



THIRTEENTH ITEM ON THE AGENDA

**Programme and Budget proposals
for 2008–09****Director-General's proposals for
adjustments to the Programme and
Budget proposals for 2008–09**

1. Attached are two appendices summarizing the proposed adjustments to the original proposals and the revised budget totals resulting from these adjustments.
2. Appendix I details the adjustments to the budget in constant dollars.
3. Appendix II summarizes the revised proposals taking account of the revisions to cost increases and the programme adjustments indicated in Appendix I. The net effect of these adjustments is to reduce the nominal level of the proposals by \$3,008,310 from \$638,198,183 to \$635,189,873.
4. The Director-General will present his explanation of these adjustments prior to their discussion by the Committee.
5. *The Committee may accordingly wish –*
 - (a) *to propose that the Governing Body recommend to the International Labour Conference at its 96th Session (June 2007) a provisional programme level of \$635,189,873 estimated at the 2006–07 budget exchange rate of 1.25 Swiss francs to the US dollar, the final exchange rate and the corresponding US dollar level of the budget and Swiss franc assessment to be determined by the Conference;*
 - (b) *to submit to the Governing Body for proposal to the Conference at the same session a resolution for the adoption of the programme and budget for the 71st financial period (2008-09) and for the allocation of expenses among member States in that period in the following terms:*

The General Conference of the International Labour Organization, in virtue of the Financial Regulations, passes for the 71st financial period, ending 31 December 2009, the budget of expenditure for the International Labour Organization amounting to \$..... and the budget of income amounting to \$....., which, at the budget rate of exchange of Swiss francs to the US dollar amounts to Swiss francs, and resolves that the budget of income, denominated in Swiss francs, shall be allocated among member States in accordance with the scale of contributions recommended by the Finance Committee of Government Representatives.

Geneva, 22 March 2007.

Point for decision: Paragraph 5.

Appendix I

Adjustments to the operational budget

	Revised budget 2006-07	Budget proposals 2008-09	Proposed adjustments	Revised budget proposals 2008-09
(in constant 2006-07 US\$)				
PART I: ORDINARY BUDGET				
Policy-making organs				
International Labour Conference	11,432,893	11,132,893	-	11,132,893
Governing Body	4,879,681	4,879,681	-	4,879,681
Major Regional Meetings	844,309	615,467	-	615,467
Legal Services	2,906,742	3,074,990	-	3,074,990
Relations, Meeting and Document Services	47,203,911	46,903,911	(1,792)	46,902,119
	67,267,536	66,606,942	(1,792)	66,605,150
Strategic Objectives				
Technical Programmes				
Standards and Fundamental Principles and Rights at Work				
Fundamental Principles and Rights at Work	6,721,297	6,721,297	(11,250)	6,710,047
International Labour standards	20,925,020	20,458,293	(13,958)	20,444,335
Executive Director's Office and central support	2,274,932	2,206,684	(2,357)	2,204,327
Regular budget technical cooperation	1,321,396	1,321,396	-	1,321,396
	31,242,645	30,707,670	(27,565)	30,680,105
Employment				
Economic and labour market analysis	0	6,803,987	(8,779)	6,795,208
Skills and employability	0	6,276,069	(10,995)	6,265,074
Employment policy	0	7,510,292	(13,649)	7,496,643
Job creation and enterprise development	0	11,702,552	(26,366)	11,676,186
Executive Director's Office and central support	5,795,476	5,621,612	(9,707)	5,611,905
Regular budget technical cooperation	2,155,834	2,155,834	-	2,155,834
	40,994,967	40,070,346	(69,496)	40,000,850
Social Protection				
Social Security	9,479,400	8,292,794	(1,962)	8,290,832
Labour Protection	15,808,111	16,314,700	(22,082)	16,292,618
HIV/AIDS and the World of Work	1,385,017	1,396,836	(1,894)	1,394,942
Executive Director's Office and central support	1,560,990	1,514,160	(2,861)	1,511,299
Regular budget technical cooperation	1,190,308	1,190,308	-	1,190,308
	29,423,826	28,708,798	(28,799)	28,679,999
Social Dialogue				
Employers' activities	4,659,252	4,603,341	55,911	4,659,252
Workers' activities	11,613,392	11,474,031	139,361	11,613,392
Programme on Social Dialogue, Labour Law and Labour Administration	8,380,374	8,095,216	188,625	8,283,841
Sectoral Activities	10,728,507	10,547,054	(6,728)	10,540,326
Executive Director's Office and central support	2,359,959	2,289,160	(2,969)	2,286,191
Regular budget technical cooperation	7,671,302	7,671,302	-	7,671,302
	45,412,786	44,680,104	374,200	45,054,304
Cross-cutting activities				
Communications and public information	22,143,854	21,813,002	(9,927)	21,803,075
External relations and partnerships	5,511,764	5,873,857	(3,000)	5,870,857
Support to UN reform & inter-agency programmes	0	2,500,988	-	2,500,988
Gender Equality	2,484,948	2,484,948	(4,850)	2,480,098
ILO contribution to fair globalization	945,594	0	-	0
International Institute for Labour Studies	5,065,714	4,913,743	-	4,913,743
International Training Centre of the ILO, Turin	6,085,751	6,085,751	-	6,085,751
Policy Integration	6,801,673	6,212,058	(11,966)	6,200,092
Statistics	7,188,154	7,551,898	(6,704)	7,545,194
Technical meetings reserve	1,659,953	1,159,953	-	1,159,953
	57,887,405	58,596,198	(36,447)	58,559,751
Total technical programmes	204,961,629	202,763,116	211,893	202,975,009

