

# BIPM Finance update

**Martyn Sené,**  
Chair, CIPM Finance Sub-Committee

Oct 2017

Meeting of NMI Directors  
& MS Representatives

**Bureau**  
♦ **International des**  
♦ **Poids et**  
♦ **Mesures**



# Background

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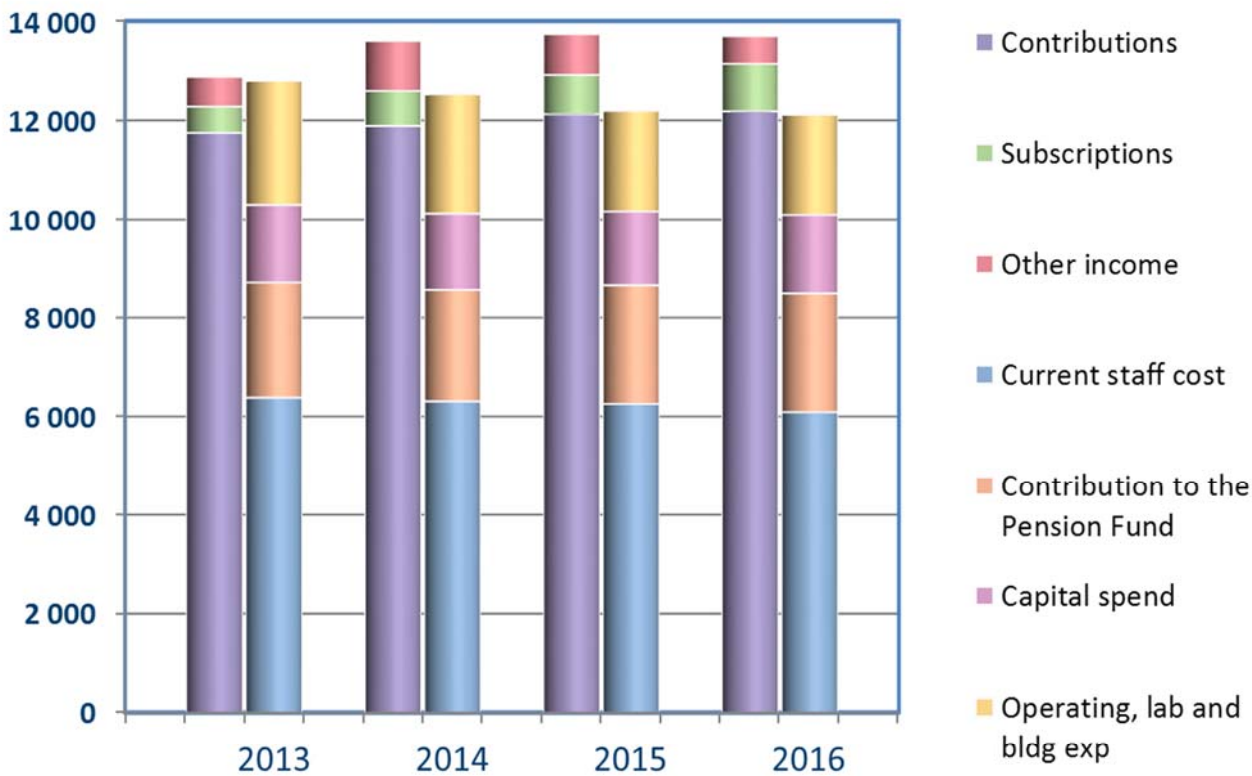
- Member states fund BIPM via Dotation as a critical component of the global measurement system benefiting trade, manufacture, economic development, science & innovation, healthcare, safety, environment, security.
- BIPM programmes are distinctive and aimed at delivering coordination, development, services and support - activities best undertaken by the BIPM, as the international HQ of the measurement system.
- Need to ensure financial management of the organisation is prudent and effective, extracting the greatest value for money from Members contributions. CIPM (supported by FSC) are responsible for this.

