



ICA General Assembly, Seoul (Korea) Resolutions Adopted 17 October 2001

1

ICA Financial Stability

Submitted by the ICA Board

The ICA General Assembly,

DECLARES that ICA is indispensable for the co-operatives in the world as an advocate, promoter and defender of the co-operative identity, as the global representative for the co-operatives in international fora, as a promoter of co-operative development in developing countries and in countries in transition, and as the focal point in the vast network of co-operatives representing various sectors in the whole world.

NOTES that ICA has experienced a very difficult year 2000 and that all ICA member organisations, through the ICA Annual Report 2000, have received information about the financial result for the year 2000 and the main sources for the deficit.

NOTES that during this ICA General Assembly 2001 the representatives have received information about the reasons for the deficit and information about the measures taken and planned to be taken by the ICA Board and the Secretariat to rectify the situation.

NOTES that the projection of the financial result for 2001 indicates that ICA is achieving balance between revenues and expenditures, but that ICA's liquidity situation, as a result of the deficits, has developed in a negative direction requiring urgent action.

RECOGNISING that the ICA Board has decided to create a Task Force to be appointed without delay by the new Board among the ICA Board members to work together with the Director-General ICA to restructure, reform and improve the efficiency of the work of ICA in its entirety, to review its financial, organisational and subscription frameworks and relationships between the central and regional offices and report by 1 December 2001.

RECOGNISING that the ICA Board has decided that ICA shall reduce its expenditures by 10% in 2002.

ASKS, to approve the following measures in order to restore ICA's financial stability:

1. a 10% increase of the annual subscription fee, including the minimum as well maximum level subscription, for the year 2002 and onwards;
2. that ICA member organisations pay the increased subscription fee in advance upon receipt of invoice by end of October/early November 2001, and not later than 31 December 2001. In extraordinary cases the payment can be made in two instalments of 30% immediately, with the balance, 70%, paid by 31 December 2001;
3. that immediate firm action to be taken to recover as much as possible of the CHF 400,000 in unpaid subscriptions; or that memberships be terminated in accordance with Article 7A of the ICA Rules;
4. that lists be published before each year's Regional/General Assembly of organisations not meeting their obligations;
5. that Board members whose organisations do not meet their obligations in full are automatically excluded from Board meetings / activities.