INTERNATIONAL LABOUR OFFICE

Governing Body
310th Session, Geneva, March 2011 **GB.310/PFA/2/1(Rev.)**

Programme, Financial and Administrative Committee **PFA**

FOR DECISION

SECOND ITEM ON THE AGENDA

Programme and Budget proposals for 2012–13

Director-General's proposals for adjustments to the Programme and Budget proposals for 2012–13

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 $1,768,046 from $746,215,794 to $744,447,748.

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 100th Session (June 2011) a provisional programme level of $744,447,748 estimated at the 2010–11 budget exchange rate of 1.07 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 73rd financial period (2012–13) 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 73rd financial period, ending 31 December 2013, 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, 16 March 2011

Point for decision: Paragraph 5

Appendix I

Adjustments to the operational budget

	Revised budget 2010-11	Budget proposals 2012-13	Proposed adjustments	Revised budget proposals 2012-13
	(in constant 2010-11 US$)			
PART I				
Policy-making organs				
International Labour Conference	13 927 896	13 649 338	(500 000)	13 149 338
Governing Body	5 775 844	5 487 053	-	5 487 053
Major Regional Meetings	1 110 627	844 512	(547 325)	297 187
Legal Services	3 443 313	3 443 313	(8 389)	3 434 924
Relations, meetings and document services	54 919 998	53 101 723	(115 697)	52 986 026
	79 177 678	76 525 939	(1 171 411)	75 354 528
Strategic objectives				
Technical sectors				
Employment				
Economic and labour market analysis	8 045 097	8 597 930	(18 834)	8 579 096
Skills and employability	7 433 992	7 375 088	344 329	7 719 417
Employment policy	9 401 973	8 516 695	(18 495)	8 498 200
Job Creation and enterprise	15 219 523	15 033 849	168 689	15 202 538
Executive Director's Office and Central Support	6 420 076	6 039 071	(12 453)	6 026 618
Regular budget technical cooperation	2 436 552	2 436 552	-	2 436 552
	48 957 213	47 999 185	463 236	48 462 421
Social protection				
Social Security	9 228 386	9 333 959	(22 778)	9 311 181
Labour Protection	21 408 844	20 967 043	(44 706)	20 922 337
Executive Director's Office and Central Support	2 933 828	2 903 292	(6 518)	2 896 774
Regular budget technical cooperation	1 345 302	1 345 302	-	1 345 302
	34 916 360	34 549 596	(74 002)	34 475 594
Social dialogue				
Employers' Activities	5 674 202	5 924 201	(13 622)	5 910 579
Workers' Activities	13 988 771	14 238 778	(29 931)	14 208 847
Industrial and employment relations	6 562 517	6 233 748	(13 904)	6 219 844
Labour Administration and labour inspection	4 256 554	4 500 790	(10 313)	4 490 477
Sectoral Activities	13 714 137	13 164 740	(24 553)	13 140 187
Executive Director's Office and Central Support	2 868 084	2 724 377	(6 384)	2 717 993
Regular budget technical cooperation	8 670 207	8 670 207	-	8 670 207
	55 734 472	55 456 841	(98 707)	55 358 134
Standards and fundamental principles and rights at work				
Fundamental Principles and Rights at Work	7 024 223	7 754 148	(15 276)	7 738 872
International Labour Standards	24 971 747	24 461 412	(53 027)	24 408 385
Executive Director's Office and Central Support	4 361 623	3 913 087	(6 522)	3 906 565
Regular budget technical cooperation	1 493 459	1 493 459	-	1 493 459
	37 851 052	37 622 106	(74 825)	37 547 281
Cross-cutting programmes				
Communications and public information	26 038 709	26 739 417	(53 902)	26 685 515
Partnership and development cooperation	10 266 150	9 854 575	(15 248)	9 839 327
Gender equality	3 000 953	3 000 953	(5 828)	2 995 125
Support to UN reform and inter-agency programmes	1 557 882	-	-	0
International Institute for Labour Studies	5 776 699	5 944 683	(14 461)	5 930 222
International Training Centre of the ILO, Turin	7 609 877	7 609 877	-	7 609 877
Policy integration	7 803 369	7 647 346	(15 846)	7 631 500
Statistics	9 466 074	9 923 581	(20 840)	9 902 741
Technical Meetings Reserve	1 435 558	646 607	-	646 607
Support to South-South and Triangular Cooperation	-	1 457 507	(1 121)	1 456 386
	72 955 271	72 824 546	(127 246)	72 697 300
Total technical programmes	**250 414 368**	**248 452 274**	**88 456**	**248 540 730**

