

directing council

PAN AMERICAN
HEALTH
ORGANIZATION

XXXIII Meeting

Washington, D.C.
September-October 1988

regional committee

WORLD
HEALTH
ORGANIZATION

XL Meeting



Provisional Agenda Item 6.2

CD33/16 (Eng.)
13 July 1988
ORIGINAL: ENGLISH

FINANCIAL REPORT OF THE DIRECTOR AND REPORT OF THE EXTERNAL AUDITOR FOR THE PERIOD 1986-1987

The Director has the honor to present the Financial Report of the Director and the Report of the External Auditor for the period 1986-1987 (Official Document 220 and ADD. I), distributed separately. This report contains the details of the financial transactions of the Pan American Health Organization for the period 1 January 1986 to 31 December 1987 and statements depicting the financial position of the Organization as of 31 December 1987. It also includes financial statements for the Caribbean Epidemiology Center (CAREC), the Caribbean Food and Nutrition Institute (CFNI), and the Institute of Nutrition of Central America and Panama (INCAP).

The Executive Committee at its 101st Meeting considered the Financial Report of the Director and Report of the External Auditor and various aspects of the Organization's financial activities during 1986-1987, and adopted Resolution IV, which reads as follows:

THE 101st MEETING OF THE EXECUTIVE COMMITTEE,

Having examined the Financial Report of the Director for 1986-1987 and heard the report presented by the External Auditor on the accounts of the Organization for this financial period,

RESOLVES:

1. To transmit the Financial Report of the Director, including the Report of the External Auditor for 1986-1987, to the XXXIII Meeting of the Directing Council.
2. To recommend to the XXXIII Meeting of the Directing Council approval of a resolution along the following lines:

THE XXXIII MEETING OF THE DIRECTING COUNCIL,

Having examined the Financial Report of the Director for 1986-1987 and heard the report presented by the External Auditor on the accounts of the Organization for this financial period;

Noting the comments and concerns expressed by the External Auditor on the bank and imprest accounts, the new Headquarters office building, monitoring and evaluation, and control of manpower; and

Expressing satisfaction that the Organization has continued to maintain a balanced financial condition,

RESOLVES:

1. To take note of the Financial Report of the Director for 1986-1987.

2. To thank the External Auditor for presenting a clear and comprehensive report for the biennium 1986-1987 and to request the Director to encourage careful attention to the matters of concern expressed by the External Auditor.

3. To express concern over the low rate of quota payments to the Caribbean Food and Nutrition Institute (CFNI) and the Institute of Nutrition of Central America and Panama (INCAP), and to urge the Governments that are members of CFNI and INCAP to make every effort to pay their outstanding quota contributions as early as possible, so that the work of these Centers can continue and the financial burden of their programs be shared fairly among all participants in the Centers.

4. To request the Director to monitor carefully the financial situation of CFNI and INCAP, and to devise alternative policies should the quota situation fail to improve over the current 1988-1989 biennium.

5. To request the Director to review and evaluate thoroughly the relationship between the Organization and the Pan American Health and Education Foundation (PAHEF) and to report his findings through the Subcommittee on Planning and Programming for consideration by the Executive Committee in June 1989.

6. To endorse the Director's proposal to credit the surplus of \$859,500 from operations in 1986-1987 to the Miscellaneous Income Account to help assure adequate funding of the 1988-1989 Regular budget.

7. To congratulate the Director on his efforts to maintain a balanced financial condition for the Organization.