

# THE ECONOMIC IMPACT OF INTERNATIONAL SPORTS ORGANISATIONS IN SWITZERLAND 2008–2013 Summary

This year marks the 100th anniversary of the International Olympic Committee being headquartered in Lausanne. In conjunction with this milestone, the AISTS has completed a study on the economic impact of the International Olympic Committee and other international sports organisations. It sheds light on the impact they have on direct employment, business tourism and construction. The study concentrates on Switzerland, with emphasis on the Lausanne region and the Canton of Vaud. It spans the years 2008 to 2013 and consolidates data from 45 responding organisations. It is complemented by an analysis of Swiss residents' perception of international sports organisations in Switzerland.

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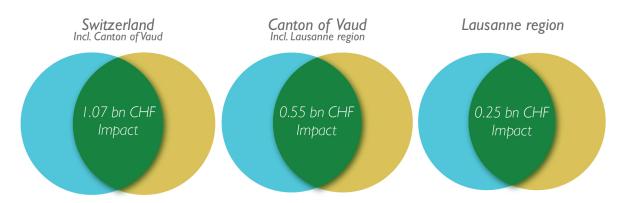
### **KEY RESULTS**

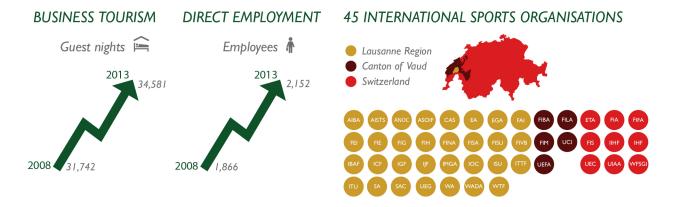
Together, international sports organisations and their visitors spend an average of CHF 691 million within Switzerland each year. This spending generates CHF 379 million of additional impact on the Swiss economy, creating an average yearly economic impact of **CHF 1.07 billion** for Switzerland, **CHF 0.55 billion** for the Canton of Vaud and **CHF 0.25 billion** for the Lausanne region. Every CHF I spent in Switzerland by international sports organisations creates 1.55 CHF in the Swiss economy, which equals to a 55% in added value.

### YEARLY AVERAGE ECONOMIC IMPACT



- Inside Expenditures
- Positive Impact





'We trust that this study underlines that the impact of international sports organisations on a local economy (in this case Switzerland) is far more significant and extensive than previously assumed. We also hope that it will help policymakers and the public recognise the positive contribution of such organisations on increasing the prosperity of their nation.'

### The Experts



**Professor Jean-Jacques Dethier,**Georgetown University and
University of Bonn



**Professor Stéphane Garelli,** IMD and University of Lausanne

# **METHODOLOGY**

The study applies the method proposed by Barget (2001), following Stritt & Voillat (1998), that defines a tangible economic impact as the product of a net injection and a multiplier. Calculating the overall economic impact of International Sports Organisations (ISOs) then consists of

six consecutive steps: ISOs' expenditures Including operations, construction business visitors' expenses distribution per category of cost **STEP | Calculation of injection** Salaries & social contributions Goods & services, investment spending in the reference area **Expenditures Expenditures** % spent inside the area Salaries & social contributions Goods & services, investment **Injection Injection** STEP 2 Calculation of external revenue revenue generated outside the area % financed by revenue from outside the area Goods & services, investment Salaries & social contributions STEP 3 Calculation of net injection **Net injection Net injection** spending inside the area that is financed by revenue generated outside the area **Business** multiplier **STEP 4 Calculation of primary income** direct impact: effect of salaries and **Direct impact Indirect impact** social security contributions on local residents indirect impact: effect of purchased goods and services and investments **Primary income** on local companies **STEP 5 Calculation of induced impact** Household expenses induced by the spending of multiblier the primary income by local residents and local companies **Induced** impact STEP 6 Calculation of overall economic impact sum of the primary income and induced impact Overall economic impact

'We would like to express our deepest appreciation to the 45 international sports organisations executives and respective financial departments who made this study possible by taking the time to collect, consolidate and share the fundamental data with the AISTS.'

### The Authors

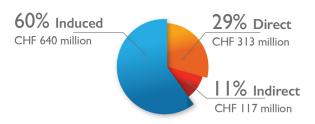


**Dr Claude Stricker,**AISTS Head of Study and
Executive Director

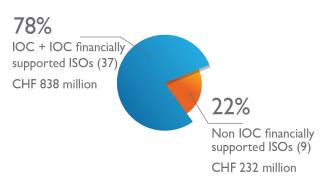


**Ms Amandine Bousigue,** AISTS Project Manager

# **OTHER HIGHLIGHTS**



The induced impact accounts for more than half of the overall yearly average impact of the ISOs

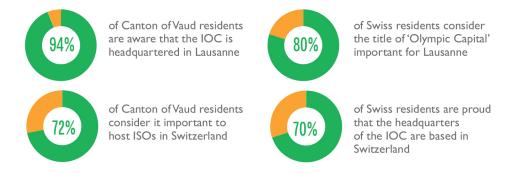


The International Olympic Committee (IOC) and ISOs financially supported by the IOC account for most of the overall yearly average impact





# The impact of the international sports organisations goes well beyond what is tangible.



# **ABOUT THE AISTS**

The AISTS (International Academy of Sports Science and Technology) was founded in 2000 by the IOC and leading Swiss institutions and universities. A not-for-profit foundation, the AISTS is committed to professionalising sports management through continuing education, applied research and an engaging platform for industry connections. Our flagship programme is the postgraduate Master of Sports Administration (MSA) — educating aspiring sport managers from all over the world since 2003. Each year, the AISTS delivers over 900 hours of continuing education, workshops, seminars and projects, bringing together over 140 international sports experts in the sciences of Management, Technology, Law, Medicine, and Sociology — all in the efforts of building a better world through sport.

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