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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 2013.

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I. Overview

1. UNIDO's financial situation as at 30 September 2013 can be summarized in the following major points:

(a) Regular budget gross expenditure spending-rate of 77.8 per cent reflects a slightly higher level than that of the same period in the previous biennium of 77.7 per cent;

(b) The operational budget expenditures amounted to €23.6 million in the reporting period. Support costs and other income amounted to €10.3 million in nine months of 2013;

(c) The expenditure level for buildings management amounted to €40.0 million in accordance with the prevailing workplan;

(d) The collection rate of 2013 assessed contributions at 30 September 2013 was 84.7 per cent, compared to the 2012 and 2011 rates of 85.7 and 75.6 per cent, respectively;

(e) The collection rate of prior years' arrears, as compared to the current year's assessments, was 12.1 per cent. The rate as at 30 September 2012 and 2011, as compared to the assessments of those years, was 17.5 and 1.6 per cent, respectively;

(f) Outstanding assessed contributions amounted to €101.6 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 2012 and 2011 were €107.8 million and €131.1 million, respectively;

(g) The Working Capital Fund was at the level of €7,423,030. However, an amount of €5,240 was outstanding as at 30 September 2013;

(h) A conference room paper will be issued on the status of assessed contributions and voting rights, with information updated as of 15 November 2013.

II. Regular and operational budgets, 2012-2013

A. Regular budget

2. The regular budget status shows an overall implementation rate of 77.8 per cent of gross budgeted expenditure and reflects a slightly higher level than that of the same period of the preceding biennium of 77.7 per cent. The rate of expenditure is expected to increase with additional budgetary expenditures relating to convening the General Conference, as expenses for conference and other related common services will be incurred before the end of the year.

3. As at 30 September 2013, total regular budget allotments for the biennium amounted to €147.6 million, which represents 93.5 per cent of the gross expenditure budget. Expenditures in this period amounted to €122.75 million.

B. Operational budget

4. Allotments of €28.7 million were issued in the current biennium. This level corresponds to 99.2 per cent of estimates included in the approved programme and budgets.

5. Operational budget expenditures amounted to €23.6 million on 30 September 2013. In the preceding biennium expenditures amounted to €17.0 million as at 30 September 2011.

6. Technical cooperation activities at the third quarter of 2013 reached \$138.5 million, including commitments. While this level is slightly below that of 2012 (\$145 million), the current level includes fewer commitments/obligations, namely \$22.8 million (16.5 per cent) compared to \$82.8 million (57 per cent) at the end of the third quarter of 2012. The income from support costs and other miscellaneous sources for this period amounted to €10.28 million.

C. Buildings management

7. Allotments of €58.0 million were issued for the current biennium for buildings management, the budget of which is being implemented in accordance with the prevailing workplan.

8. Expenditures as at 30 September 2013 amounted to €40.0 million, compared to €36.8 million in 2011. The expenditure level in the current biennium represents 65.0 per cent of the buildings management gross expenditure budget.

III. Assessed contributions

A. Collections

9. A total of sixty-six Member States, including ten least developed countries (LDCs), made full payments. Thirty-eight Member States, seven of which are LDCs, made partial payments and/or adjustments were credited towards their assessed contributions for the year 2013. The collections in the period from January to September 2013, broken down by List of States, are shown in table 1.

Table 1
Collections, January to September 2013
(In millions of euros)

<i>List of States*</i>	<i>Current year</i>	<i>Prior years</i>	<i>Total</i>
A	9.79	1.26	11.05
B	47.29	4.50	51.79
C	3.52	2.74	6.26
D	4.25	0.76	5.01
Others	0.00	0.00	0.00
USA	0.00	0.00	0.00
Yugoslavia (former)	0.00	0.00	0.00
Total	64.85	9.26	74.11

* As contained in document PBC.29/16.

B. Outstanding contributions

10. The detailed status of assessed contributions outstanding as at 30 September 2013 is contained in the annex to the present document. The scale of assessments and outstanding contributions as of the same period, broken down by List of States, are shown in table 2.

Table 2
Scale of assessments and outstanding contributions as at 30 September 2013

<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	16.107	2.55	3.24	5.79
B	69.611	6.05	0.00	6.05
C	8.277	2.82	11.29	14.11
D	5.866	0.24	3.97	4.21
Others	0.040	0.03	0.27	0.30
Subtotal	99.901	11.69	18.77	30.46
USA		0.00	69.07	69.07
Yugoslavia (former)		0.00	2.08	2.08
Total	99.901	11.69	89.92	101.61

* As contained in document PBC.29/16.

