

**10th SESSION OF THE SUBCOMMITTEE
ON PROGRAM, BUDGET, AND ADMINISTRATION
OF THE EXECUTIVE COMMITTEE**

Washington, D.C., USA, 30 March-1 April 2016

Provisional Agenda Item 4.2

SPBA10/9
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PROGRAMMING OF THE BUDGET SURPLUS

Background

1. Financial Regulation 4.6 stipulates that any balance of the funded Assessed Contributions and Budgeted Miscellaneous Revenue not committed by the end of the current budgetary period, or not authorized to be carried over into the subsequent budgetary period, shall be used to replenish the Working Capital Fund to its authorized level. Thereafter any balance will be transferred to surplus and made available for subsequent use in accordance with the resolutions adopted by the Conference or Directing Council.
2. The Director estimates a budget surplus of US\$ 0.7 million¹ for the 2014-2015 biennium. However, the final figure will not be available until the External Auditor completes and signs the audit of the Organization's financial statements for 2015, which must occur on or before 15 April 2016.

Proposal

3. Upon the completion of the audit of the 2015 financial statements, any budget surplus will first go to replenish the Working Capital Fund to its authorized level of \$25.0 million. In the event that there is a balance of the budget surplus, and after the review of the implementation of the Program and Budget during 2016, the Director will prepare a proposal for the disposition of the balance of the budget surplus to be presented to the Governing Bodies in 2017.

Action by the Subcommittee on Program, Budget, and Administration

4. The Subcommittee is invited to take note of this report and make any recommendations it deems pertinent.

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¹ Unless otherwise indicated, all monetary figures in this report are expressed in United States dollars.
