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Agenda item 8

Reports of the Industrial Development Board on the work of its thirty-fourth, resumed thirty-fourth, thirty-fifth and thirty-sixth regular sessions

Report of the Industrial Development Board on the work of its thirty-sixth session (23-26 June 2009)

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Introduction

1. The report of the Industrial Development Board on the work of its thirty-sixth session is presented to the General Conference in accordance with Article 9.4 (c) of the Constitution. The summary records of the Board (IDB.36/SR.1-6), where the details of the proceedings are contained, form an integral part of the present report.

2. The following decisions of the Board, reproduced in annex I, are related to the work of the General Conference at its thirteenth session:

IDB.36/Dec.2	Multilingualism at UNIDO
IDB.36/Dec.4	Recommendation of a candidate for the post of Director-General
IDB.36/Dec.5	Terms and conditions of appointment of the Director-General
IDB.36/Dec.7	Scale of assessments for apportionment of the regular budget expenses for the biennium 2010-2011
IDB.36/Dec.8	Working Capital Fund for the biennium 2010-2011
IDB.36/Dec.9	Financial regulations
IDB.36/Dec.10	Appointment of an External Auditor
IDB.36/Dec.11	Programme and budgets, 2010-2011
IDB.36/Dec.12	Unutilized balances of appropriations
IDB.36/Dec.14	Personnel matters
IDB.36/Dec.15	New social security agreement
IDB.36/Dec.16	UNIDO's activities in agro-related industries and agribusiness
IDB.36/Dec.17	Preparations for the thirteenth session of the General Conference

I. Organizational and procedural matters

3. The thirty-sixth session of the Board was held at UNIDO Headquarters, Vienna International Centre, from 23 to 26 June 2009 (6 plenary meetings – see IDB.36/SR.1-6).

Participation

4. All 53 members of the Board were represented at the session: Afghanistan, Algeria, Austria, Belgium, Bolivia (Plurinational State of), Burkina Faso, China, Colombia, Costa Rica, Côte d'Ivoire, Cuba, Czech Republic, Ecuador, Egypt, Ethiopia, France, Germany, Ghana, Greece, Guatemala, Hungary, India, Iran (Islamic Republic of), Ireland, Italy, Japan, Kenya, Libyan Arab Jamahiriya, Luxembourg, Mexico, Morocco, Nigeria, Norway, Pakistan, Paraguay, Philippines, Poland, Republic of Korea, Romania, Russian Federation, Saudi Arabia, South Africa, Spain, Sri Lanka, Sudan, Sweden, Switzerland, Syrian Arab Republic, Thailand, Tunisia, Turkey, United Kingdom of Great Britain and Northern Ireland, Uruguay.

5. The following 58 Member States of UNIDO also participated in the session: Albania, Angola, Argentina, Azerbaijan, Belarus, Belize, Benin, Bosnia and Herzegovina, Brazil, Bulgaria, Cameroon, Chile, Croatia, Cyprus, Democratic People's Republic of Korea, Dominican Republic, El Salvador, Finland, Gambia, Georgia, Indonesia, Iraq, Israel, Jordan, Kazakhstan, Kuwait, Lebanon, Lesotho, Liberia, Lithuania, Malaysia, Mali, Malta, Mauritania, Mongolia, Montenegro, Myanmar, Namibia, Netherlands, New Zealand, Oman, Panama, Peru, Portugal, Qatar, Senegal, Serbia, Sierra Leone, Slovakia, Slovenia, The former Yugoslav Republic of Macedonia, Ukraine, United Arab Emirates, Venezuela (Bolivarian Republic of), Viet Nam, Yemen, Zambia, Zimbabwe.

6. The Holy See participated as observer.

7. Palestine participated as observer.

8. The Sovereign Military Order of Malta participated as observer.

9. The following United Nations bodies were represented: Economic Commission for Latin America and the Caribbean (ECLAC), United Nations Development Programme (UNDP), United Nations High Commissioner for Refugees (UNHCR).

10. The following United Nations specialized agencies and related organizations were represented: Food and Agriculture Organization of the United Nations (FAO), International Atomic Energy Agency (IAEA), World Trade Organization (WTO).

11. The following other intergovernmental organizations were represented: African Union (AU), Arab Industrial Development and Mining Organization (AIDMO), Asian-African Legal Consultative Organization (AALCO), European Commission, International Centre for Genetic Engineering and Biotechnology (ICGEB), League of Arab States (LAS).

12. The following non-governmental organizations were represented: Association of Former United Nations Industry and Development Experts (AFIDE), Forum Francophone des Affaires (FFA), Institut Supérieur de Gestion (ISG), International Congress of Industrialists and Entrepreneurs (ICIE), International Council of Women (ICW), International Organisation of Employers (IOE), Soroptomist International (SI).

Opening of the session

13. The thirty-sixth session of the Board was declared open by the President of the thirty-fourth, the resumed thirty-fourth and thirty-fifth sessions, Mr. H. Bazoberry Otero (Plurinational State of Bolivia).

Officers of the session

14. In accordance with rule 23 of the rules of procedure, the Board elected by acclamation Mr. J. S. Ugokwe (Nigeria) as President, Mr. H. Böck (Austria), Mr. S. Kumar (India) and Ms. A. Leśnodorska (Poland) as Vice-Presidents, and Mr. R. J. Martínez Covarrubias (Plurinational State of Bolivia) as Rapporteur.

