



United Nations Industrial Development Organization

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Programme and Budget Committee

Twenty-second session

Vienna, 5-6 September 2006

Item 2 of the provisional agenda

Adoption of the agenda

Annotated provisional agenda

Opening of the session

In accordance with rule 17.2 of the rules of procedure (UNIDO/4), the twenty-second session of the Programme and Budget Committee will be opened by the Chairperson of the Committee, Ms. S. Noriega Urizar (Guatemala).

Item 1. Election of officers

In accordance with rule 17.1, each year, at the commencement of its regular session, the Committee shall elect from among the representatives of its members a Chairman and three Vice-Chairmen, and from among the delegations of its members a Rapporteur. Rule 17.3 stipulates that the offices of the Chairperson, the three Vice-Chairpersons and the Rapporteur shall be subject to equitable geographical rotation within a five-year cycle in accordance with appendix A to the rules of procedure. According to that appendix, the Chairman of the twenty-second session should be elected from members of the Committee from African States in List A, and the three Vice-Chairmen from the Asian States in List A, States in List B and States in List C. The Rapporteur should be elected from members of the Committee from the States included in List D.

Item 2. Adoption of the agenda

A provisional agenda for the twenty-second session, prepared by the Director-General in consultation with the Chairperson of the Committee in accordance with rules 8 and 9 of the rules of procedure, is submitted to the Committee for adoption in document PBC.22/1 as stipulated in rule 12.

For reasons of economy, this document has been printed in a limited number. Delegates are kindly requested to bring their copies of documents to meetings.



The Committee will have before it:

- Provisional agenda (PBC.22/1)
- Annotated provisional agenda (PBC.22/1/Add.1)
- List of documents (PBC.22/CRP.1)

Item 3. Report of the External Auditor, financial performance report and programme performance report for the biennium 2004-2005

Financial regulations 11.9 and 11.10 stipulate that the reports of the External Auditor, together with the audited financial statements, shall be transmitted through the Committee to the Board in accordance with directions given by the Conference. The Committee shall examine the financial statements and the audit reports and submit recommendations to the Board, which shall forward them to the Conference with such comments as it deems appropriate.

The Committee in its conclusion 1987/19 requested the Director-General to submit each year to the Board through the Committee a clear and detailed financial performance report itemizing the utilization of financial resources, as well as a programme performance report describing the level of programme implementation. Subsequently, the Board at its seventh session (decision IDB.7/Dec.11 (e)) approved the incorporation of the programme performance report in the annual report. Likewise the General Conference in its resolution GC.4/Res.2 (2) requested the Director-General to fully incorporate in future annual reports the programme performance report according to Board decision IDB.7/Dec.11 (e). Thus, the *Annual Report of UNIDO 2005* and its addendum contain the programme performance report for 2005.

The Committee will have before it:

- Report of the External Auditor on the accounts of UNIDO for the fiscal period 2004-2005 ended 31 December 2005 (PBC.22/3-IDB.32/3)
- Financial performance report for the biennium 2004-2005. Submitted by the Director-General (PBC.22/4-IDB.32/4)
- *Annual Report of UNIDO 2005* (including programme performance report for 2005) (PBC.22/2-IDB.31/2 and Add.1)

Item 4. Financial situation of UNIDO

The report by the Director-General to the Board at its thirty-first session (IDB.31/9), amended through a note by the Secretariat (IDB.31/CRP.5), covered a wide range of issues within the context of the financial situation. That information will be updated in a document submitted to the present session.

The Committee will thus have before it:

- Financial situation of UNIDO. Report by the Director-General (PBC.22/7-IDB.32/7)

Item 5. Financial regulations and financial rules

In General Conference decision GC.11/Dec.17, the annex to the Financial Regulations of UNIDO was amended. The complete text of the financial regulations superseding the version issued to the Board under the symbol IDB.25/CRP.4 dated 23 April 2002 will be brought to the attention of the Committee.

In accordance with regulation 12.1, the Director-General shall report to the Board through the Programme and Budget Committee on the issuance of amended financial rules.

The Committee will thus have before it:

- Financial regulations and financial rules of UNIDO. Report by the Director-General (PBC.22/5-IDB.32/5)
- Financial Regulations of UNIDO. Note by the Secretariat (PBC.22/CRP.2)

Item 6. Mobilization of financial resources

At its twenty-fifth session the Board adopted decision IDB.25/Dec.5 on funds mobilization for integrated programmes. In that decision in paragraph (i), the Board, inter alia, requested the Director-General to maintain a continuous dialogue with Member States in order to actively sustain the common resource mobilization efforts. A report on progress made will be submitted to the Board through the Committee, and should be considered in conjunction with the *Annual Report of UNIDO 2005*, which provides information on mobilization of financial resources for that year.

The Committee will have before it:

- Mobilization of financial resources. Report by the Director-General (PBC.22/6-IDB.32/6)
- Funding performance. *Annual Report of UNIDO 2005* (PBC.22/2-IDB.31/2, chap. V.C.)
- Projects approved under the Industrial Development Fund, trust funds and other voluntary contributions in 2005 (PBC.22/CRP.3)

Item 7. Medium-term programme framework, 2008-2011

In accordance with General Conference decision GC.2/Dec.23, and as subsequently modified in decision GC.6/Dec.10, the Director-General is requested to submit to the Board in the first year of each fiscal period, through the Committee, a draft medium-term programme framework for the four years that follow the current fiscal period. Furthermore, in compliance with paragraph (b) (v) (d) of the same decision, the Director-General will indicate a general ceiling for the biennium 2008-2009 based on anticipated resources and on programme activity.

The Committee will have before it:

- Medium-term programme framework, 2008-2011. Proposals by the Director-General (PBC.22/8-IDB.32/8)

Item 8. Date of the twenty-third session

The following dates have been reserved for the policy-making organs of UNIDO in 2006 and 2007:

29 November-1 December 2006	Industrial Development Board, thirty-second session
2-4 May 2007 (tentative)	Programme and Budget Committee, twenty-third session
26-28 June 2007 (tentative)	Industrial Development Board, thirty-fourth session
3-7 December 2007	General Conference, twelfth session

Item 9. Adoption of the report
