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### Financial situation of UNIDO

## Financial situation of UNIDO

### Report by the Director-General

The present document provides information on the financial situation of the Organization as at 30 September 2011.

## Contents

	<i>Paragraphs</i>	<i>Page</i>
I. Overview .....	1	2
II. Regular and operational budgets, 2010-2011 .....	2-8	3
III. Assessed contributions .....	9-10	3
IV. Voting rights .....	11-12	4
V. Multi-year payment plans .....	13	5
VI. Arrears by former Member States .....	14	5
VII. Unutilized balances of appropriations and interest income in excess of budgetary estimates .....	15	6
VIII. Action required of the Conference .....	16	6
 Annex		
Status of assessed contributions to the regular budget .....		7



## I. Overview

1. The financial situation as at 30 September 2011 can be summarized in the following major points:

(a) Regular budget gross expenditure of 77.7 per cent reflects a marginally higher level than that of similar period in the previous biennium of 76.2 per cent;

(b) The operational budget expenditure amounted to €17.0 million in the reporting period. Support costs and other income amounted to €12.4 million at the end of 2010 and €9.1 million in the third quarter of 2011;

(c) The expenditure level for buildings management amounted to €36.8 million in accordance with the prevailing workplan;

(d) The level of regular budget cash resources (including the Working Capital Fund) was €51.5 million. In comparison, the cash balance as at 30 September 2010 and 2009 was €65.5 million and €65.6 million, respectively; the noteworthy difference is due to the fact that significant contributions had not yet been received by the end of the reporting period of September 2011. It is noted that these significant contributions were received in October 2011;

(e) The collection rate of 2011 assessed contributions at 30 September was 75.6 per cent, compared to the 2010 and 2009 rates of 83.2 and 86.1 per cent, respectively. However, on 1 October 2011 the current year's collection rate improved to 82.2 per cent upon receipt of additional contribution;

(f) The collection rate of prior years' arrears, as compared to the current year's assessments, was 1.6 per cent; however, as of 6 October the collection rate for the prior year went up to 7.2 per cent upon receipt of major additional contribution. The rates as at 30 September 2010 and 2009, as compared to the assessments of those years, were 9.9 and 4.1 per cent, respectively;

(g) Outstanding assessed contributions amounted to €131.1 million, as shown in the annex to the present document (including arrears of €69.1 million by the United States of America, and €2.1 million by the former Yugoslavia). The outstanding amounts as at 30 September 2010 and 2009 were €121.3 million and €122.6 million, respectively;

(h) The Working Capital Fund was at the level of €7,423,030. However, an amount of €4,737 was outstanding as at 30 September 2011;

(i) On 13 September 2011, Tuvalu became a member of UNIDO with the scale of assessment of 0.001 per cent;

(j) A conference room paper on the status of assessed contributions and voting rights, updated to 15 November 2011, will be provided.

## II. Regular and operational budgets, 2010-2011

### Regular budget

2. The regular budget status shows an overall implementation rate of 77.7 per cent of gross budgeted expenditure and reflects a higher level than that of the same period of the preceding biennium of 76.2 per cent. The rate of expenditure is expected to increase with additional budgetary expenditures relating to convening the General Conference as conference services and other related common services will be incurred before the end of the year.

3. As at 30 September 2011, total regular budget allotments for the biennium amounted to €159.0 million, which represents 98.3 per cent of the gross expenditure budget. The expenditures in this period amounted to €125.73 million.

### Operational budget

4. Operational budget expenditures amounted to €17.0 million on 30 September 2011. In the preceding biennium expenditures amounted to €15.8 million in the similar reporting period.

5. The technical cooperation activities in the third quarter of 2011 exceeded the historical level of 2010 at the same period and reached US\$ 123.5 million, including obligations. The income from support costs and other miscellaneous sources for this period amounted to €9.1 million.

### Buildings management

6. The buildings management budget is being implemented in accordance with the prevailing workplan.

7. An allotment of €64.1 million was issued for the biennium for buildings management.

8. Expenditures as at 30 September 2011 amounted to €36.8 million compared to €35.6 million in the similar period in the previous biennium.

## III. Assessed contributions

### A. Collections

9. A total of 67 Member States, including eight least developed countries (LDCs), have made full payments. Thirty-nine Member States, ten of which are LDCs, have made partial payments and/or their adjustments have been credited towards their assessed contributions for the year 2011. The collections in the period from January to September 2011, broken down by List of States, are shown in table 1.

