includes part of wages, most of the office expenses such as accounting, telephone, insurance, supplies, banking costs etc. Two large items are provisions of bad debts and losses on exchange rates because of the weak US dollar rate.
- 8) FIG meetings include costs of the General Assembly and administrative costs directly linked to the General Assembly and the Regional Conference.
- 9) Expenditure for member support includes assistance to member associations, visits to member associations and project costs directly related to members. It also includes most of the up-date costs of the website.

- 10) Commission grants, ACCO meetings and support to commission projects.
- 11) Promotion includes costs occurred in promoting FIG at the UN and international meetings and promotion to get new members. This includes events like 2<sup>nd</sup> World Urban Forum organised by UN-Habitat in Barcelona, Spain, World Habitat Day 2004 in Nairobi and Geneva – Inter-Regional Conference on Urban-Rural Linkages, and the 12<sup>th</sup> International Congress of the International Society for Mine Surveying (ISM), in China.
- 12) Expenditure for external projects includes FIG Office assistance to the Local Organizing Committees of WW2004 and the Regional Conference in Jakarta. It also includes external expenditure directly related to the projects, i.e. production and printing of CD-ROMS and flyers. Besides costs for site visits to events which took place in 2004.

## FIG BUDGET FOR 2005

	<b>Budget 2005 Euro</b>	<b>Budget 2005 Euro</b>	<b>Result 2004 Euro</b>	<b>Result 2003 Euro</b>	<b>Result 2002 Euro</b>
	General Assembly 2005	General Assembly 2004			
<b>INCOME</b>					
<b>Subscriptions</b>					
Member associations <sup>1)</sup>	245,000	219,000	218,683	212,153	216,197
Affiliates <sup>2)</sup>	4,800	4,000	4,683	3,152	3,369
Corporate members <sup>3)</sup>	75,000	74,500	74,799	69,357	47,766
Academic members <sup>4)</sup>	14,400	13,500	12,979	11,346	9,484
<b>Total</b>	<b>339,200</b>	<b>311,000</b>	<b>311,144</b>	<b>296,008</b>	<b>276,815</b>
<b>Other income:</b>					
Advertising	1,000	1,000	0	0	1,034
Sale of publications	1,000	1,000	35	1,034	857
Interest income	10,000	9,500	8,038	6,364	1,274
External projects <sup>5)</sup>	47,700	72,000	47,733	65,899	27,780
Various	0	0	7,622	42,785	39,293
<b>Total Income</b>	<b>398,900</b>	<b>394,500</b>	<b>374,572</b>	<b>412,090</b>	<b>347,053</b>
<b>EXPENDITURE</b>					
Administration, FIG Office and Council <sup>6)</sup>	99,500	96,000	98,309	135,554	69,398
Council Meetings	29,500	30,200	23,270	29,414	21,778
FIG Meetings <sup>7)</sup>	54,000	52,900	56,639	46,781	40,543
Member support <sup>8)</sup>	48,000	31,400	32,469	28,102	40,449
Commission activity <sup>9)</sup>	62,000	58,800	43,238	41,403	37,891
Promotion <sup>10)</sup>	33,000	26,200	28,483	33,143	27,443
External Projects <sup>11)</sup>	47,500	71,400	53,107	52,275	27,508
<b>Total expenditure</b>	<b>373,500</b>	<b>366,900</b>	<b>335,515</b>	<b>365,672</b>	<b>265,010</b>
<b>Result for the year</b>	<b>25,400</b>	<b>27,600</b>	<b>39,057</b>	<b>46,418</b>	<b>82,043</b>