	Revised budget 2010-11	Budget proposals 2012-13	Proposed adjustments	Revised budget proposals 2012-13
		(in constant 2010-11 US$)		
Regions				
Field Programmes in Africa	68 455 998	70 038 696	486 442	70 525 138
Field Programmes in the Americas	54 504 521	55 457 008	208 160	55 665 168
Field Programmes in Arab States	14 308 547	14 500 622	279 647	14 780 269
Field Programmes in Asia and the Pacific	61 482 231	61 918 801	234 808	62 153 609
Field Programmes in Europe and Central Asia	21 193 998	21 212 542	230 943	21 443 485
	219 945 295	223 127 669	1 440 000	224 567 669
Support services				
Information Technology and Communications	27 713 990	29 575 257	341 606	29 916 863
Facilities Management	20 531 708	20 018 072	(11 754)	20 006 318
Central Services, Security and Protocol	26 547 120	26 061 549	(43 187)	26 018 362
Procurement	2 500 689	2 500 689	(5 871)	2 494 818
	77 293 507	78 155 567	280 794	78 436 361
Total strategic objectives	**547 653 170**	**549 735 510**	**1 809 250**	**551 544 760**
Management services				
General Management	9 066 536	8 609 847	(18 074)	8 591 773
Human Resources Development	22 294 652	22 294 652	(42 014)	22 252 638
Financial Services	15 331 141	15 331 141	(36 525)	15 294 616
Programming and Management	8 732 441	8 732 441	(20 297)	8 712 144
Executive Director's Office, management and administration	1 625 804	1 544 385	(3 384)	1 541 001
	57 050 574	56 512 466	(120 294)	56 392 172
Oversight and evaluation				
Internal audit and oversight	2 414 034	2 414 034	(5 604)	2 408 430
Independent Oversight Advisory committee	343 561	343 561	(364)	343 197
Ethics function	201 482	201 482	-	201 482
Evaluation	2 075 490	2 682 997	(5 474)	2 677 523
	5 034 567	5 642 074	(11 442)	5 630 632
Other budgetary provisions	40 113 417	40 113 417	(6 103)	40 107 314
Adjustment for staff turnover	-6 104 967	-6 104 967	-	-6 104 967
TOTAL PART I	**722 924 439**	**722 424 439**	**500 000**	**722 924 439**
PART II. UNFORESEEN EXPENDITURE				
Unforeseen expenditure	875 000	1 375 000	(500 000)	875 000
PART III. WORKING CAPITAL FUND				
Working Capital Fund	-	-		-
TOTAL (PARTS I-III)	**723 799 439**	**723 799 439**	**-**	**723 799 439**
PART IV. INSTITUTIONAL INVESTMENTS AND EXTRAORDINARY ITEMS				
Accommodation	2 920 561	2 920 561	-	2 920 561
TOTAL PART IV	**2 920 561**	**2 920 561**	**-**	**2 920 561**
TOTAL (PARTS I-IV)	**726 720 000**	**726 720 000**	**-**	**726 720 000**

Appendix II

Provisional programme level for 2012–13 resulting from the adjustments proposed by the Director-General

(in constant US$)

			2012-13 provisional level (US$)
Part I	**Ordinary budget**		
	Initial proposals	722 424 439	
	Net programme adjustments as per Appendix I	500 000	
	New proposal		**722 924 439**
Part II	**Unforeseen expenditure**		
	Initial proposals	1 375 000	
	Net programme adjustments as per Appendix I	-500 000	
	New proposal		**875 000**
Part III	**Working capital fund**		**-**
Part IV	**Institutional investments and extraordinary items**		**2 920 561**
Provisional programme level (in constant dollars)			**726 720 000**
Cost increases			
	Initial cost increases	19 495 794	
	Reduction in cost increase due to programme adjustments	-3 260	
	Reduction in provision for cost increases	-1 764 786	
	New proposal		**17 727 748**
	Total adjustments	*-1 768 046*	
Provisional programme level (Recosted)			**744 447 748**

Comparison with 2010-11 Programme and Budget

		2010-11 Budget	2012-13 Provisional level (in US dollars)	Increase/ (Decrease) compared with 2010-11
Part I	Ordinary budget	722 924 439	722 924 439	-
	Cost increase		17 669 224	17 669 224
Part II	Unforeseen expenditure	875 000	875 000	-
Part III	Working capital fund	-	-	-
Part IV	Institutional investments and extraordinary items	2 920 561	2 920 561	-
	Cost increase		58 524	58 524
	Total budget (Parts I - IV)	**726 720 000**	**744 447 748**	**17 727 748**