Agenda of the session

15. The Board adopted the following agenda:

1. Election of officers.
2. Adoption of the agenda.
3. Annual report of the Director-General for 2008 on the activities of the Organization.
4. Implementation of the medium-term programme framework, 2008-2011, including:
 - (a) Regional programme for Latin America and the Caribbean;
 - (b) Regional programme for Africa;
 - (c) Arab regional programme; and
 - (d) Other regional programmes.
5. Report of the Programme and Budget Committee:
 - (a) Interim report of the External Auditor, including the implementation of recommendations of the External Auditor for the biennium 2006-2007; financial performance report and programme performance report for the biennium 2008-2009;
 - (b) Financial situation of UNIDO;
 - (c) Scale of assessments for apportionment of the regular budget expenses for the biennium 2010-2011;
 - (d) Working Capital Fund for the biennium 2010-2011;
 - (e) Accounting standards;
 - (f) Financial regulations;
 - (g) Mobilization of financial resources;
 - (h) Appointment of an External Auditor.

6. Programme and budgets, 2010-2011.
7. United Nations system-wide coherence: UNIDO's role.
8. Cooperation Agreement with the United Nations Development Programme.
9. Global food crisis: UNIDO's response.
10. Impact of the global financial crisis on industrial development in developing countries: UNIDO's response.
11. Activities of the Joint Inspection Unit.
12. Personnel matters, including new social security agreement.
13. Matters related to intergovernmental, non-governmental, governmental and other organizations.
14. Recommendation of a candidate for the post of Director-General.
15. Preparations for the thirteenth session of the General Conference.
16. Provisional agenda and date of the thirty-seventh session.
17. (a) Review of the place of the agro-industry sector in UNIDO's work programmes and strategy, with special emphasis on technology development and upgradation and dissemination, for accelerating its modernization and growth;
(b) Implications of climate change for sustained growth and expansion of agro-industries, particularly in the developing world, and vice versa of the potential positive impact of agro-industries for mitigating the effects of climate change worldwide.
18. Adoption of the report.

16. During the adoption of the agenda, the Board agreed not to take up consideration of agenda item 8, Cooperation Agreement with the United Nations Development Programme, but only to take note of the entry contained in the annotated agenda (IDB.36/1/Add.1/Rev.1).

17. The Board adopted a proposal by the President to ensure the maximum utilization of available conference-servicing resources (see annex I, decision IDB.36/Dec.1, IDB.36/SR.1, paras. 47 and 48).

18. The Board decided to set up informal in-session consultations with the aim of facilitating the drafting of decisions and entrusted Vice-President Mr. H. Böck (Austria) to chair those consultations (see IDB.36/SR.2, paras. 1 and 2).

II. Annual report of the Director-General for 2008 on the activities of the Organization (item 3); Implementation of the medium-term programme framework, 2008-2011, including:

- (a) Regional programme for Latin America and the Caribbean;**
- (b) Regional programme for Africa;**
- (c) Arab regional programme; and**
- (d) Other regional programmes (item 4)**

19. The Board decided to discuss simultaneously items 3 and 4, including sub-items (a) to (d). The debate on these items is reflected in summary record IDB.36/SR.1, paras. 49 to 67, IDB.36/SR.2, paras. 20 to 116 and IDB.36/SR.3, paras. 1 to 16.

A. Annual report of the Director-General for 2008 on the activities of the Organization (item 3)

20. Under item 3, the Board had before it the Annual Report of UNIDO 2008 (including interim programme performance report for the biennium 2008-2009) (IDB.36/2). At the proposal of the President, the Board took note of the documentation provided.

B. Implementation of the medium-term programme framework, 2008-2011, including:

- (a) Regional programme for Latin America and the Caribbean;**
- (b) Regional programme for Africa;**
- (c) Arab regional programme; and**
- (d) Other regional programmes (item 4)**

21. Under item 4, including sub-items (a) to (d), the Board had before it the *Annual Report of UNIDO 2008* (IDB.36/2) and a report by the Director-General on the implementation of the medium-term programme framework, 2008-2011 (GC.13/5-IDB.36/14). The Board considered two draft decisions submitted by the President (IDB.36/L.13 and IDB.36/L.15) and adopted decisions IDB.36/Dec.2 and IDB.36/Dec.3 (see annex I).

III. Recommendation of a candidate for the post of Director-General (item 14)

22. Under item 14, the Board had before it a note by the Secretariat containing candidates for the post of Director-General (IDB.36/21) and a note by the Secretariat containing a draft contract for appointment of the Director-General

(IDB.36/22). The public debate is reflected in summary record IDB.36/SR.2, paras. 3 to 17. The Board considered two draft decisions submitted by the President and adopted decisions IDB.36/Dec.4 and IDB.36/Dec.5 (see annex I).

IV. Report of the Programme and Budget Committee (items 5 (a) to (h))

23. Under item 5, including sub-items (a) to (h), the Board had before it the report of the Programme and Budget Committee on the work of its twenty-fifth session (IDB.36/13). The debate on this item is reflected in summary record IDB.36/SR.3, paras. 17 to 45.

A. Interim report of the External Auditor, including the implementation of recommendations of the External Auditor for the biennium 2006-2007; financial performance report and programme performance report for the biennium 2008-2009

24. Under sub-item 5 (a), the Board had before it the interim report of the External Auditor (IDB.36/8), the interim financial performance report for the biennium 2008-2009 submitted by the Director-General (IDB.36/9) and the interim programme performance report for the biennium 2008-2009 which is included in the *Annual Report of UNIDO 2008* (IDB.36/2). At the proposal of the President, the Board took note of the documentation provided.

