Regular Fund Budget 2002

An Overview in a Historic Context
Some Years in Review

• Execution during 2000
  – The role of Specific Funds in fulfilling Member States Priorities

• Regular Fund Appropriations
  – 1999 through proposed 2000
Source and Use of Regular Fund and Associated Specific Funds

CY 2000

NOTE: FEMCIDI and related Specific Funds as well as other Funds associated with the IACD are not included.
Program Execution
The Regular Fund and Specific Funds Associated with the Regular Fund CY2000

<table>
<thead>
<tr>
<th>Category</th>
<th>Amount</th>
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</thead>
<tbody>
<tr>
<td>Democracy Activities</td>
<td>$19,128,935</td>
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<tr>
<td>Development and Cooperation</td>
<td>$13,925,590</td>
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<tr>
<td>Sustainable Development</td>
<td>$12,078,595</td>
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<tr>
<td>Support to Political Bodies less Meetings</td>
<td>$10,036,144</td>
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<tr>
<td>CICAD &amp; Related Activities</td>
<td>$8,606,009</td>
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<tr>
<td>Human Resource Development</td>
<td>$8,023,369</td>
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<td>Conf/Meeting Support to Political Bodies</td>
<td>$7,274,336</td>
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<td>Human Rights Activities</td>
<td>$5,052,773</td>
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<td>Social Development and Education</td>
<td>$3,128,806</td>
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<td>Trade</td>
<td>$2,470,780</td>
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<td>Other Activities (CIM, IADB, Children Institute)</td>
<td>$5,691,375</td>
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<td>Administration</td>
<td>$11,003,623</td>
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<tr>
<td>Overhead and Statutory Requirements</td>
<td>$8,595,599</td>
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<tr>
<td><strong>Total</strong></td>
<td><strong>$115,015,934</strong></td>
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</tbody>
</table>
SOURCES OF FUNDS
Regular and Associated Specific Funds
CY 2000
$115,015,934

- Contributions to Regular Funds: 64%
- Contributions to Specific Funds: 33%
- Interest and Other Income: 2%
- Admin Fee from FEMCIDI: 1%

33%, 64%, 1%, 2%
Regular Fund Appropriations

1999 through proposed 2000
While total appropriations have declined, proportional allocations to activities do not reflect a significant shift in priorities.
ORGANIZATION OF AMERICAN STATES
REGULAR FUND
APPROVED BUDGETS 1995-01 PROPOSAL FOR 2002
(in millions)

Nominal
Target to preserve parity with 1995 levels
ORGANIZATION OF AMERICAN STATES
TOTAL POSITIONS 1996-2002
APPROVED AND TEMPORARY

POSITIONS

582 676 569 586 587 587 582

<table>
<thead>
<tr>
<th>Year</th>
<th>Budget (in millions)</th>
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<tr>
<td>1996</td>
<td>$48.1</td>
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<tr>
<td>1997</td>
<td>$42.4</td>
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<tr>
<td>1998</td>
<td>$42.7</td>
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<tr>
<td>1999</td>
<td>$44.7</td>
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<tr>
<td>2000</td>
<td>$44.9</td>
</tr>
<tr>
<td>2001</td>
<td>$44.5</td>
</tr>
<tr>
<td>2002</td>
<td>$47.1</td>
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</table>
Major Budgetary Allocations
(in Millions)


$0 $20 $40 $60 $80 $100

Approved Budget
Personnel - Obj 1
Non-Personnel (Obj 2-9)
Non-Personnel/Operational Funds Down over $12 Million During Past Five Years

Non-Personnel (Objs 2-9)
Building the 2002 Budget

- Projected an Estimated Cost of $47.1 Million for Object 1 - Personnel - based on the number of posts in the budget and included a 8.5% Cost of Living Adjustment.
- This left $28.9 ($76 minus $47.1) Million for non-personnel.
- From this amount we subtracted our estimate of fixed cost of $9.1 Million, which left 19.8 Million for allocation to subprograms. (Note: for comparison purposes there was about $32 Million to allocate in 1997)
Building the 2002 Budget

The allocation to subprograms was generally based on levels of execution in 2000 with some exceptions. These exceptions included:

- Did not apply a reduction to the Human Rights Court. Left its allocation at 2001 levels.
- Applied a reduction of $125K to the IADB based on guidance of Preparatory Committee during last years deliberations.
- Made minor adjustments to insure that all subprograms had minimum resources to pay phone, Local Area Network (LAN), and other essential operating requirements.
- Created, based on desires expressed by Member States, a funded subprogram for unknown requirements/mandates.
Now some details and comparisons to Prior Years.
Conf/Meeting Support to Political Bodies
9.44% Proposed for 2002
up slightly 0.04% from 2001

Sec for Conf & Meetings
Sec GA and Perm Council
General Assembly
Juridical Committee
Programed Conf - 10W
CIDI Meetings
National Offices
7.81 % Proposed for 2002
down slightly from 2001
Office in Argentina Closing
Democracy
3.91 % Proposed for 2002
down slightly 0.1% from 2001
Sustainable Development

2.13 % Proposed for 2002

A slight 0.1% increase over 2001
CICAD
3.1% Proposed for 2002
A small 1.6% increase over 2001
Human Rights
5.81% Proposed for 2002
up slightly 0.02% from 2001

Commission on Human Rights
Human Rights Court
Trade
2.89 % Proposed for 2002
down slightly 0.07% from 2001

1999 2000 2001 2002

Trade Unit
Foreign Trade Information SICI
Support to Political Bodies Less Meetings

14.7% Proposed for 2002

Up slightly 0.95% - New Mandate Reserve is half of increase

1999 2000 2001 2002

Public Affairs/External Relations
Office of SG
Office of ASG
Dept of Legal Services
Inspector General
Office of Protocol & Official Functions
Summit Follow-up
Unprogrammed for New Mandates
External Auditors
Administrative Tribunal
Legal Affairs
Social Development, Culture and Education
3.18% Proposed for 2002
A slight increase 0.11% over 2001

Unit for Social Development & Education
Museum of Art of the Americas
Development and Cooperation Activities
17.4 % Proposed for 2002
which includes a 1.64% decrease from 2001
Overhead, Administration and Statutory Requirements

22.47% Proposed for 2002

which is a slight 0.98% increase for Object 1, statutory and other overhead requirements

Administration, Statutory Requirements (Mortgage, Pensions, Retirees Health, Home Leave, Post Audits, etc), and Overhead e.g. Chapts 8 & 9
Other Activities

7.21% Proposed for 2002
which is a 0.17% decrease from 2001
The General Secretariat has minimally accommodated mandates within a projected income level of $76 Million.

The level of operational funds (Objects 2-9) has dramatically fallen ($12.7 Million in 5 years) and is not adequate to fulfill all mandates.

The General Secretariat recommends that CAAP invite selected organizations within the General Secretariat to identify more clearly the limitations imposed by budget/income constraints on accomplishing Member State Mandates.

The Secretary General recommends that the Member States restore their contributions to a level that at least accounts for inflation.

The General Secretariat is looking forward to working with the Member States in finalizing a Regular Fund Budget for 2002.