



PAN AMERICAN HEALTH ORGANIZATION
WORLD HEALTH ORGANIZATION



42nd DIRECTING COUNCIL

52nd SESSION OF THE REGIONAL COMMITTEE

Washington, D.C., 25-29 September 2000

Provisional Agenda Item 4.1

CD42/5 (Eng.)

14 July 2000

ORIGINAL: ENGLISH

PROVISIONAL DRAFT OF THE PROGRAM BUDGET OF THE WORLD HEALTH ORGANIZATION FOR THE REGION OF THE AMERICAS FOR THE FINANCIAL PERIOD 2002-2003

The Pan American Health Organization is required to submit the recommendations of the 42nd Directing Council, 52nd Session of the Regional Committee of WHO for the Americas (September 2000), to the Director-General of WHO, on the WHO program budget for the Region of the Americas for the financial period 2002-2003. The regional proposal will become a part of the global proposal to be presented to the 107th Session of the WHO Executive Board in January 2001 and the Fifty-fourth World Health Assembly in May 2001.

The provisional draft was submitted to the 126th Session of the Executive Committee in June 2000. After reviewing it and discussing it, the Executive Committee proposed a resolution for the consideration of the Directing Council (see Resolution CE126.R11, annexed).

The Council is requested to give its guidance and opinions concerning the provisional draft, while bearing in mind that the combined PAHO and WHO proposal for 2002-2003 will be presented to the Subcommittee on Planning and Programming, the Executive Committee, and the Directing Council in 2001.

1. WHO Regular Planning Allocation for 2002-2003

The budgetary guidance and regional planning allocations for 2002-2003 from the Director-General of WHO provide for a reduction below the level of the 2000-2001 program budget. The initial proposals from the Regions are to be submitted without cost increases (mandatory and inflationary). In January 2001, the WHO Executive Board will consider the various cost increases that might be provided to the Regions.

The initial planning allocation established for 2002-2003 for the Region of the Americas, without cost increases, is US\$ 74,682,000. The Director-General's instructions call for a budget presentation broken down between the Regional Office and intercountry program level and the country program level, as illustrated in Table 1.

Table 1

	PB/2000-2001 Approved Budget (in US\$)	PB/2002-2003 Initial Allocation (in US\$)
Regional Office and Inter-country Programs	35,176,000	33,133,000
Country Programs	42,549,000	41,549,000
Total	77,725,000	74,682,000

2. Formulation and General Analysis of the 2002-2003 WHO Program Budget Proposal

The initial planning allocation of \$74,682,000 provided by the Director-General for the 2002-2003 WHO Regular budget is guided by the regional reallocation methodology approved by the World Health Assembly in May 1998. This figure is \$3,043,000, or 3.9% less than the 2000-2001 approved WHO regular budget.

The annexed proposal for 2002-2003, presented in accordance with the WHO appropriation structure, is without cost increase, as compared with the 2000-2001 base contained in the WHO official program budget document (PB/2000-2001).

The overall PAHO and WHO combined proposal for 2002-2003 will be presented to the Subcommittee on Planning and Programming, the Executive Committee, and the Directing Council in 2001.

It is the responsibility of the Directing Council, functioning as the WHO Regional Committee for the Americas, to make a recommendation to the Director-General of WHO. The regional proposal will become a part of the global proposal to be presented to the WHO Executive Board in January 2001 and to the World Health Assembly in May 2001.

3. World Health Assembly Resolution WHA51.31, “Regular Budget Allocations to Regions,” 16 May 1998

The Directing Council should note that the reduction of \$3,043,000, or 3.9% of the 2000-2001 budget level, is a result of Resolution WHA51.31, approved by the Fifty-first World Health Assembly in May 1998. The Council should also note that the resolution originally called for a maximum reduction of 3% per year, or 6% for a given biennium. In late 1999, the Director-General lowered the maximum percentage reduction to 4% for the 2002-2003 biennium. It is anticipated, at this time, that a similar reduction will be made in the 2004-2005 biennium.