B. Financial situation of UNIDO

25. Under sub-item 5 (b), the Board had before it a report by the Director-General on the financial situation of UNIDO (IDB.36/5) and updated information on the status of assessed contributions (IDB.36/CRP.2). The Board considered a draft decision submitted by the President (IDB.36/L.2) and adopted decision IDB.36/Dec.6 (see annex I).

C. Scale of assessments for apportionment of the regular budget expenses for the biennium 2010-2011

26. Under sub-item 5 (c), the Board had before it a note by the Secretariat on scale of assessments for the fiscal period 2010-2011 (IDB.36/3). The Board considered a draft decision submitted by the President (IDB.36/L.3) and adopted decision IDB.36/Dec.7 (see annex I).

D. Working Capital Fund for the biennium 2010-2011

27. Under sub-item 5 (d), the Board had before it proposals by the Director-General on the Working Capital Fund for the biennium 2010-2011 (IDB.36/4). The Board considered a draft decision submitted by the President (IDB.36/L.4) and adopted decision IDB.36/Dec.8 (see annex I).

E. Accounting standards

28. Under sub-item 5 (e), the Board had before it a progress report by the Secretariat on International Public Sector Accounting Standards (IDB.36/6). At the proposal of the President, the Board took note of the documentation provided.

F. Financial regulations

29. Under sub-item 5 (f), the Board had before it a note by the Secretariat on financial regulations of UNIDO (IDB.36/11). The Board considered a draft decision submitted by the President (IDB.36/L.5) and adopted decision IDB.36/Dec.9 (see annex I).

G. Mobilization of financial resources

30. Under sub-item 5 (g), the Board had before it the information contained in the *Annual Report of UNIDO 2008* on the mobilization of financial resources (IDB.36/2, chap. 1 B) and a conference room paper prepared by the Secretariat on projects approved under the Industrial Development Fund, trust funds and other voluntary contributions in 2008 (PBC.25/CRP.2). At the proposal of the President, the Board took note of the documentation provided.

H. Appointment of an External Auditor

31. Under sub-item 5 (h), the Board had before it three reports by the Director-General on candidates for the appointment of an External Auditor (IDB.36/10, Add.1 and Add.2) and a conference room paper on candidates for the appointment of External Auditor (PBC.25/CRP.3). The Board considered a draft decision submitted by the President (IDB.36/L.6) and adopted decision IDB.36/Dec.10 (see annex I).

V. Programme and budgets, 2010-2011 (item 6)

32. Under item 6, the Board had before it proposals of the Director-General on programme and budgets, 2010-2011 (IDB.36/7) and two notes by the Director-General on unutilized balances of appropriations (IDB.36/12 and Add.1) and a report of the Vice-Chairman of the Programme and Budget Committee, H.E. Mr. Shahbaz, Pakistan, on the implementation of Programme and Budget Committee conclusion 2009/3 on the unutilized balances of appropriations (IDB.36/26). The debate on this item is reflected in summary record IDB.36/SR.3, paras. 46 to 68. The Board considered two draft decisions submitted by the President (IDB.36/L.7 and IDB.36/L.14) and adopted decisions IDB.36/Dec.11 and IDB.36/Dec.12 (see annex I).

VI. United Nations system-wide coherence: UNIDO's role (item 7)

33. Under item 7, the Board had before it a report by the Director-General on United Nations system-wide coherence (IDB.36/15) and a note by the Secretariat on the UNIDO initiative on the Millennium Development Goals (IDB.36/16). The debate on this item is reflected in summary record IDB.36/SR.4, paras. 1 to 73. The Board considered a draft decision submitted by the President (IDB.36/L.12) and adopted decision IDB.36/Dec.13 (see annex I).

VII. Activities of the Joint Inspection Unit (item 11)

34. Under item 11, the Board had before it a report by the Director-General on activities of the Joint Inspection Unit (IDB.36/18). At the proposal of the President, the Board took note of the documentation provided (IDB.36/SR.4, paras. 74 to 90).

VIII. Personnel matters, including new social security agreement (item 12)

35. Under item 12, the Board had before it a report by the Director-General on personnel matters (IDB.36/19), a report by the Director-General on the new social security agreement between UNIDO and the Republic of Austria (IDB.36/20) and a conference room paper entitled "List of staff of the UNIDO Secretariat" (IDB.36/CRP.3). The debate on this item is reflected in summary record IDB.36/SR.4, paras. 91 to 116. The Board considered two draft decisions submitted by the President (IDB.36/L.8 and IDB.36/L.9) and adopted decisions IDB.36/Dec.14 and IDB.36/Dec.15 (see annex I).

IX. Global food crisis: UNIDO's response (item 9); Impact of the global financial crisis on industrial development in developing countries: UNIDO's response (item 10); (a) Review of the place of the agro-industry sector in UNIDO's work programmes and strategy, with special emphasis on technology development and upgradation and dissemination, for accelerating its modernization and growth; (b) Implications of climate change for sustained growth and expansion of agro-industries, particularly in the developing world, and vice versa of the potential positive impact of agro-industries for mitigating the effects of climate change worldwide (item 17)

36. The Board decided to discuss simultaneously items 9, 10 and 17. The debate on these items is reflected in summary record IDB.36/SR.4, paras. 117 to 143 and IDB.36/SR.5, paras. 1 to 72.

A. Global food crisis: UNIDO's response (item 9)

37. Under item 9, the Board took note of the entry contained in the annotated agenda on this item (IDB.36/1/Add.1/Rev.1). At the proposal of the President, the Board took note of the update provided by the Secretariat.