# 2016 Financial Statement

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- Accounts completed within scheduled time (actually record time)
  - BIPM team with external support (In Extenso)
- Accounts audited and signed off on 31<sup>st</sup> May, 2017
  - without qualification (but with note on Pension & Provident Fund)
  - BIPM “Rapport Financier 2016” published in June 2017
- Finance sub-committee met on 12<sup>th</sup> June, 2017
  - Reviewed 2016 financial statements
  - Initial discussion of long-term financial planning (**BIPM Strategy item**)
  - Update on Pension & Provident fund (**Luc Erard**)
- CIPM reviewed at meeting on 16<sup>th</sup> October, 2017

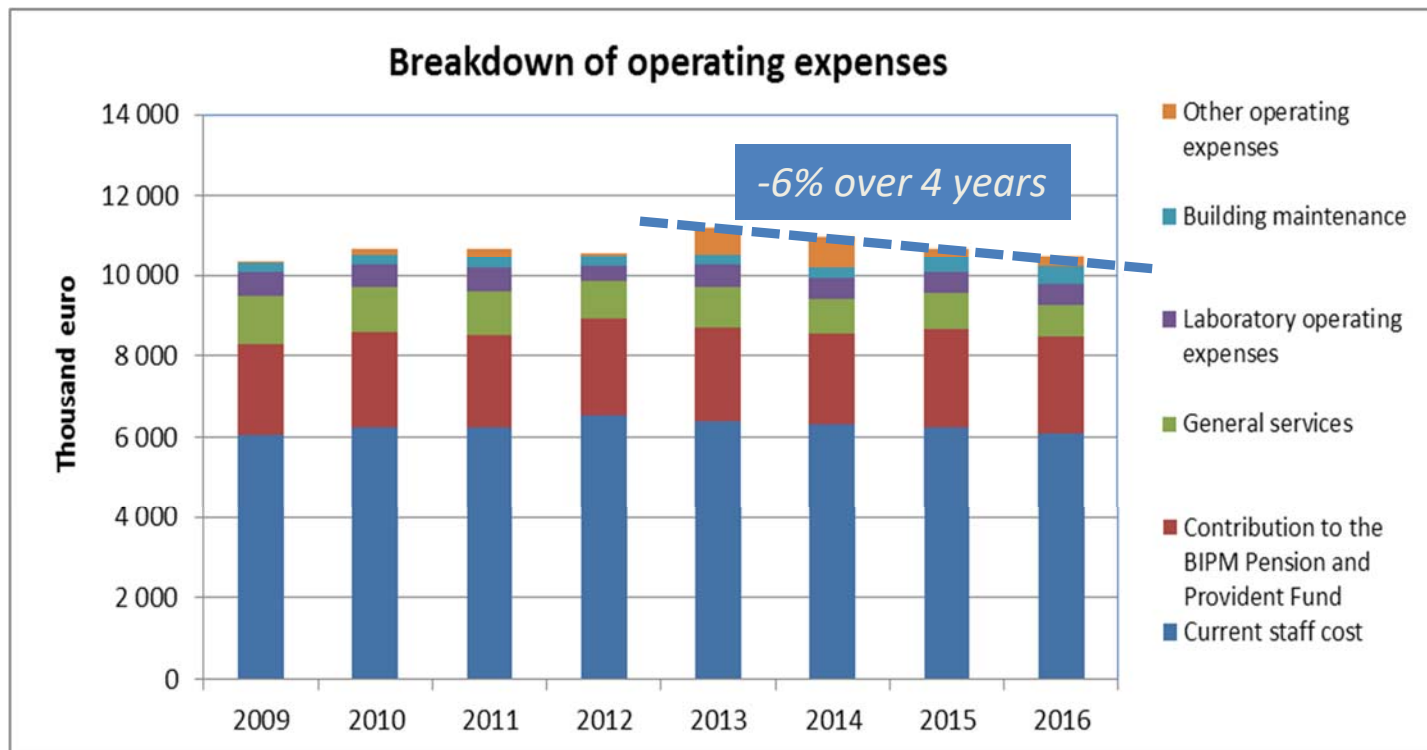
# 2016 Financial Statement - main points