Table 2 demonstrates the effect of Resolution WHA51.31 on the WHO regular budget allocations to the Region of the Americas. The reduction shown for 2004-2005 is only an estimate at this time and is based on the same percentage as experienced in 2002-2003.

Table 2

Period	Allocation (in US\$)	Change from Base (in US\$)
1998-1999 approved budget	82,686,000	0
2000-2001	77,725,000	(4,961,000)
2002-2003	74,682,000	(8,004,000)
2004-2005	71,770,000	(10,916,000)

This issue is brought to the attention of the Directing Council at this time because the reduction envisioned for 2002-2003 may require changes in programs. The full impact will be discussed in detail at the 128th Session of the Executive Committee in June 2001.

PROGRAM BUDGET – WHO REGULAR FUNDS

WHO APPROPRIATION		2000-2001		2002-2003	
		AMOUNT	% OF TOTAL	AMOUNT	% OF TOTAL
1. <u>COMMUNICABLE DISEASES</u>		<u>6,306,000</u>	<u>8.1</u>	<u>6,553,000</u>	<u>8.8</u>
Communicable Disease Surveillance	CSR	1,637,000	2.1	1,150,000	1.5
Communicable Disease Prevention, Eradication and Control	CPC	4,669,000	6.0	4,599,000	6.2
Research and Product Development for Communicable Diseases	CRD	-	-	124,000	0.2
Malaria	MAL	-	-	545,000	0.7
Tuberculosis	TUB	-	-	135,000	0.2
2. <u>NONCOMMUNICABLE DISEASES</u>		<u>503,000</u>	<u>0.6</u>	<u>740,000</u>	<u>1.0</u>
Integrated Approach to Surveillance, Prevention and Management of Noncommunicable Diseases	NCD	503,000	0.6	340,000	0.5
Tobacco	TOB	-	-	400,000	0.5
3. <u>FAMILY AND COMMUNITY HEALTH</u>		<u>1,369,000</u>	<u>1.8</u>	<u>958,000</u>	<u>1.3</u>
Child and Adolescent Health	CAH	705,000	0.9	560,000	0.7
Research and Product Development for Reproductive Health	RHR	664,000	0.9	-	-
Making Pregnancy Safer	MPS	-	-	398,000	0.5

PROGRAM BUDGET – WHO REGULAR FUNDS (cont.)

WHO APPROPRIATION		2000-2001		2002-2003		
		AMOUNT	% OF TOTAL	AMOUNT	% OF TOTAL	
4.	<u>SUSTAINABLE DEVELOPMENT AND HEALTHY ENVIRONMENTS</u>	<u>4,493,000</u>	<u>5.8</u>	<u>4,031,000</u>	<u>5.4</u>	
	Sustainable Development	HSD	1,139,000	1.5	793,000	1.1
	Nutrition	NUT	1,241,000	1.6	1,186,000	1.6
	Health and Environment	PHE	2,113,000	2.7	1,634,000	2.2
	Food Safety	FOS	-	-	418,000	0.6
5.	<u>SOCIAL CHANGE AND MENTAL HEALTH</u>	<u>2,457,000</u>	<u>3.2</u>	<u>2,628,000</u>	<u>3.5</u>	
	Health Promotion	HPR	557,000	0.7	492,000	0.7
	Mental Health and Substance Abuse	MNH	1,900,000	2.4	2,136,000	2.9
6.	<u>HEALTH TECHNOLOGY AND PHARMACEUTICALS</u>	<u>2,253,000</u>	<u>2.9</u>	<u>2,040,000</u>	<u>2.7</u>	
	Essential Medicines: Access, Quality and Rational Use	EDM	270,000	0.3	257,000	0.3
	Immunization and Vaccine Development	IVD	1,622,000	2.1	1,378,000	1.8
	Blood Safety and Clinical Technology	BCT	361,000	0.5	405,000	0.5

PROGRAM BUDGET – WHO REGULAR FUNDS (cont.)