	Revised budget 2006-07	Budget proposals 2008-09	Proposed adjustments	Revised budget proposals 2008-09
(in constant 2006-07 US\$)				
The regions				
Partnerships and development cooperation	2,765,151	2,765,151	(1,074)	2,764,077
Field Programmes in Africa	52,978,706	54,301,670	263,500	54,565,170
Field Programmes in the Americas	43,547,675	44,384,990	212,500	44,597,490
Field Programmes in Arab States	10,659,457	10,870,897	59,500	10,930,397
Field Programmes in Asia and the Pacific	46,991,671	47,928,203	229,500	48,157,703
Field Programmes in Europe and Central Asia	17,563,732	17,637,372	85,000	17,722,372
	174,506,392	177,888,283	848,926	178,737,209
Support Services				
Information Technology and Communications	21,578,636	21,147,063	(494,130)	20,652,933
Internal Administration	36,940,670	36,722,174	(3,750)	36,718,424
Procurement	2,282,100	2,236,458	(133,831)	2,102,627
	60,801,406	60,105,695	(631,711)	59,473,984
Total strategic objectives	440,269,427	440,757,094	429,108	441,186,202
Management services				
General Management	7,839,647	7,682,854	(11,327)	7,671,527
Human Resources Development	20,229,642	19,710,049	(148,905)	19,561,144
Financial Services	13,800,157	13,393,154	(794,242)	12,598,912
Programming and Management	7,721,393	7,566,965	(222,842)	7,344,123
Executive Director's Office, Management and Administration	1,126,465	1,120,993	250,000	1,370,993
	50,717,304	49,474,015	(927,316)	48,546,699
Oversight and evaluation				
Internal Audit and oversight	1,406,341	1,981,420	-	1,981,420
Independent Oversight Advisory committee	0	219,000	-	219,000
Evaluation	937,210	1,649,347	-	1,649,347
	2,343,551	3,849,767	-	3,849,767
Other budgetary provisions	31,708,184	31,837,184	-	31,837,184
Adjustment for staff turnover	-5,052,727	-5,052,727	-	-5,052,727
TOTAL PART I	587,253,275	587,472,275	(500,000)	586,972,275
PART II: UNFORESEEN EXPENDITURE				
Unforeseen Expenditure	875,000	875,000	-	875,000
PART III: WORKING CAPITAL FUND				
Working Capital Fund	0	0	-	0
TOTAL (PARTS I-III)	588,128,275	588,347,275	(500,000)	587,847,275
PART IV: INSTITUTIONAL INVESTMENTS AND EXTRAORDINARY ITEMS				
Security	2,791,087	2,700,000	-	2,700,000
Accommodation	643,200	2,000,000	500,000	2,500,000
Information communication and technology	1,077,440	772,725	-	772,725
Follow up to the Maritime Session of the Conference	1,669,998	300,000	-	300,000
IPSAS	0	190,000	-	190,000
TOTAL PART IV	6,181,725	5,962,725	500,000	6,462,725
TOTAL (PARTS I-IV)	594,310,000	594,310,000	0	594,310,000

Appendix II

Provisional programme level for 2008-09 resulting from the adjustments proposed by the Director-General (in constant US\$)

	(US\$)	2008-09 provisional level (US\$)
Part I Ordinary budget		
Initial proposals	587 472 275	
Net programme adjustments as per Appendix I	- 500 000	
New proposal		586 972 275
Part II Unforeseen expenditure		875 000
Part III Working capital fund	-	-
Part IV Institutional investments and extraordinary items		
Initial proposals	5 962 725	
Net programme adjustments as per Appendix I	500 000	
New proposal		6 462 725
Provisional programme level (in constant dollars)		594 310 000
Cost increases		
Initial cost increases	43 888 183	
Reduction to cost increases due to programme adjustments	- 8 310	
Reduction in provision for cost increases	-3 000 000	
New proposal		40 879 873
<i>Total adjustments</i>	-3 008 310	
Provisional programme level (Recosted)		635 189 873

Comparison with 2006-07 Programme and Budget

	2006-07 Budget (US\$)	2008-09 Provisional level (US\$)	Increase/ (Decrease) compared with 2006-07 (US\$)
Part I Ordinary budget	587 253 275	586 972 275	- 281 000
Cost increase		40 727 001	40 727 001
Part II Unforeseen expenditure	875 000	875 000	-
Part III Working Capital Fund	-	-	-
Part IV Institutional investments and extraordinary items	6 181 725	6 462 725	281 000
Cost increase		152 872	152 872
Total budget (Parts I - IV)	594 310 000	635 189 873	40 879 873