- **Income:** in line with forecast €13,694k  
 Contributions: €12,178k  
 Subscriptions: €955k  
 Other: €561k
- **Staff costs:** €6,091k (2015: €6,256k)
  - limited pay awards in 2016,
  - selected “contracting out” of site reception and security services.
  - **note also measures to limit the long-term pension liability – next item.**
- **CAPEX:** in budget €1,601k  
 (future increase in next few years due to software /website renewal projects)

# 2016 Financial Statement - main points

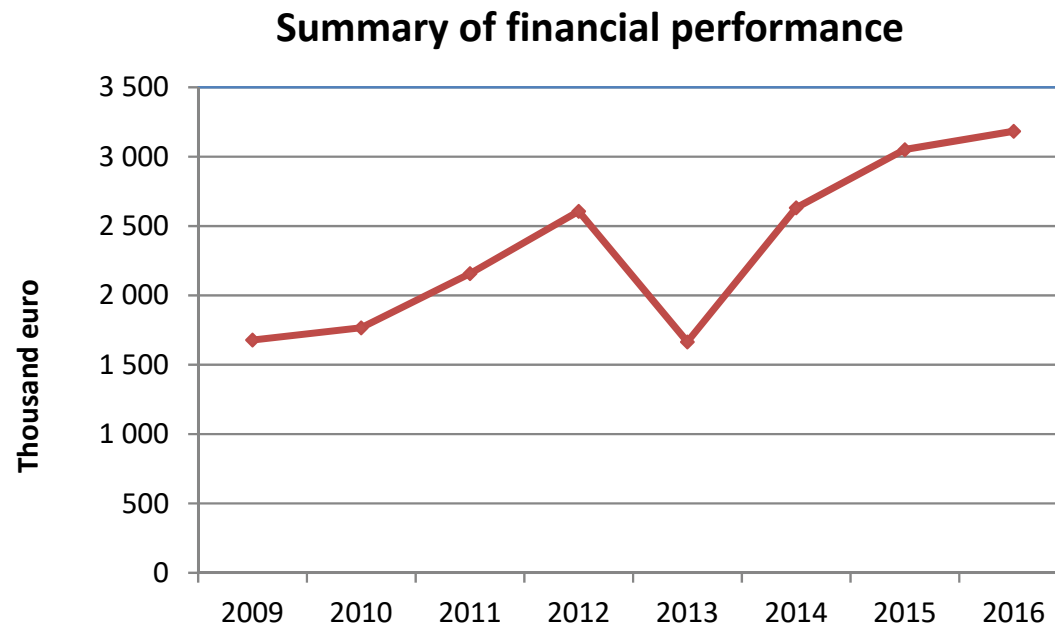
Overall operating expenditure (excluding capital) is well-controlled



Note an expected increase in 2017 for fees for access to external radiation facility

## 2016 Financial Statement - main points

Overall financial performance measure - EBITDA excluding healthcare provision and capitalisation of staff costs - shows steady improvement



### EBITDA

- measures “operations” – it does not include capital spend or capital depreciation.

Cash/cash equivalent at end of 2016: €15,975k (2015: €13,604k)

# Summary

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- CIPM commended Martin and his team on prudent financial control and performance
- CIPM *approved the Financial Statements and agreed that the “Director be granted Quietus”*
- Operational and capital expenditure have been carefully controlled enabling the organisation to deliver its activities with a flat-cash dotation for 4/5 years whilst maintaining required reserves and cash balance.
- Financial management of the organisation has been prudent and effective, reflecting the need to extract the greatest value for money from Members contributions.