IV. Voting rights

11. As indicated in the annex to the present document, the voting rights of 35 Member States had been suspended as at 30 September 2013, in accordance with Article 5.2 of the Constitution and financial regulation 5.5 (b). In comparison, the voting rights of 37 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 2013

<i>Members of</i>	<i>Number of members</i>		
	<i>2013</i>	<i>2012</i>	<i>2011</i>
General Conference	35	37	38
Industrial Development Board	0	3	3
Programme and Budget Committee	0	2	3

12. In order to restore their voting rights for 2013, these Member States must pay their full contributions for 2010 and prior years, including advances to the Working Capital Fund, as well as a partial contribution for 2011. The minimum total amount that would have to be paid by these Member States is €6,227,010.

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 2013
(Amounts in euros)

<i>Member State</i>	<i>Total amount of arrears covered by the plan*</i>	<i>Outstanding amounts 30/9/13</i>	<i>Amounts received/due in 2013</i>	<i>Duration /years</i>	<i>Instalment due in 2013 (month)</i>	<i>Instalment due</i>	<i>Payment made in 2013</i>
Brazil	25,577,384	11,529,228	6,604,501	5	June	Fourth	Scheduled
Costa Rica	280,742	245,662	96,201	10	March	Second/Third	Received/partial
Republic of Moldova	878,231	263,241	90,174	10	June	Seventh	Received
Ukraine	1,949,104	1,169,462	488,705	5	April	Second	Received
Total	28,685,461	13,207,593	7,279,581				

* 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 will be provided in a conference room paper (GC.15/CRP.3).

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.15/11;
- (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;
- (d) Also requests the Director General to continue his efforts to ensure that current Member States sustain their support to the Organization.”

Annex

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

Status as at 30 September 2013

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2013 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights^a</i>	<i>Minimum payment to gain voting rights</i>
Afghanistan	0	0	0	–	Yes	0
Albania	0	0	0	–	Yes	0
Algeria	0	0	0	–	Yes	0
Angola	0	0	0	–	Yes	0
Argentina	0	0	0	–	Yes	0
Armenia	918,880	0	918,880	1992P	No	906,470
Austria	0	0	0	–	Yes	0
Azerbaijan	0	0	0	–	Yes	0
Bahamas	0	0	0	–	Yes	0
Bahrain	0	0	0	–	Yes	0
Bangladesh	0	0	0	–	Yes	0
Barbados	13,377	0	13,377	2012P	Yes	0
Belarus	0	0	0	–	Yes	0
Belgium	0	0	0	–	Yes	0
Belize	498	0	498	2013P	Yes	0
Benin	6,748	0	6,748	2012P	Yes	0
Bhutan	346	0	346	2013P	Yes	0
Bolivia (Plurinational State of)	38,881	0	38,881	2008P	No	16,030
Bosnia and Herzegovina	0	0	0	–	Yes	0
Botswana	0	0	0	–	Yes	0
Brazil	11,529,228	0	11,529,228	2005P	Yes	Payment plan
Bulgaria	0	0	0	–	Yes	0
Burkina Faso	0	0	0	–	Yes	0
Burundi	46,780	0	46,780	1995P	No	44,690
Cambodia	0	0	0	–	Yes	0
Cameroon	32,773	0	32,773	2011P	Yes	0
Cape Verde	0	0	0	–	Yes	0
Central African Republic	118,990	0	118,990	1989	No	116,900
Chad	105,024	128	105,152	1991	No	100,140
Chile	253,494	0	253,494	2013P	Yes	0
China	0	0	0	–	Yes	0
Colombia	0	0	0	–	Yes	0
Comoros	142,169	0	142,169	1986	No	140,080
Congo	5,038	0	5,038	2012P	Yes	0
Costa Rica	245,662	0	245,662	2007P	Yes	Payment plan
Côte d'Ivoire	0	0	0	–	Yes	0
Croatia	194,914	0	194,914	2012P	Yes	0