B. Impact of the global financial crisis on industrial development in developing countries: UNIDO's response (item 10)

38. Under item 10, the Board had before it a report by the Director-General on impact of the global financial crisis on industrial development in developing countries: UNIDO's response (IDB.36/17). At the proposal of the President, the Board took note of the documentation provided.

C. (a) Review of the place of the agro-industry sector in UNIDO's work programmes and strategy, with special emphasis on technology development and upgradation and dissemination, for accelerating its modernization and growth; (b) Implications of climate change for sustained growth and expansion of agro-industries, particularly in the developing world, and vice versa of the potential positive impact of agro-industries for mitigating the effects of climate change worldwide (item 17)

39. Under item 17, the Board had before it a conference room paper on UNIDO activities in agro-related industries and agribusiness (IDB.36/CRP.5). The Board considered a draft decision submitted by the President (IDB.36/L.16) and adopted decision IDB.36/Dec.16 (see annex I).

X. Matters related to intergovernmental, non-governmental, governmental and other organizations (item 13)

40. Under item 13, the Board took note of the entry contained in the annotated agenda on this item (IDB.36/1/Add.1/Rev.1) (IDB.36/SR.6, paras. 50 and 51).

XI. Preparations for the thirteenth session of the General Conference (item 15)

41. Under item 15, the Board had before it a report by the Director-General on preparations for the thirteenth session of the General Conference (IDB.36/23). The debate on this item is reflected in summary record IDB.36/SR.5, para. 73. The Board considered a draft decision submitted by the President (IDB.36/L.10) and adopted decision IDB.36/Dec.17 (see annex I).

XII. Provisional agenda and date of the thirty-seventh session (item 16)

42. Under item 16, the Board had before it a note by the Director-General on the provisional agenda and date of the thirty-seventh session (IDB.36/CRP.4). The debate on this item is reflected in summary record IDB.36/SR.5, para. 79. The Board considered a draft decision submitted by the President (IDB.36/L.11) and adopted decision IDB.36/Dec.18 (see annex I).

XIII. Adoption of the report (item 18)

43. Under item 18, the Board considered the draft report (IDB.36/L.1) and adopted it as a whole with the understanding that the Rapporteur would be entrusted with the task of finalizing the report (see summary record IDB.36/SR.6, paras. 61 to 63).

XIV. Closure of the session

44. On 26 June 2009, at 6.20 p.m., the Board closed its thirty-sixth session (see IDB.36/SR.6, paras. 64 to 68).

Annex I

Decisions adopted by the Board at its thirty-sixth session

IDB.36/Dec.1 Utilization of available conference-servicing resources

The Industrial Development Board, with the aim of utilizing the available conference-servicing resources to the maximum extent possible, decided to suspend with immediate effect rule 32 of its rules of procedure relating to the quorum, for the meetings of its thirty-sixth session only, provided no substantive decisions were taken at those meetings.

*1st plenary meeting
23 June 2009*

IDB.36/Dec.2 Multilingualism at UNIDO

The Industrial Development Board, at its thirty-sixth session, recommended that the General Conference adopt the following resolution at its thirteenth session:

“The General Conference,

“Recalling that the universality of UNIDO is based, inter alia, on multilingualism and respect for the equality and diversity of the languages chosen by Member States,

“Recalling also that, in accordance with article 61 of the Rules of Procedure of the General Conference, article 65 of the Rules of Procedure of the Industrial Development Board and article 55 of the Rules of Procedure of the Programme and Budget Committee, Arabic, Chinese, English, French, Russian and Spanish are the languages of the General Conference, the Industrial Development Board and the Programme and Budget Committee,

“Recalling, moreover, all United Nations General Assembly resolutions related to the official languages of all United Nations organs,

“Underscoring the importance, for industrial development, of ensuring that all Member States and also the general public, particularly in developing countries, enjoy the greatest possible access to the Organization’s information and documentation,

“Noting the necessity of balanced use of six official languages in the work of the Secretariat,

“1. Emphasizes the paramount importance of the equality of the six languages of the United Nations Industrial Development Organization;

“2. Requests the Director-General to take, within existing resources, all measures necessary to ensure strict implementation of the rules of the Organization that govern its language arrangements with respect both to the Organization’s relations with its Member States and to the use of languages in the work of the Secretariat;

“3. Stresses the importance of respect for the equality of official United Nations languages of the Secretariat, and requests the Director-General to continue

taking appropriate measures thereon, in conformity with Article 11, paragraph 5 of the Constitution of UNIDO;

“4. *Requests* the Director-General to designate a coordinator for multilingualism within existing posts in the Organization;

“5. *Also requests* the Director-General to take all measures necessary to ensure that the Organization’s basic technical information, whether written, audio-visual or digital, is disseminated in the languages of the Organization on the basis of the needs and priorities of the different regions and countries, in order to provide all Member States with the greatest possible access;

“6. *Stresses* the importance, in application of United Nations General Assembly resolution 61/266 on multilingualism, of providing information, technical assistance (documents and expertise) and training materials relating to the Organization in the languages of the beneficiary countries, when those languages are languages of the Organization;

“7. *Requests* the Director-General to continue, within existing resources and without detriment of resources designated to technical cooperation, the task of uploading the already translated essential material, issued since UNIDO became a specialized agency, onto the Organization’s website in all six official languages;

“8. *Also requests* the Director-General to ensure, within existing resources, that, by using new information and communication technologies, the Organization’s latest documents are made accessible on its website in all languages of the Organization, and also to progressively develop the possibilities of making the website home page, navigation and research tools and search results available in all of the Organization’s languages;

“9. *Further requests* the Director-General to establish cooperative arrangements with educational institutions in order to increase the number of web pages available in the Organization’s languages;

“10. *Requests* the Director-General to present to the Industrial Development Board at its thirty-seventh session a progress report on the implementation of this resolution.”

