

## **COMMENTARY ON INDICATIVE BUDGETS FOR 8 MONTHS (MAY-DECEMBER 2007) and 12 MONTHS (JANUARY-DECEMBER 2008)**

### **1. Summary**

The attached indicative budgets for the 8 last months of 2007 and 12 months of 2008 have to be voted at the same 2007 conference, if the conference accepts to change financial year to calendar year. This will be more convenient for discussion and clarity during the conference: it seems more satisfactory to discuss and vote in October a budget starting 2 months later. Also, it means that we will be in-line again with one of our main funders.

The 8 months budget envisages total expenditure of € 1,028,000 covers the same amount of expected income. The 12 months budget is also balanced for € 1,452,000 in income and expenditure.

Both are, of course, indicative, but these budgets are largely built upon assumptions of income that we know quite surely we will get (grants already decided).

It is important to note that there is a 63% growth between the last 12 months budget voted in Sofia and the 12 months budget (for 2008) to be voted in Vilnius. It reflects the large progression of our income due to new funding sources and to the increase of the European Commission grant.

### **2. Commentary on budget for 8 months (may-december 2007)**

#### **2.1 Income**

Total income is estimated at € 1,028,000. The European Commission (60% of total income), The Sigrid Rausing Trust, The Tides Foundation, OSI Health Project, COC/NIS project are all based on existing grants. "Funding raised from other sources" consists mainly of estimated levels of fees payable for participation in the Vilnius conference, and the Angels Conference Scholarship Scheme but also some anticipated new funding opportunities.

#### **2.2 Expenditure**

Total expenditure is budgeted at € 1,028,000, of which € 502,000 is in respect of EU co-funded activities and thematic projects, Council of Europe, OSCE and grant-making, € 286,000 in respect of the Programme activities, € 131,500 for governing bodies (Board, conference,..) and € 100 000 for re-granting (note the change of designation as we are now dividing staff activities differently ).

### **3. Commentary on budget for 12 months (2008)**

#### **3.1 Income**

Total income is estimated at € 1,452,000. The European Commission (57% of total income), The Sigrid Rausing Trust, The Tides Foundation, OSI Health Project, COC/NIS project are all based on existing grants. "Funding raised from other sources" consists mainly of estimated levels of fees payable for participation in the Vienna conference, and the Angels Conference Scholarship Scheme but also some anticipated new funding opportunities.

#### **3.2 Expenditure**

Total expenditure is budgeted at € 1,452,000, of which € 792,000 is in respect of EU co-funded activities and thematic projects, Council of Europe, OSCE and grant-making, € 381,000 in respect of the Programme activities, € 140,500 for governing bodies (Board, conference,..) and € 129 500 for re-granting.

### **4 Fundraising**

It is evident that, even with the actual very good resources of ILGA-Europe, fundraising continues to be a priority for the organisation, both to keep the existing flows of money and to get some alternative and/or new ones. ILGA-Europe will indeed continue its funding strategy, developing relationships with potential new donors/funders and continuing with the work commenced in 2005 and which was so successful so far. We will also continue to work in partnerships, where opportunities arise to take our agenda forward in co-operation with other organisations. We need to further develop the income of the Scholarship Angels scheme.

To conclude, the two indicative budgets proposed to Vilnius conference show a clear growth in the financial capacities of our organisation. In a few years ILGA-Europe increased by more than 60% its budget. It is a great indicator of achievement of its capacity building objectives (and ILGA-Europe staff really has to be praised for that again). Anyway, this situation is not assured for ever. It is our collective task both to perpetuate our good situation and to seek for new sources of income for the future.