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2013 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights^a</i>	<i>Minimum payment to gain voting rights</i>
Cuba	20,105	0	20,105	2013P	Yes	0
Cyprus	0	0	0	–	Yes	0
Czech Republic	0	0	0	–	Yes	0
Democratic People's Republic of Korea	6,984	0	6,984	2013P	Yes	0
Democratic Republic of the Congo	155,710	40	155,750	1989P	No	145,470
Denmark	0	0	0	–	Yes	0
Djibouti	44,550	0	44,550	1995P	No	42,460
Dominica	6,323	0	6,323	2005P	No	4,230
Dominican Republic	649,040	0	649,040	1987	No	529,910
Ecuador	0	0	0	–	Yes	0
Egypt	0	0	0	–	Yes	0
El Salvador	388,984	1,734	390,718	1988	No	328,100
Equatorial Guinea	15,953	0	15,953	2011P	Yes	0
Eritrea	0	0	0	–	Yes	0
Ethiopia	15,880	0	15,880	2011P	Yes	0
Fiji	9,819	0	9,819	2011P	Yes	0
Finland	0	0	0	–	Yes	0
France	0	0	0	–	Yes	0
Gabon	51,490	0	51,490	2009P	No	13,850
Gambia	65,973	0	65,973	1994P	No	63,900
Georgia	1,624,731	309	1,625,040	1992P	No	1,608,740
Germany	0	0	0	–	Yes	0
Ghana	10,819	0	10,819	2012P	Yes	0
Greece	740,576	0	740,576	2013	Yes	0
Grenada	50,930	0	50,930	1995P	No	48,840
Guatemala	13,835	0	13,835	2013P	Yes	0
Guinea	5,028	0	5,028	2011P	Yes	0
Guinea-Bissau	124,300	0	124,300	1988P	No	122,210
Guyana	475	0	475	2013P	Yes	0
Haiti	5,825	0	5,825	2012P	Yes	0
Honduras	19,445	0	19,445	2011P	Yes	0
Hungary	0	0	0	–	Yes	0
India	0	0	0	–	Yes	0
Indonesia	0	0	0	–	Yes	0
Iran (Islamic Republic of)	593,891	0	593,891	2011P	Yes	0
Iraq	11,190	0	11,190	2013P	Yes	0
Ireland	0	0	0	–	Yes	0
Israel	0	0	0	–	Yes	0
Italy	64,507	0	64,507	2013P	Yes	0
Jamaica	27,628	0	27,628	2011P	Yes	0
Japan	0	0	0	–	Yes	0
Jordan	14,990	0	14,990	2013P	Yes	0
Kazakhstan	102	0	102	2013P	Yes	0
Kenya	12,003	0	12,003	2013P	Yes	0

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2013 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights^a</i>	<i>Minimum payment to gain voting rights</i>
Kuwait	287,018	0	287,018	2013P	Yes	0
Kyrgyzstan	381,053	0	381,053	1993P	No	378,960
Lao People's Democratic Republic	362	0	362	2013P	Yes	0
Lebanon	36,133	0	36,133	2013P	Yes	0
Lesotho	520	0	520	2013P	Yes	0
Liberia	109,719	0	109,719	1990P	No	107,630
Libya	308,090	0	308,090	2011P	Yes	0
Luxembourg	0	0	0	–	Yes	0
Madagascar	0	0	0	–	Yes	0
Malawi	243	0	243	2013P	Yes	0
Malaysia	269,113	0	269,113	2013P	Yes	0
Maldives	2,157	0	2,157	2011P	Yes	0
Mali	7,735	0	7,735	2011P	Yes	0
Malta	0	0	0	–	Yes	0
Mauritania	84,299	0	84,299	1992P	No	82,210
Mauritius	0	0	0	–	Yes	0
Mexico	0	0	0	–	Yes	0
Monaco	0	0	0	–	Yes	0
Mongolia	0	0	0	–	Yes	0
Montenegro	8,760	195	8,955	2012P	Yes	0
Morocco	62,327	0	62,327	2013P	Yes	0
Mozambique	0	0	0	–	Yes	0
Myanmar	3,374	0	3,374	2013P	Yes	0
Namibia	14,727	0	14,727	2012P	Yes	0
Nepal	16,960	0	16,960	2010P	No	750
Netherlands	0	0	0	–	Yes	0
New Zealand	0	0	0	–	Yes	0
Nicaragua	0	0	0	–	Yes	0
Niger	106,589	128	106,717	1991P	No	101,840
Nigeria	83,326	0	83,326	2013P	Yes	0
Norway	0	0	0	–	Yes	0
Oman	0	0	0	–	Yes	0
Pakistan	88,789	0	88,789	2013P	Yes	0
Panama	22,535	0	22,535	2013P	Yes	0
Papua New Guinea	34,059	0	34,059	2003P	No	27,480
Paraguay	6,099	0	6,099	2013P	Yes	0
Peru	23,020	0	23,020	2013P	Yes	0
Philippines	0	0	0	–	Yes	0
Poland	0	0	0	–	Yes	0
Portugal	539,773	0	539,773	2013	Yes	0
Qatar	277,762	0	277,762	2012P	Yes	0
Republic of Korea	0	0	0	–	Yes	0
Republic of Moldova	263,241	0	263,241	1996P	Yes	Payment plan
Romania	0	0	0	–	Yes	0
Russian Federation	0	0	0	–	Yes	0