Table 1  
**Collections, January-September 2011**  
(In millions of euros)

<i>List of States*</i>	<i>Current year</i>	<i>Prior years</i>	<i>Total</i>
A	5.21	0.49	5.70
B	51.04	0.07	51.11
C	0.16	0.42	0.58
D	2.80	0.24	3.04
Others	0.00	0.01	0.01
USA	0.00	0.00	0.00
Yugoslavia (former)	0.00	0.00	0.00
<b>Total</b>	<b>59.21</b>	<b>1.23</b>	<b>60.44</b>

\* As contained in document IDB.36/25.

## B. Outstanding contributions

10. The detailed status of assessed contributions outstanding as at 30 September 2011 is contained in the annex to the present document. The scale of assessment and outstanding contributions as of the same period, broken down by List of States, are shown in table 2.

Table 2  
**Scale of assessment and outstanding contributions as at 30 September 2011**

<i>List of States*</i>	<i>Scale of assessment (%)</i>	<i>Millions of euros</i>		
		<i>Current year</i>	<i>Prior years</i>	<i>Total</i>
A	16.494	4.54	2.57	7.11
B	73.610	9.89	0.47	10.36
C	6.079	4.54	32.40	36.94
D	3.807	0.11	5.01	5.12
Others	0.010	0.01	0.36	0.37
<b>Subtotal</b>	<b>100.000</b>	<b>19.09</b>	<b>40.81</b>	<b>59.90</b>
USA		0.00	69.07	69.07
Yugoslavia (former)		0.00	2.08	2.08
<b>Total</b>	<b>100</b>	<b>19.09</b>	<b>111.96</b>	<b>131.05</b>

\* As contained in document IDB.36/25.

## IV. Voting rights

11. As indicated in the annex to the present document, the voting rights of 38 Member States had been suspended as at 30 September 2011, in accordance with Article 5.2 of the Constitution and financial regulation 5.5 (b). In comparison, the voting rights of 41 countries had been suspended at the same time last year. The status of voting rights in respect of the various policymaking organs is shown in table 3.

Table 3  
**Suspension of voting rights, as at 30 September 2011**

<i>Members of</i>	<i>Number of members</i>		
	<i>2011</i>	<i>2010</i>	<i>2009</i>
General Conference	38	41	38
Industrial Development Board	3	3	2
Programme and Budget Committee	3	3	0

12. In order to restore their voting rights for 2011, these Member States must pay their full contributions for 2008 and prior years, including advances to the Working Capital Fund, as well as a partial contribution for 2009. The minimum total amount that would have to be paid by these Member States is €13,941,110.

## V. Multi-year payment plans

13. Table 4 shows, in summary form, the current status of those Member States that have entered into payment plan arrangements to settle outstanding assessed contributions. The Secretariat notes with appreciation and recognizes the considerable efforts made by all those Member States that have honoured their commitments and obligations as stipulated in their respective payment plans. Other Member States in arrears are encouraged to consider submitting payment plans to steadily reduce their outstanding assessed contributions.

Table 4  
**Payment plans — status as at 30 September 2011**  
 (Amounts in euros)

<i>Member State</i>	<i>Total amount of arrears covered by the plan*</i>	<i>Outstanding amounts 30/9/11</i>	<i>Amounts received/due in 2011</i>	<i>Duration/ years</i>	<i>Instalment due in 2011 (month)</i>	<i>Instalment due</i>	<i>Payment made in 2011</i>
Azerbaijan	1,269,247	118,546	131,168	10	May	Ninth	Payment received
Brazil	25,577,384	20,571,385	5,797,204	5	June	Second	Scheduled
Republic of Moldova	878,231	438,669	88,531	10	June	Fifth	Payment received
<b>Total</b>	<b>27,724,862</b>	<b>21,128,600</b>	<b>6,016,903</b>				

\* Total amount of arrears at time of signing the plan.

## VI. Arrears by former Member States

14. The amount of arrears owed to UNIDO by the United States of America is €69,068,887 (1994-1996) while the arrears of the former Yugoslavia amount to €2,081,599 (1990-2001). Payment of these arrears is being pursued by the Secretariat.

## **VII. Unutilized balances of appropriations and interest income in excess of budgetary estimates**

15. Information on the unutilized balances of appropriations was provided in document IDB.39/12. Further information will be provided in document GC.14/18.

