



PAN AMERICAN HEALTH ORGANIZATION  
WORLD HEALTH ORGANIZATION



**35th DIRECTING COUNCIL**  
42nd SESSION OF THE REGIONAL COMMITTEE

*Washington D.C., 23-28 September 1991*

---

***RESOLUTION***

***CD35.R3***

**PROVISION FOR COST OF EXCHANGE/INFLATION RATE  
DIFFERENTIAL FUND**

*THE 35th DIRECTING COUNCIL,*

Having considered and approved the proposed program budget of the Pan American Health Organization for the biennium 1992–1993 and the report of the Director on the adverse effects of inflationary changes on it;

Aware of the impact on the Organization's regular program budget of movements of the rates of exchange between the US dollar and other regional currencies, many of which have already occurred in 1990–1991 and have adversely affected program implementation;

Conscious of the need to ensure that resources are available to the Organization to finance at least part of the additional costs that come from the exchange/inflation rate differentials; and

Believing that quota collections and revenues for the 1990–1991 biennium can be expected to exceed the Organization's approved effective working budget of US\$130,023,000 and that surplus funds should be placed in a special fund to cover costs arising from exchange and inflation rate differential fluctuations.

***RESOLVES***

1. To authorize the Director to establish a special account to meet the cost of exchange/inflation rate differentials and to transfer to this account funds not to exceed US\$5,973,000, subject to availabilities from collections and revenues in excess of the 1990–1991 effective working budget of US\$130,023,000, in order to meet part of the estimated increase in cost for 1992–1993 due to these differentials arising in the 1990–1991 biennium.
2. To authorize the Director in the future to credit or debit gains and losses from exchange inflation rate differentials to this special account.
3. To approve the availability of funds in this special account for subsequent financial periods.

*September 1991 OD 247, 116*