

	Budget			Actual			Estimate
	2012	2013	2014	2012	2013	2014 to 31/08/14	2014
INCOME							
Dues	407000	419000	431570	411272	456310	316,412	440000
Bank Interest	1000	1000	500				
Other				2949 600			
TOTAL INCOME	408000	420000	432070	414822	456310	316412	440000
EXPENDITURE							
Conferences	148000	104500	104500	145417	114500	109000	114500
Conference/travel grants	42000	45000	35000			35000	
ICTP publications for developing countries				38314	45000		45000
ICPE News letter	3000	3000		0	0	0	
	3000	3000	3000			0	
Commissions	30000	23000	23000	0	0	0	23000
C&CC meetings	70000	35000	45000	7712	30109	0	45000
Young scientist prizes	12000	6000	12000	166664	30450	0	14000
Working Groups	35000	37500	37500	13606	14951	14000	20000
Developing Countries Workshop	21000	21000	21000	2585	20268	15722	21000
New Programmes		7000	7000	21000	21000	12000	21000
Women in Physics conference			15000	3709	3763	3763	3763
General Report/Newsletters	5000	2000	2000			0	15000
ICSU	19400	19400	19400	0	0	15000	15000
ICST	1000	1000	1000	1000	0	0	0
Secretariat	50000	52800	57600	19400	19982	20581	20581
President	5000	5000	5000	800	800	0	0
GA			45000	54286	46838	26400	60000
Banking and accounting	11000	11000	11000	267	5708	0	5000
Liability Insurance	2000	2000	2000			0	50000
Contingency	7000	7000	7000	8545	1729	3090	6000
ICSU GA			4500			0	
Nomination Subcommittee			2500			0	2500
Other expenses						0	
TOTAL EXPENDITURE	464400	385200	460000	483305	355118	258755	456844
SURPLUS	-56400	34800	-27930	-68483	101192	57657	-16844
CUMULATIVE SURPLUS	0	34800	6870	0	101192	158849	84348

Comments on the statement of financial position of IUPAP

- The Executive Council meeting of 2011 determined a budget for 2012-2014 which would have a deficit. The General Assembly of 2011 made decisions which reduced the income and increased the expenditure, increasing the budgeted deficit.
- The Executive Council in October 2012 reacted to this likely large deficit for the triennium by reducing expenditure, principally for Conferences and for the Commissions. The Council also agreed that, if necessary, the deficit for 2012 would be covered by a transfer from the reserves, hence the 0 cumulative surplus shown in the 2012 budget. These provisions restored the operating budget to a small surplus at the end of 2014.
- The administration vigorously encouraged members to pay their dues, and this has led to an income in excess of that budgeted. The budgeted income allowed for a larger level of non-payment than actually occurred
- The increased income in 2012 and 2013 and less than budgeted expenditure in 2013, and present estimates of 2014 expenditure lead us to expect a significant surplus at the end of 2014. When returned to the reserve account, this will more than compensate for the sum transferred from the reserve to cover the 2012 deficit. The net return to the reserve fund is expected to be about 160000 EUR.
- The reserve fund at 1 January 2012 was 812284 EUR, and at 1 January 2013 it was 805414, after the transfer to the operating account to start 2013 with a clean slate. The estimate for 1/1/15 is 964000.
- One can argue about a sensible level for the reserve fund. I regard 1.5 times the annual income as a minimum, and would prefer the reserve to be at 2 times the annual income. In a survey of various similar organisations I have found that they regard 1.5 to 5 times the annual income as a minimum for their reserve funds. The estimated reserve for 1/1/15 is 2.2 times the 2014 estimated annual income
- I wish to thank the Executive Council for taking action to reduce the expenditure, and the Administration for taking action to increase the fraction of dues received. Together these actions have brought us to the 2014 General Assembly in a sound financial position.

Bruce McKellar