## **VIII. Action required of the Conference**

16. The General Conference may wish to consider adopting the following draft decision:

“The General Conference:

“(a) Takes note of the information provided in document GC.14/7;

“(b) Urges 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) Requests the Director-General to pursue his efforts and contacts with Member States and former Member States to effect the collection of arrears.”

## Annex

## Status of assessed contributions to the regular budget (In euros)

### Status as at 30 September 2011

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2011 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights<sup>a</sup></i>	<i>Minimum payment to gain voting rights</i>
Afghanistan	709	0	709	2011P	Yes	0
Albania	6,178	0	6,178	2011P	Yes	0
Algeria	0	0	0	-	Yes	0
Angola	8,692	0	8,692	2009P	Yes	0
Argentina	2,209,628	0	2,209,628	2007P	No	1,152,460
Armenia	913,268	0	913,268	1992P	No	906,400
Austria	0	0	0	-	Yes	0
Azerbaijan	118,546	0	118,546	1999P	Yes	Payment Plan
Bahamas	0	0	0	-	Yes	0
Bahrain	0	0	0	-	Yes	0
Bangladesh	0	0	0	-	Yes	0
Barbados	10,071	0	10,071	2011P	Yes	0
Belarus	0	0	0	-	Yes	0
Belgium	0	0	0	-	Yes	0
Belize	3,649	0	3,649	2007P	No	1,460
Benin	504	0	504	2011P	Yes	0
Bhutan	712	0	712	2011P	Yes	0
Bolivia (Plurinational State of)	24,829	0	24,829	2008P	No	6,270
Bosnia and Herzegovina	0	0	0	-	Yes	0
Botswana	0	0	0	-	Yes	0
Brazil	20,571,385	0	20,571,385	1998P	No	Payment Plan
Bulgaria	0	0	0	-	Yes	0
Burkina Faso	0	0	0	-	Yes	0
Burundi	50,199	0	50,199	1995P	No	48,010
Cambodia	708	0	708	2011P	Yes	0
Cameroon	11,980	0	11,980	2010P	Yes	0
Cape Verde	52,101	0	52,101	1995P	No	49,890
Central African Republic	117,537	0	117,537	1989P	No	115,350
Chad	100,644	0	100,644	1991P	No	98,460
Chile	172,822	0	172,822	2011P	Yes	0
China	2,887,157	0	2,887,157	2011P	Yes	0
Colombia	108,077	0	108,077	2011P	Yes	0
Comoros	140,716	0	140,716	1986P	No	138,530
Congo	0	0	0	-	Yes	0
Costa Rica	315,196	0	315,196	1999P	No	212,430
Côte d'Ivoire	0	0	0	-	Yes	0
Croatia	0	0	0	-	Yes	0

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2011 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights<sup>a</sup></i>	<i>Minimum payment to gain voting rights</i>
Cuba	116,577	0	116,577	2010P	Yes	0
Cyprus	0	0	0	-	Yes	0
Czech Republic	0	0	0	-	Yes	0
Democratic People's Republic of Korea	7,317	0	7,317	2011P	Yes	0
Democratic Republic of the Congo	148,410	0	148,410	1989P	No	139,205
Denmark	0	0	0	-	Yes	0
Djibouti	99,622	0	99,622	1991P	No	97,440
Dominica	5,796	0	5,796	2004P	No	3,605
Dominican Republic	577,422	2,125	579,547	1986	No	502,505
Ecuador	22,195	0	22,195	2011P	Yes	0
Egypt	0	0	0	-	Yes	0
El Salvador	348,104	1,925	350,029	1988	No	286,610
Equatorial Guinea	2,273	0	2,273	2011P	Yes	0
Eritrea	712	0	712	2011P	Yes	0
Ethiopia	3,047	0	3,047	2011P	Yes	0
Fiji	2,969	0	2,969	2011P	Yes	0
Finland	0	0	0	-	Yes	0
France	0	0	0	-	Yes	0
Gabon	24,844	0	24,844	2009P	Yes	0
Gambia	64,524	0	64,524	1994P	No	62,340
Georgia	1,611,591	0	1,611,591	1992P	No	1,602,390
Germany	0	0	0	-	Yes	0
Ghana	4,614	0	4,614	2011P	Yes	0
Greece	1,114,767	0	1,114,767	2010P	Yes	0
Grenada	49,481	0	49,481	1995P	No	47,300
Guatemala	65,581	0	65,581	2010P	Yes	0
Guinea	1,980	0	1,980	2010P	Yes	0
Guinea-Bissau	122,847	0	122,847	1988P	No	120,660
Guyana	129	0	129	2011P	Yes	0
Haiti	0	0	0	-	Yes	0
Honduras	5,557	0	5,557	2010P	Yes	0
Hungary	0	0	0	-	Yes	0
India	0	0	0	-	Yes	0
Indonesia	0	0	0	-	Yes	0
Iran (Islamic Republic of)	190,812	0	190,812	2011P	Yes	0
Iraq	0	0	0	-	Yes	0
Ireland	0	0	0	-	Yes	0
Israel	0	0	0	-	Yes	0
Italy	5,458,100	0	5,458,100	2011P	Yes	0
Jamaica	10,862	0	10,862	2011P	Yes	0
Japan	0	0	0	-	Yes	0
Jordan	0	0	0	-	Yes	0
Kazakhstan	0	0	0	-	Yes	0
Kenya	14,801	0	14,801	2010P	Yes	0