Pierre Serne - Treasurer

**DETAILED EXPECTED INCOME AND EXPENDITURE FOR NEXT 2 FINANCIAL YEARS**  
**for 8 months from 01 May 2007 to 31 December 2007**  
**and for 12 months from 01 Jan 2008 to 31 December 2008**

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Assumptions for 2008 (see below)\*

	<b>Euros</b>		<b>Euros</b>	
	<b>01/05/2007 - 31/12/2007</b>		<b>01/01/2008 - 31/12/2008</b>	
<b>INCOME</b>				
European Commission grant	605229		837500	1*
Sigrid Rausing Trust	161731	2	275217	2*
OSI Advocacy Project	49713		74570	
COC/NIS Project	46200		79413	
Anonymous Donor 1	106444	3	137226	3*
Anonymous Donor 2	28125	4	22500	
Funding raised from other sources	30558	5	25574	4*
<b>TOTAL INCOME</b>	<b>1028000</b>		<b>1452000</b>	
<b>EXPENDITURE</b>				
<b>PROGRAMMES: EU-COFUNDED ACTIVITIES AND THEMATIC PROJECTS, GRANT-MAKING, COUNCIL OF EUROPE AND OSCE SECRETARIAT COSTS</b>				
Staff costs	398000	6	673000	5*
Office and other co-ordination costs	104000	7	119000	6*
<b>GOVERNING BODIES</b>				
Board meetings	27500	8	36500	7*
Annual Conference (incl New Member State scholarships)	104000	9	104000	8*
<b>WORK PROGRAMME ACTIVITIES</b>				
Policy Work and Information Dissemination	106000	10	159000	9*
EU Co-ordination Network Meetings	26000		39000	10*
Diversity project	30000		0	
Strategic Litigation	15000		20000	
Other seminars and project activities	109000	11	163000	11*
<b>GRANT-MAKING</b>				
Human Rights Violations Fund	49500		57500	
Advocacy Project Re-granting	50500	12	72000	12*
<b>TOTAL EXPENDITURE</b>	<b>1019500</b>		<b>1443000</b>	
<b>Other costs</b>	8500		9000	
<b>TOTAL EXPENDITURE</b>	<b>1028000</b>		<b>1452000</b>	
<b>Net income</b>	<b>0</b>		<b>0</b>	

**Assumptions for 2007:**

- 1-ILGA-Europe will probably change the financial year to calendar year beginning 01 January 2008
- 2-The contribution of Sigrid Rausing Trust covers the period of 01 August 2007-31 December 2007 (equal installments of the total grant of 275217 euros until August 2008). It does not include the remaining amount of the Sigrid Rausing Trust grant for the period 01 April 2007-31 July 2007.
- 3-The amount comprises the remaining of the grant for 01.09.2006-31.08.2007 (committed to be spent by 30.11.2007) and the allocated amount for 01.12.2007-31.12.2008 (equal installments)
- 4-The amount comprises the remaining of the grant for 01.10.2006-30.09.2007 and the allocated amount for 01.10.2007-31.12.2007
- 5-Conference fees and scholarships
- 6-Includes the costs of ED, PON, POR, POR 2, ICO, ICO 2 (2 months of service), FAM, FAO, PRD, PPO and inflation of 2%
- 7-office costs as budgeted in Rausing budget
- 8-as budgeted in EU application
- 9 as it was budgeted in EU and Rausing budgets
- 10-Policy work and information dissemination: newsletter, website, publications and policy reports (as it was budgeted in EU and Rausing budgets)
- 11-Other seminars and project activities (-as budgeted in EU and Rausing budgets): travel and accommodation costs associated with capacity building seminars, participation in European Parliament hearings and conferences, meetings with member organisations, writing of reports on human rights and employment, events at the OSCE and Council of Europe, transgender group meetings, etc.
- 12-as it was budgeted in Rausing budget

**\*Assumptions for year 2008:**

- 1\*- pending for approval
- 2\*-the assumption is that Rausing Trust will grant IE the same amount of money as for the year 2007/2008
- 3\*-the assumption is that Anonymous 1 will continue its funding for end of 2008 and future.
- 4\*-Conference fees are assumed to be 25000 euros
- 5\*-10 full time staff members and an inflation rate of 2%
- 6\*- the office costs are assumed to increase with 14.4% instead of a prorated increase of 50% .
- 5\*- based on 2007 figures and a total number of 4 board meetings
- 8\*-assumed to be constant
- 9\*, 10\*, 11\*- costs for 2008 are calculated using 2007 figures and 1.5 as multiplier
- 12\*-year grants as they were budgeted in Rausing application