WHO APPROPRIATION		2000-2001		2002-2003		
		AMOUNT	% OF TOTAL	AMOUNT	% OF TOTAL	
7.	<u>EVIDENCE AND INFORMATION FOR POLICY</u>	<u>8,001,000</u>	<u>10.3</u>	<u>8,256,000</u>	<u>11.1</u>	
	Evidence for Health Policy	GPE	1,547,000	2.0	1,315,000	1.8
	Health Information Management and Dissemination	IMD	2,437,000	3.1	2,227,000	3.0
	Research Policy and Promotion	RPC	414,000	0.5	414,000	0.6
	Organization of Health Services	OSD	3,603,000	4.6	4,300,000	5.8
8.	<u>EXTERNAL RELATIONS AND GOVERNING BODIES</u>	<u>2,323,000</u>	<u>3.0</u>	<u>1,436,000</u>	<u>1.9</u>	
	Governing Bodies	GBS	337,000	0.4	286,000	0.4
	Resource Mobilization and External Cooperation and Partnerships	REC	1,986,000	2.6	1,150,000	1.5
9.	<u>GENERAL MANAGEMENT</u>	<u>6,858,000</u>	<u>8.8</u>	<u>5,674,000</u>	<u>7.6</u>	
	Human Resources Development	HRS	912,000	1.2	802,000	1.1
	Financial Management	FNS	1,371,000	1.8	1,761,000	2.4
	Informatics and Infrastructure Services	IIS	4,575,000	5.9	3,111,000	4.2
10.	<u>DIRECTOR-GENERAL, REGIONAL DIRECTORS AND INDEPENDENT FUNCTIONS</u>	<u>613,000</u>	<u>0.8</u>	<u>817,000</u>	<u>1.1</u>	
	Director-General's and Regional Directors' Offices (including Audit, Oversight and Legal)	DGO	573,000	0.7	783,000	1.0
	Director-General's and Regional Directors' Development Programme and Initiatives	DDP	40,000	0.1	34,000	0.0*

PROGRAM BUDGET – WHO REGULAR FUNDS (cont.)

WHO APPROPRIATION	2000-2001		2002-2003	
	AMOUNT	% OF TOTAL	AMOUNT	% OF TOTAL
<u>TOTAL REGIONAL OFFICE AND INTERCOUNTRY PROGRAMS</u>	35,176,000	45.3	33,133,000	44.4
11. <u>COUNTRY PROGRAMS</u>	42,549,000	54.7	41,549,000	55.6
<u>GRAND TOTAL</u>	<u>77,725,000</u>	<u>100.0</u>	<u>74,682,000</u>	<u>100.0</u>

Note: Percentages are independently calculated and may not add to the percentage shown in total due to rounding.

* Indicates less than .05 percent.



PAN AMERICAN HEALTH ORGANIZATION
WORLD HEALTH ORGANIZATION



126th SESSION OF THE EXECUTIVE COMMITTEE

Washington, D.C., 26-30 June 2000

CD42/5 (Eng.)
Annex B

RESOLUTION

CE126.R11

PROVISIONAL DRAFT OF THE PROGRAM BUDGET OF THE WORLD HEALTH ORGANIZATION FOR THE REGION OF THE AMERICAS FOR THE FINANCIAL PERIOD 2002-2003

THE 126th SESSION OF THE EXECUTIVE COMMITTEE,

Having considered Document CE126/8, which contains a tentative request to the World Health Organization for US\$ 74,682,000 without cost increases for the Region of the Americas for the financial period 2002-2003,

RESOLVES:

To recommend to the 42nd Directing Council the adoption of a resolution along the following lines:

THE 42nd DIRECTING COUNCIL,

Having considered Document CD42/5 and the tentative request to the World Health Organization for US\$ 74,682,000 without cost increases for the Region of the Americas for the financial period 2002-2003; and

Noting the recommendation of the Executive Committee,

RESOLVES:

To request the Director to transmit to the Director-General of WHO the request for \$74,682,000 without cost increases for the Region of the Americas for the financial period 2002-2003, for consideration by the WHO Executive Board and the World Health Assembly in 2001.

(Sixth meeting, 28 June 2000)