<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2011 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights<sup>a</sup></i>	<i>Minimum payment to gain voting rights</i>
Kuwait	0	0	0	-	Yes	0
Kyrgyzstan	380,388	0	380,388	1993P	No	378,960
Lao People's Democratic Republic	0	0	0	-	Yes	0
Lebanon	36,636	0	36,636	2011P	Yes	0
Lesotho	1,960	0	1,960	2009P	Yes	0
Liberia	108,266	0	108,266	1990P	No	106,080
Libya	64,914	0	64,914	2011P	Yes	0
Lithuania	60,729	0	60,729	2010P	Yes	0
Luxembourg	0	0	0	-	Yes	0
Madagascar	4,528	0	4,528	2010P	Yes	0
Malawi	81	0	81	2011P	Yes	0
Malaysia	204,544	0	204,544	2011P	Yes	0
Maldives	1,809	0	1,809	2009P	Yes	0
Mali	1,491	0	1,491	2010P	Yes	0
Malta	18,669	0	18,669	2011P	Yes	0
Mauritania	82,846	0	82,846	1992P	No	80,660
Mauritius	0	0	0	-	Yes	0
Mexico	11,704,552	0	11,704,552	2007P	No	4,366,610
Monaco	0	0	0	-	Yes	0
Mongolia	0	0	0	-	Yes	0
Montenegro	0	0	0	-	Yes	0
Morocco	0	0	0	-	Yes	0
Mozambique	0	0	0	-	Yes	0
Myanmar	42,944	0	42,944	2005P	No	26,720
Namibia	6,171	0	6,171	2011P	Yes	0
Nepal	5,528	0	5,528	2010P	Yes	0
Netherlands	0	0	0	-	Yes	0
New Zealand	0	0	0	-	Yes	0
Nicaragua	146,926	149	147,075	1986P	No	140,210
Niger	102,209	0	102,209	1991P	No	100,020
Nigeria	47,074	0	47,074	2011P	Yes	0
Norway	0	0	0	-	Yes	0
Oman	0	0	0	-	Yes	0
Pakistan	63,572	0	63,572	2011P	Yes	0
Panama	1,398	0	1,398	2011P	Yes	0
Papua New Guinea	31,089	0	31,089	2003P	No	24,230
Paraguay	5,561	0	5,561	2010P	Yes	0
Peru	7,532	0	7,532	2011P	Yes	0
Philippines	0	0	0	-	Yes	0
Poland	0	0	0	-	Yes	0
Portugal	568,548	0	568,548	2011P	Yes	0
Qatar	91,730	0	91,730	2011P	Yes	0
Republic of Korea	0	0	0	-	Yes	0
Republic of Moldova	438,669	0	438,669	1995P	Yes	Payment Plan
Romania	0	0	0	-	Yes	0

