



PAN AMERICAN HEALTH ORGANIZATION
WORLD HEALTH ORGANIZATION



132nd SESSION OF THE EXECUTIVE COMMITTEE

Washington, D.C., USA, 23-27 June 2003

RESOLUTION

CE132.R6

PROPOSED PROGRAM BUDGET OF THE PAN AMERICAN HEALTH ORGANIZATION FOR THE FINANCIAL PERIOD 2004-2005

THE 132nd SESSION OF THE EXECUTIVE COMMITTEE,

Having considered the report of the Subcommittee on Planning and Programming (Document CE132/5);

Having examined the proposed program budget of the Pan American Health Organization for the financial period 2004-2005 contained in *Official Document 307* and Add. I;

Noting the efforts of the Director to propose a program budget that takes into account the climate of continuing fiscal difficulty of Member States;

Noting with concern the significant reduction in regular budget resources for 2004-2005 from WHO to the Region, despite an increase in the total WHO budget and in quota assessments of Member States;

Noting that the share of the mandatory post cost increase for 2004-2005 was not incorporated in the WHO allocation to the Region;

Further recognizing that a disproportionate share of the cost of the WHO Retirees' Health Insurance premium is financed with the PAHO share of the program budget;

Bearing in mind Article 14.C of the Constitution of the Pan American Health Organization and Article III, paragraphs 3.5 and 3.6, of the PAHO Financial Regulations,

RESOLVES:

1. To thank the Subcommittee on Planning and Programming for its preliminary review of and report on the proposed program budget.
2. To express appreciation to the Director for the attention given to cost savings and the strengthening of programs in her development of the program budget.
3. To request the Director to discuss with the Director-General of WHO, in advance of the 44th Directing Council, an increase in the Region's share of the total WHO regular budget approved at WHA.56 that would be used to offset the increase in assessments of PAHO Member States required to finance the proposed program budget.
4. To request the Director to incorporate the comments made by the Members of the Executive Committee in the revised *Official Document 307* that will be brought to the consideration of the 44th Directing Council.
5. To recommend to the 44th Directing Council that it adopt a resolution along the following lines:

THE 44th MEETING OF THE DIRECTING COUNCIL,

RESOLVES:

1. To approve the Program of Work for the Secretariat as outlined in the revised Biennial Program Budget, Proposal for 2004-2005, *Official Document 307*.
2. To appropriate for the financial period 2004-2005 an amount of \$296,598,940, as follows:

<u>SECTION</u>	<u>TITLE</u>	<u>AMOUNT</u>
1	EXECUTIVE DIRECTION	9,407,000
2	GOVERNANCE AND PARTNERSHIPS	12,920,000
3	COUNTRY PROGRAM SUPPORT	45,829,800
4	INTERSECTORAL ACTION AND SUSTAINABLE DEVELOPMENT	35,852,400
5	HEALTH INFORMATION AND TECHNOLOGY	38,168,200
6	UNIVERSAL ACCESS TO HEALTH SERVICES	35,082,000
7	DISEASE CONTROL AND RISK MANAGEMENT	33,672,800
8	FAMILY AND COMMUNITY HEALTH	22,223,800
9	ADMINISTRATIVE SUPPORT	28,729,000
	<u>Effective Working Budget for 2004-2005 (Parts 1-9)</u>	<u>261,885,000</u>
10	STAFF ASSESSMENT (Transfer to Tax Equalization Fund)	34,713,940
	<u>TOTAL – ALL SECTIONS</u>	<u>296,598,940</u>

3. That the appropriation shall be financed from:

(a) Assessments in respect to:

Member Governments, Participating Governments, and Associate Members assessed under the scale adopted by the Organization of American States in accordance with Article 60 of the Pan American Sanitary Code or in accordance with Directing Council and Pan American Sanitary Conference resolutions209,868,940

(b) Miscellaneous Income13,500,000

(c) AMRO share approved with Resolution WHA56.3273,230,000

TOTAL 296,598,940

4. In establishing the contributions of Member Governments, Participating Governments, and Associate Members, their assessments shall be reduced further by the amount standing to their credit in the Tax Equalization Fund, except that credits of those which levy taxes on the emoluments received from the Pan American Sanitary Bureau (PASB) by their nationals and residents shall be reduced by the amounts of such tax reimbursements by PASB.

5. That, in accordance with the Financial Regulations of PAHO, amounts not exceeding the appropriations noted under paragraph 1 shall be available for the payment of obligations incurred during the period 1 January 2004 to 31 December 2005, inclusive.

Notwithstanding the provision of this paragraph, obligations during the financial period 2004-2005 shall be limited to the effective working budget, i.e., Sections 1-9.

6. That the Director shall be authorized to transfer credits between sections of the effective working budget, provided that such transfer of credits between sections as are made do not exceed 10% of the section from which the credit is transferred, exclusive of the provision made for transfers from the Director's Development Program in Section 3. Except for the provision made for the Director's Development Program in Section 3, transfers of credits between sections of the budget in excess of 10% of the section from which the credit is transferred may be made with the concurrence of the Executive Committee. The Director is authorized to apply amounts not exceeding the provision for the Director's Development Program to those sections of the effective working budget under which the program obligation will be incurred. All transfers of budget credits shall be reported to the Directing Council or the Pan American Sanitary Conference.

(Eighth meeting, 26 June 2003)