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2013 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights^a</i>	<i>Minimum payment to gain voting rights</i>
Rwanda	1,075	0	1,075	2012P	Yes	0
Saint Kitts and Nevis	3,530	0	3,530	2009P	No	1,440
Saint Lucia	2,390	0	2,390	2010P	No	300
Saint Vincent and the Grenadines	118,460	0	118,460	1989P	No	116,550
Samoa	766	0	766	2013	Yes	0
Sao Tome and Principe	142,169	0	142,169	1986	No	140,080
Saudi Arabia	892,030	0	892,030	2013P	Yes	0
Senegal	14,321	0	14,321	2011P	Yes	0
Serbia	0	0	0	–	Yes	0
Seychelles	6,305	0	6,305	2011P	Yes	0
Sierra Leone	138	0	138	2013P	Yes	0
Slovakia	0	0	0	–	Yes	0
Slovenia	0	0	0	–	Yes	0
Somalia	142,168	0	142,168	1986	No	140,080
South Africa	0	0	0	–	Yes	0
Spain	3,385,773	0	3,385,773	2013P	Yes	0
Sri Lanka	0	0	0	–	Yes	0
Sudan	21,309	0	21,309	2011P	Yes	0
Suriname	3,578	0	3,578	2013P	Yes	0
Swaziland	10,253	0	10,253	2010P	No	760
Sweden	0	0	0	–	Yes	0
Switzerland	1,317,795	0	1,317,795	2013	Yes	0
Syrian Arab Republic	49,269	0	49,269	2012P	Yes	0
Tajikistan	97,728	0	97,728	1996P	No	92,720
Thailand	0	0	0	–	Yes	0
The former Yugoslav Republic of Macedonia	29,267	0	29,267	2009P	No	7,880
Timor-Leste	0	0	0	–	Yes	0
Togo	13,200	0	13,200	1999P	No	11,110
Tonga	360	0	360	2013P	Yes	0
Trinidad and Tobago	48,854	0	48,854	2013P	Yes	0
Tunisia	2,589	0	2,589	2013P	Yes	0
Turkey	0	0	0	–	Yes	0
Turkmenistan	307,653	2,639	310,292	1995	No	245,630
Tuvalu	1,460	67	1,527	2012P	Yes	0
Uganda	10,702	0	10,702	2012P	Yes	0
Ukraine	1,169,462	0	1,169,462	1999P	Yes	Payment plan
United Arab Emirates	0	0	0	–	Yes	0
United Republic of Tanzania	12,208	0	12,208	2012P	Yes	0
Uruguay	24,000	0	24,000	2013P	Yes	0
Uzbekistan	481,080	0	481,080	1997P	No	452,200
Vanuatu	85,856	0	85,856	1992P	No	83,770
Venezuela (Bolivarian Republic of)	592,992	0	592,992	2012P	Yes	0
Viet Nam	0	0	0	–	Yes	0
Yemen	25,873	0	25,873	2010P	No	3,600

<i>Member State</i>	<i>Outstanding assessed contributions</i>	<i>WCF 2013 due</i>	<i>Total due</i>	<i>Years outstanding (since)</i>	<i>Voting rights^a</i>	<i>Minimum payment to gain voting rights</i>
Zambia	0	0	0	–	Yes	0
Zimbabwe	3,312	0	3,312	2013P	Yes	0
Subtotal:	30,459,596	5,240	30,464,836			6,227,010
Yugoslavia (former) ^b	2,081,599		2,081,599	1990(P)-2001		
Non-Member:						
United States of America ^c	69,068,887		69,068,887	1994(P)-1996		
TOTAL	101,610,082	5,240	101,615,322			6,227,010

Notes:

(P) refers to partial payment.

^a Voting rights of 35 Member States were suspended in accordance with Article 5.2 of the Constitution of UNIDO.

^b Outstanding contributions to be resolved (General Assembly resolution 63/249).

^c Member State of UNIDO until 31 December 1996.