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2011 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights<sup>a</sup></i>	<i>Minimum payment to gain voting rights</i>
Russian Federation	0	0	0	-	Yes	0
Rwanda	713	0	713	2011P	Yes	0
Saint Kitts and Nevis	3,120	0	3,120	2007P	No	930
Saint Lucia	2,199	0	2,199	2009P	Yes	0
Saint Vincent and the Grenadines	117,007	0	117,007	1989P	No	114,820
Samoa	0	0	0	-	Yes	0
Sao Tome and Principe	140,716	0	140,716	1986P	No	138,530
Saudi Arabia	804,689	0	804,689	2011P	Yes	0
Senegal	3,457	0	3,457	2009P	Yes	0
Serbia	0	0	0	-	Yes	0
Seychelles	3,502	0	3,502	2010P	Yes	0
Sierra Leone	0	0	0	-	Yes	0
Slovakia	0	0	0	-	Yes	0
Slovenia	0	0	0	-	Yes	0
Somalia	140,715	0	140,715	1986P	No	138,530
South Africa	0	0	0	-	Yes	0
Spain	3,196,954	0	3,196,954	2011P	Yes	0
Sri Lanka	17,087	0	17,087	2011P	Yes	0
Sudan	21,826	0	21,826	2009P	Yes	0
Suriname	0	0	0	-	Yes	0
Swaziland	4,419	0	4,419	2010P	Yes	0
Sweden	0	0	0	-	Yes	0
Switzerland	0	0	0	-	Yes	0
Syrian Arab Republic	0	0	0	-	Yes	0
Tajikistan	119,216	0	119,216	1995P	No	117,030
Thailand	0	0	0	-	Yes	0
The former Yugoslav Republic of Macedonia	14,858	0	14,858	2009P	Yes	0
Timor-Leste	675	0	675	2011P	Yes	0
Togo	50,051	0	50,051	1995P	No	47,870
Tonga	1,827	0	1,827	2009P	Yes	0
Trinidad and Tobago	0	0	0	-	Yes	0
Tunisia	0	0	0	-	Yes	0
Turkey	0	0	0	-	Yes	0
Turkmenistan	249,252	538	249,790	1995	No	231,230
Uganda	9,140	0	9,140	2009P	Yes	0
Ukraine	1,949,104	0	1,949,104	1998P	No	1,801,890
United Arab Emirates	0	0	0	-	Yes	0
United Kingdom	0	0	0	-	Yes	0
United Republic of Tanzania	24	0	24	2011P	Yes	0
Uruguay	29,147	0	29,147	2011P	Yes	0
Uzbekistan	478,842	0	478,842	1997P	No	453,260
Vanuatu	84,403	0	84,403	1992P	No	82,215
Venezuela (Bolivarian Republic of)	304,450	0	304,450	2010P	Yes	0
Viet Nam	0	0	0	-	Yes	0

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2011 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights<sup>a</sup></i>	<i>Minimum payment to gain voting rights</i>
Yemen	14,649	0	14,649	2010P	Yes	0
Zambia	0	0	0	-	Yes	0
Zimbabwe	0	0	0	-	Yes	0
Subtotal:	<b>59,892,649</b>	<b>4,737</b>	<b>59,897,386</b>			13,941,110
Yugoslavia (former) <sup>b</sup>	2,081,599		2,081,599	1990(P)-2001		
Non-Member:						
United States of America <sup>c</sup>	69,068,887		69,068,887	1994(P)-1996		
<b>TOTAL</b>	<b>131,043,135</b>	<b>4,737</b>	<b>131,047,872</b>			<b>13,941,110</b>
<b>New Member:</b>						
<b>Tuvalu</b>	<b>783</b>	<b>74</b>	<b>857</b>	<b>2011</b>	<b>Yes</b>	<b>0</b>

*Notes:*

(P) refers to partial payment.

<sup>a</sup> Voting rights of 38 Member States have been suspended in accordance with Article 5.2 of the Constitution of UNIDO.

<sup>b</sup> Outstanding contributions to be resolved (General Assembly resolution 63/249).

<sup>c</sup> Member State of UNIDO until 31 December 1996.

<i>Summary of outstanding assessed contributions by biennium/year</i>	<i>Euros</i>
1986/1987	90,872
1988/1989	164,200
1990/1991	1,109,378
1992/1993	1,508,191
1994/1995	40,990,421
1996/1997	31,783,930
1998/1999	4,173,003
2000/2001	3,485,628
2002/2003	4,382,340
2004/2005	4,659,585
2006/2007	7,082,931
2008/2009	7,841,735
Subtotal:	107,272,213
2010	4,682,357
2011	19,088,565
<b>TOTAL</b>	<b>131,043,135</b>