*6th plenary meeting
26 June 2009*

IDB.36/Dec.3 Regional programme for Latin America and the Caribbean

The Industrial Development Board:

(a) Recalled resolutions GC.11/Res.1 and GC.12/Res.1, entitled Regional programme for Latin America and the Caribbean, in which the Director-General had been requested to establish a regional programme for Latin America and the Caribbean;

(b) Requested the Director-General:

(i) To provide an updated report on the current status of implementation of the regional programme for Latin America and the Caribbean, which was approved during the second meeting of experts in November 2007, including contributions, disbursements and remaining balances;

- (ii) To continue to undertake actions to complete its full implementation;
- (iii) To update the existing initiatives and define new activities, projects and programmes in the three priority areas of the Organization, considering the realities and needs of the Latin American and the Caribbean countries at the regional and national levels, in close consultation with the Member States of the region and to that effect convene the third meeting of experts;
- (iv) To continue to develop the strategy for the mobilization of voluntary resources for the effective implementation of the activities, projects and programmes contained in the regional programme for Latin America and the Caribbean;
- (v) To report periodically to the policymaking organs of UNIDO on the measures adopted in fulfilment of the present decision.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.4 Recommendation of a candidate for the post of Director-General

The Industrial Development Board, acting in accordance with Article 11.2 of the Constitution, decided to recommend to the General Conference the appointment of Mr. Kandeh K. Yumkella as Director-General of UNIDO for a period of four years from 8 December 2009 or until the Director-General to be appointed at the fifteenth regular session of the General Conference assumes office, whichever is later.

*2nd plenary meeting
23 June 2009*

IDB.36/Dec.5 Terms and conditions of appointment of the Director-General

The Industrial Development Board, further to its decision IDB.36/Dec.4, and acting in accordance with rule 103 of the rules of procedure of the General Conference, decided to recommend to the Conference for approval the contract annexed to the present decision, which establishes the terms and conditions of appointment of the Director-General, including the salary and emoluments attached to the office.

*2nd plenary meeting
23 June 2009*

Annex

Draft contract for appointment of the Director-General

THIS CONTRACT is made

between the United Nations Industrial Development Organization (hereinafter called the Organization) for the one part

and (hereinafter called the Director-General) for the other part.

WHEREAS

The Director-General, upon recommendation of the Board, has been duly appointed by the Conference at its thirteenth session held in December 2009.

IT IS HEREBY AGREED AS FOLLOWS:

1. Term of Office

The Director-General shall be appointed for a period of four years from the day of two thousand nine (2009), or until the Director-General to be appointed at the fifteenth regular session of the General Conference assumes office, whichever is later.

2. Official Duty Station

The official duty station for the Director-General shall be Vienna, Austria.

3. Official Duties

In accordance with Article 11 of the Constitution of the Organization, the Director-General shall be the chief administrative officer of the Organization.

4. Privileges and Immunities

The Director-General shall enjoy all the privileges and immunities in keeping with his office as determined by the Constitution of the Organization, Article 21, and any relevant legal instruments already in force or to be concluded in the future.

5. Staff Regulations

The Director-General shall be subject to the Staff Regulations of the Organization, together with such amendments as may be made thereto, in so far as they are applicable to him.

6. Assessable Salary and Allowances

(a) The annual gross salary of the Director-General shall be US dollars two hundred and thirty nine thousand six hundred thirty-one (239,631), corresponding to an annual net base salary equivalent to US dollars one hundred and sixty eight thousand seven hundred and sixty (168,760) (dependency rate) or US dollars one hundred and fifty thousand seventy-nine (150,079) (single rate) respectively. The gross and net base salary shall be adjusted whenever the General Assembly decides to adjust the gross and net base salary levels of staff in the Professional and higher categories;

(b) He shall receive post adjustment, allowances and benefits, including social security benefits, for which a staff member in the Professional category of the UNIDO Secretariat would be eligible under the Staff Regulations and Staff Rules of the Organization, provided the purpose of such emolument, allowance or benefit has not already been met by other provisions of the present contract;

(c) The Director-General shall receive a representation allowance of Euros thirty two thousand and one hundred (32,100) per annum, adjusted for the budgeted annual inflation rate, to meet his share of the obligations which the Organization incurs in the form of representation and hospitality expenditure;

(d) He shall receive a housing allowance amounting to Euros fifty thousand and five hundred (50,500) per annum adjusted for the budgeted annual inflation rate;

(e) The above salary, allowances and benefits to which the Director-General is entitled under this agreement shall be subject to adjustment by the Board, after consultations with the Director-General, to keep them in line with those of the executive heads of other specialized agencies within the common system of the United Nations.

7. Pension and After Service Health Insurance

(a) The Director-General shall participate in the United Nations Joint Staff Pension Fund in accordance with the provisions of decision IDB.10/Dec.17 (d) of the Industrial Development Board. His pensionable remuneration shall be determined and adjusted in accordance with the provisions of articles 54 (c) and (b) of the regulations and rules of the United Nations Joint Staff Pension Fund;

(b) The Director-General shall be eligible for subsidized after-service health insurance as continuation of his in-service health insurance coverage as of the date he will be in receipt of a deferred retirement benefit from the United Nations Joint Staff Pension Fund.

8. Currency of payments

Payments will be effected in the currency applicable to staff in the Professional and higher categories serving at the official duty station Vienna, Austria.