## NOTES TO FIG BUDGET FOR 2005

1. The income from member associations in 2005 is based on the membership changes known in the beginning of 2005. The major changes are the new membership figures of the Australian and the Dutch associations. New member associations are included as on the General Assembly Agenda 20/02/2005.
2. Two new affiliates are expected to join in 2005. By the end of 2005 we will then have 17 affiliate members.
3. One Silver level member and two basic level members are expected to join in 2005.
4. Ten new academic members are assumed to become members in 2005, arriving to a total number of 83 members as five members are expected to be expelled for unpaid arrears.
5. External projects include compensation from FIG WW2005/GSDI-8 and income from the Regional Conference in Cuba to FIG office for the work FIG is providing, which includes the handling of registrations and preparing the website. The Commission event, the 12<sup>th</sup> International Symposium on Deformation Measurement in China has been postponed. No other commission event is included in 2005. The income from external projects is net income.
6. Administration includes a part of the wages for the staff of the FIG Office, besides most of the office expenses such as accounting, telephone, insurance, supplies, bank costs etc.
7. FIG meetings include costs of the General Assembly and administrative costs directly linked to the working week and administrative meetings.
8. Expenditure for member support includes visits to member associations, costs of the Annual Review and project costs related directly to members. It also includes a constant up-date of the website.
9. Commission grants, ACCO meetings and support to commission projects.
10. Promotion includes costs occurred in promoting FIG at the UN and international meetings and promotion to get new members. This includes events like the 20<sup>th</sup> Session of the Governing Council of UN-HABITAT and Meeting of the Habitat Professionals Forum in Istanbul at the UIA Congress and the World Summit on the Information Society in Tunisia.
11. External projects include costs for external suppliers in connection with FIG events like FIG WW2005/GSDI-8 and the regional conference in Cuba. It also includes a fair part of staff wages, as organizing the conferences takes up more than one full person's work. Supplied services can be: website, layout, printing and fliers, CD-ROMS and direct banking costs for online registrations. In this item is included the commitment for participation in the UNRCCA Conference in New York and the printing/ mailing of the Aguascalientes report, both to take place in 2005.

## FIG BUDGET FOR 2006

	<b>Budget 2006 Euro</b>	<b>Budget 2005 Euro</b>	<b>Budget 2005 Euro</b>	<b>Result 2004 Euro</b>
	General Assembly 2005	General Assembly 2005	General Assembly 2004	
<b>INCOME</b>				
<b>Subscriptions</b>				
Member associations <sup>1)</sup>	252,000	245,000	219,000	218,683
Affiliates <sup>2)</sup>	5,400	4,800	4,000	4,683
Corporate members <sup>3)</sup>	78,500	75,000	74,500	74,799
Academic members <sup>4)</sup>	15,700	14,400	13,500	12,979
<b>Total</b>	<b>351,600</b>	<b>339,200</b>	<b>311,000</b>	<b>311,144</b>
<b>Other income:</b>				
Advertising	1,000	1,000	1,000	0
Sale of publications	1,000	1,000	1,000	35
Interest income	10,000	10,000	9,500	8,038
External projects <sup>5)</sup>	47,700	47,700	72,000	47,733
Various	0	0	0	7,622
<b>Total Income</b>	<b>411,300</b>	<b>398,900</b>	<b>394,500</b>	<b>374,572</b>
<b>EXPENDITURE</b>				
Administration, FIG Office and Council <sup>6)</sup>	103,900	99,500	96,000	98,309
Council Meetings	29,600	29,500	30,200	23,270
FIG Meetings <sup>7)</sup>	62,400	54,000	52,900	56,639
Member support <sup>8)</sup>	51,700	48,000	31,400	32,469
Commission activity <sup>9)</sup>	62,500	62,000	58,800	43,238
Promotion	30,400	33,000	26,200	28,483
External projects <sup>10)</sup>	42,500	47,500	71,400	53,107
<b>Total expenditure</b>	<b>383,000</b>	<b>373,500</b>	<b>366,900</b>	<b>335,515</b>
<b>Result for the year</b>	<b>28,300</b>	<b>25,400</b>	<b>27,600</b>	<b>39,057</b>

## **NOTES TO FIG BUDGET FOR 2006**

1. The income from member associations in 2006 is based on the membership changes in 2005.
2. Two new affiliate members are assumed to join in 2006. A raise of 3% has been added to the fees.
3. No new corporate members are assumed to join in 2006. A raise of 3% has been added to the fees.
4. 5 new academic members are assumed to become members in 2006, arriving to a total number of 88 members. A raise of 3% has been added to the fees.
5. The income from external projects is a copy from 2005. It has not yet been calculated as there are too many uncertainties. It will include compensation from FIG 2006 Congress and income from the Regional Conference in Ghana to FIG Office for the work FIG is providing. It is net income from external projects.
6. Administration includes a part of the wages for the staff of the FIG Office, besides most of the office expenses such as accounting, telephone, insurance, supplies, bank costs etc.
7. FIG meetings include costs of the General Assembly and administrative costs directly linked to the working week and administrative meetings. Both Accra, Ghana and Munich are expensive places to go to/respectively stay in, so the costs for traveling have been raised.
8. Expenditure for member support includes visits to member associations, costs of the Annual Review and project costs related directly to members. It also includes a constant up-date of the website.
9. Commission grants, ACCO meetings and support to commission projects.
10. Promotion includes costs occurred in promoting FIG at the UN and international meetings and promotion to get new members.