9. Notice of Resignation

The Director-General may at any time give three month's notice of resignation in writing to the Board, which is authorized to accept his resignation on behalf of the General Conference, in which case, upon expiration of such period of notice, he shall cease to be Director-General of the Organization and this contract shall terminate.

10. Entry into force

This contract shall enter into force as of the day of 2009.

SIGNED this day of 2009 at Vienna.

(.....)

President of the Conference acting
on behalf of the Organization

(.....)

Director-General

IDB.36/Dec.6 Financial situation of UNIDO

The Industrial Development Board:

- (a) Took note of the information provided in document IDB.36/5;
- (b) Urged those Member States and former Member States that have not yet paid their assessed contributions, including advances to the Working Capital Fund and prior years' arrears, to do so without delay;
- (c) Requested the Director-General to pursue his efforts and contacts with Member States and former Member States to effect the collection of arrears.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.7 Scale of assessments for apportionment of the regular budget expenses for the biennium 2010-2011

The Industrial Development Board:

- (a) Took note of document IDB.36/3;
- (b) Recommended to the General Conference the establishment of a scale of assessments for the regular budget expenditures of UNIDO for the fiscal period 2010-2011, based on the United Nations General Assembly resolution 61/237, or any subsequent General Assembly resolution on scale of assessments for the apportionment of the expenses of the United Nations adopted prior to the thirteenth session of the General Conference, adjusted to the membership of UNIDO on the understanding that new Members shall be assessed for the year in which they become Members on the basis of the United Nations scale of assessments, as applicable to UNIDO.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.8 Working Capital Fund for the biennium 2010-2011

The Industrial Development Board:

- (a) Took note of document IDB.36/4;
- (b) Recommended to the General Conference that the level of the Working Capital Fund for the biennium 2010-2011 should remain at €7,423,030 and that the authorized purposes of the Fund for the biennium 2010-2011 should remain the same as for the biennium 2008-2009, i.e. as stipulated in decision GC.2/Dec.27, paragraph (b);
- (c) Urged Member States to pay their outstanding assessed contributions as soon as possible to minimize the need to withdraw sums from the Working Capital Fund to meet shortfalls in the payment of assessed contributions.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.9 Financial regulations

The Industrial Development Board:

- (a) Took note of the information contained in document IDB.36/11;
- (b) Decided to submit to the General Conference at its thirteenth session for consideration and adoption the interim amendments to the Financial Regulations of UNIDO as set out in the annex of document IDB.36/11 and deemed necessary for IPSAS adoption effective 1 January 2010;
- (c) Requested the External Auditor to conduct the annual financial audit for the year 2010 within the approved budgetary provisions for external audit fees.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.10 Appointment of an External Auditor

The Industrial Development Board:

- (a) Took note of documents IDB.36/10, Add.1 and Add.2;
- (b) Appreciated the work performed by the current External Auditor (the Auditor General of Pakistan), during the first year of his appointment, as contained in his interim report (IDB.36/8) and the interim financial performance report for the biennium 2008-2009 (IDB.36/9);
- (c) Recommended to the General Conference to extend the current appointment of the Auditor General of Pakistan as the External Auditor of UNIDO for a period of two years, from 1 July 2010 to 30 June 2012, under the terms of reference specified in the Financial Regulations of UNIDO;
- (d) Requested the External Auditor to conduct the annual financial audit for the year 2010 within the approved budgetary provisions for external audit fees, in line with Programme and Budget Committee conclusion 2009/7, para. (c).

*6th plenary meeting
26 June 2009*

IDB.36/Dec.11 Programme and budgets, 2010-2011

The Industrial Development Board:

- (a) Having considered the programme and budgets for the biennium 2010-2011 as contained in document IDB.36/7;
- (b) Recommended to the General Conference the approval of estimates of regular budget gross expenditures of €161,819,688 to be financed from assessed contributions in the amount of €156,609,188 and other income of €5,210,500;
- (c) Also recommended to the General Conference the approval of estimates of gross expenditures totalling €22,806,877 for the purpose of the operational budget for the biennium 2010-2011 to be financed from voluntary contributions in the amount of €22,187,677 and other income amounting to €619,200 as may be provided for in the financial regulations;

(d) Further recommended to the General Conference the approval of the partial utilization of the accumulated balance of the reserve for exchange rate fluctuations to finance any shortfall in the income estimates in order to fully implement the programmes as described in document IDB.36/7.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.12 Unutilized balances of appropriations

The Industrial Development Board:

(a) Took note of the proposals by the Director-General on unutilized balances of appropriations as contained in documents IDB.36/12 and Add.1;

(b) Further took note of the report by the Vice-Chairman of the Programme and Budget Committee (IDB.36/26) as orally updated at the thirty-sixth session of the Board and of the recommendation that informal consultations need to be continued in order for Member States to make an informed decision;

(c) Also took note of conclusion 2009/3 of the twenty-fifth session of the Programme and Budget Committee, and decided that unspent balances of collections for the biennium 2006-2007 that amounted to €6.8 million should be returned to Member States in accordance with the relevant Financial Regulations of UNIDO;

(d) Decided that the use of the remaining amount of unutilized balances shall be determined by the General Conference at its thirteenth session;

(e) Requested the Director-General:

(i) To further elaborate on his initial proposals on the use of unutilized balances of appropriations and provide Member States with a revised proposal on the return or use of the remaining amount of unutilized balances 45 days before the thirteenth session of the General Conference;

(ii) To carry out, within available resources, a feasibility study which considers the expected impact of the change management initiative on the overall cost efficiency of the Organization, with particular emphasis on the various cost elements involved in the implementation of an enterprise resource planning system for the Organization, as well as the possible alternatives for its funding;

(f) Entrusted the Vice-Chairman of the Programme and Budget Committee, H.E. Mr. Shahbaz, to continue the open-ended informal consultations on possible ways of dealing with the remaining amount of unutilized balances due to Member States in 2010.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.13 United Nations system-wide coherence: UNIDO’s role

The Industrial Development Board:

(a) Took note of the information contained in document IDB.36/15 on United Nations system-wide coherence: UNIDO’s role, as well as of document IDB.36/16 on the UNIDO initiative on the Millennium Development Goals;

(b) Appreciated UNIDO’s continued active participation in the “Delivering as One” initiative in the pilot countries in line with United Nations General Assembly resolution 62/208 on the triennial comprehensive policy review of operational activities for development of the United Nations system;

(c) Encouraged the Director-General to continue to participate actively in the ongoing discussions on United Nations system-wide coherence in line with resolution GC.12/Res.6 and to keep Member States informed thereof;

(d) Stressed the essential contribution of industrial development in achieving the Millennium Development Goals and emphasized the importance of the process initiated by UNIDO for clearly defining the targets and indicators that systematically capture this contribution;

(e) Requested the Director-General to actively pursue this initiative and to report on progress made to the governing bodies in their respective sessions.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.14 Personnel matters

The Industrial Development Board:

(a) Took note of the information contained in document IDB.36/19;

(b) Noted the amendments made in pursuance to staff regulation 13.3 to Schedule I and annexes I and II of the staff regulations in order to bring them into conformity with the decision of the General Assembly set out in resolution 63/251;

(c) Further noted the amendment to appendices A, E and G to the staff rules and to the staff rules 103.10 (b) and 104.04;

(d) Recommended to the General Conference at its thirteenth session the following candidates for the election of two members and two alternate members of the UNIDO Staff Pension Committee for the biennium 2010-2011:

Members: Ms. Gloria Maria Polastri Amat (Ecuador)

..... (country)

Alternate Members: (country)

..... (country)

*6th plenary meeting
26 June 2009*

IDB.36/Dec.15 New social security agreement

The Industrial Development Board:

(a) Took note of the report of the Director-General on the new social security agreement with the Republic of Austria (IDB.36/20);

(b) Decided that the new agreement between UNIDO and the Republic of Austria on social security as contained in the annex to document IDB.36/20 be submitted to the General Conference at its thirteenth session; and

(c) Recommended that the General Conference approve the new social security agreement with the Republic of Austria and authorize the Director-General to bring the new agreement into force in the manner prescribed in paragraph 1 of article 18 thereof.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.16 UNIDO's activities in agro-related industries and agribusiness

The Industrial Development Board:

(a) Requested that open-ended informal consultations on UNIDO's activities in agro-related industries and agribusiness be conducted by the President in cooperation with the Secretariat with a view to facilitating an in-depth discussion of the subject at the thirteenth session of the General Conference;

(b) Also requested that an item on UNIDO's activities in agro-related industries and agribusiness be added to the provisional agenda of the thirteenth session of the General Conference;

(c) Further requested substantive information, taking into account the relevant requests reflected in discussions and statements at the thirty-sixth session of the Board, to be presented in due time for informal consultations mentioned above, paving the way for constructive result-oriented deliberations, for possible decisions and recommendations on the role of the agro-industry sectors for the thirteenth session of the General Conference.

*6th plenary meeting
26 June 2009*

IDB.36/Dec.17 Preparations for the thirteenth session of the General Conference

The Industrial Development Board:

(a) Took note of the information provided in document IDB.36/23;

(b) Adopted the following agenda for the thirteenth session of the General Conference:

1. Opening of the session.
2. Election of officers.
3. Adoption of the agenda.
4. Organization of work.

5. Credentials of representatives to the Conference.
6. Elections to organs:
 - (a) Industrial Development Board;
 - (b) Programme and Budget Committee.
7. Annual reports of the Director-General on the activities of the Organization for 2007 and 2008.
8. Reports of the Industrial Development Board on the work of its thirty-fourth, resumed thirty-fourth, thirty-fifth and thirty-sixth regular sessions.
9. Forum on industrial development issues.
10. Financial matters:
 - (a) Scale of assessments of Member States;
 - (b) Financial situation of UNIDO;
 - (c) Working Capital Fund;
 - (d) Accounting standards;
 - (e) Financial regulations;
 - (f) Appointment of an External Auditor.
11. Implementation of the medium-term programme framework, 2008-2011, including:
 - (a) Regional programme for Latin America and the Caribbean;
 - (b) Regional programme for Africa;
 - (c) Arab regional programme; and
 - (d) Other regional programmes.
12. Medium-term programme framework, 2010-2013.
13. Programme and budgets, 2010-2011.
14. Cooperation Agreement with the United Nations Development Programme.
15. UNIDO Staff Pension Committee.
16. New social security agreement between UNIDO and the Republic of Austria.
17. Modification of Headquarters Agreement incorporating a new conference facility (M-building).^a
18. Matters related to intergovernmental, non-governmental, governmental and other organizations.

^a Subject to Austria's timely submission of a revised map of the Headquarters seat and conclusion of an exchange of letters or an agreement between UNIDO and the Government of Austria.

19. Appointment of the Director-General.
20. Date and place of the fourteenth session.
21. Closure of the session.

(c) Agreed to hold a forum on industrial development issues within the framework of the General Conference (provisional agenda, item 9);

(d) Recommended to the Conference that items 7 to 18 and item 20 of the provisional agenda be allocated to a main committee of the Conference;

(e) Recommended that, in the light of experience gained in the preparation of previous sessions of the Conference, the President of the thirty-sixth session of the Industrial Development Board conduct informal consultations for the preparation of the thirteenth session of the Conference.

6th plenary meeting
26 June 2009

IDB.36/Dec.18 Provisional agenda and date of the thirty-seventh session

The Industrial Development Board:

(a) Takes note of the information contained in document IDB.36/CRP.4;

(b) Decides to approve the following provisional agenda for its thirty-seventh session:

1. Election of officers.
 2. Adoption of the agenda.
 3. Annual report of the Director-General for 2009 on the activities of the Organization.
 4. Financial situation of UNIDO.
 5. Activities of the Evaluation Group.
 6. Activities of the Joint Inspection Unit.
 7. Multilingualism.^b
 8. Personnel matters.
 9. Matters related to intergovernmental, non-governmental, governmental and other organizations.
 10. Provisional agenda and date of the thirty-eighth session.
 11. Adoption of the report.
- (c) Decides to hold its thirty-seventh session on 11 and 12 May 2010.

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^b Item included in compliance with rule 11.1 to enable reporting as requested in IDB.36/Dec.2.

Annex II

Documents submitted to the Board at its thirty-sixth session

<i>Symbol</i>	<i>Agenda item</i>	<i>Title</i>
IDB.36/1/Rev.2	2	Provisional agenda
IDB.36/1/Add.1/Rev.2	2	Annotated provisional agenda
IDB.36/2-PBC.25/2	3	<i>Annual Report of UNIDO 2008</i>
IDB.36/3-PBC.25/3	5 (c)	Scale of assessments for the fiscal period 2010-2011. Note by the Secretariat
IDB.36/4-PBC.25/4	5 (d)	Working Capital Fund for the biennium 2010-2011. Proposals of the Director-General
IDB.36/5-PBC.25/5	5 (b)	Financial situation of UNIDO. Report by the Director-General
IDB.36/6-PBC.25/6	5 (e)	International Public Sector Accounting Standards. Progress report by the Secretariat
IDB.36/7-PBC.25/7	6	Programme and budgets, 2010-2011. Proposals of the Director-General
IDB.36/8-PBC.25/8	5 (a)	Interim report of the External Auditor
IDB.36/9-PBC.25/9	5 (a)	Interim financial performance report for the biennium 2008-2009. Submitted by the Director-General
IDB.36/10-PBC.25/10	5 (h)	Candidates for the appointment of External Auditor. Report by the Director-General
IDB.36/10/Add.1-PBC.25/10/Add.1	5 (h)	Candidates for the appointment of External Auditor. Addendum
IDB.36/10/Add.2	5 (h)	Candidates for the appointment of External Auditor. Addendum
IDB.36/11-PBC.25/11	5 (f)	Financial regulations of UNIDO. Note by the Secretariat
IDB.36/12-PBC.25/12	6	Unutilized balances of appropriations. Note by the Director-General
IDB.36/12/Add.1	6	Unutilized balances of appropriations. Revised proposal by the Director-General. Addendum
IDB.36/13	5	Report of the Programme and Budget Committee on the work of its twenty-fifth session (5-7 May 2009)
IDB.36/14-GC.13/5	4 (a) to (d)	Implementation of the medium-term programme framework, 2008-2011. Report by the Director-General
IDB.36/15	7	United Nations system-wide coherence: UNIDO's role. Report by the Director-General
IDB.36/16	7	UNIDO initiative on the Millennium Development Goals. Note by the Director-General

<i>Symbol</i>	<i>Agenda item</i>	<i>Title</i>
IDB.36/17	10	Impact of the global financial crisis on industrial development in developing countries: UNIDO's response. Report by the Director-General
IDB.36/18	11	Activities of the Joint Inspection Unit. Report by the Director-General
IDB.36/19	12	Personnel matters. Report by the Director-General
IDB.36/20	12	New social security agreement between UNIDO and the Republic of Austria. Report by the Director-General
IDB.36/21	14	Candidates for the post of Director-General. Note by the Secretariat
IDB.36/22	14	Draft contract for appointment of the Director-General. Note by the Secretariat
IDB.36/23	15	Preparations for the thirteenth session of the General Conference. Report by the Director-General
IDB.36/24	8	Cooperation Agreement with the United Nations Development Programme. Explanatory note by the Director-General
IDB.36/25	-	Lists of States included in Annex I to the Constitution of UNIDO. Note by the Secretariat
IDB.36/26	6	Implementation of Programme and Budget Committee conclusion 2009/3 on the unutilized balances of appropriations. Report of the Vice-Chairman, Programme and Budget Committee (H.E. Mr. Shahbaz, Pakistan)
Conference room papers		
IDB.36/CRP.1	2	List of documents
IDB.36/CRP.2	5 (b) and 6	Status of assessed contributions (item 5 (b)) and unutilized balances of appropriations (item 6). Note by the Secretariat
IDB.36/CRP.3	12	List of staff of the UNIDO Secretariat. Submitted by the Secretariat
IDB.36/CRP.4	16	Provisional agenda and date of the thirty-seventh session. Note by the Director-General
IDB.36/CRP.5	17	UNIDO activities in agro-related industries and agribusiness. Note by the Secretariat
IDB.36/CRP.6	-	List of participants

PBC.25/CRP.2	5 (g)	Projects approved under the Industrial Development Fund, trust funds and other voluntary contributions in 2008. Prepared by the Secretariat
PBC.25/CRP.3	5 (h)	Candidates for the appointment of External Auditor. Note by the Secretariat