



Governing Body

334th Session, Geneva, 25 October–8 November 2018

GB.334/PFA/INF/1

Programme, Financial and Administrative Section

PFA

FOR INFORMATION

Programme and Budget for 2018–19: Regular budget account and Working Capital Fund

Summary: This paper provides information on the position of 2018–19 income and expenditure as of 30 September 2018. For the nine-month period ending 30 September 2018, contributions received were US\$332,526,720 and expenditures recorded were US\$255,916,193. In accordance with article 21.2(a) of the Financial Regulations, arrears of contributions received in 2018 in the amount of US\$63,194,963 were used to fully reimburse the internal borrowing and partially reimburse the Working Capital Fund, to cover the 2016–17 deficit of US\$68,622,745. The excess of income received over expenditure as at 30 September 2018 is US\$11,461,081 at the budget rate of exchange of 0.97 Swiss francs to US dollar.

Author unit: Financial Management Department (FINANCE).

Related documents: None.

Introduction

1. Information on the position of 2018–19 income and expenditure as at 30 September 2018 is submitted herewith. Additional information on the position of member States in relation to the receipt of contributions is provided in Appendices I and II. Appendix I gives details of contributions received and amounts due as at that date, while Appendix II gives details of those member States, which, as at 30 September 2018, had lost the right to vote under the provisions of paragraph 4 of article 13 of the Constitution.

Budgetary income and expenditure

2. Budgetary income is accounted for in United States dollars at the ILO budget rate of exchange for the financial period, and Swiss franc (CHF) expenditure is recorded in US dollars at the same rate of exchange. US dollar budgetary income and expenditure figures reported herein accordingly result from the conversion of Swiss franc income and expenditure to US dollars at the 2018–19 budget rate of exchange of CHF0.97 to the US dollar. Assessed contributions received and expenditure recorded as at 30 September 2018 were as follows:

	Swiss francs	US dollars
Income received		
Assessed contributions for 2018	259 355 956	267 377 274
Arrears of contributions from previous financial periods	63 194 963	65 149 446
Total income received	322 550 919	332 526 720
Less: 2016–17 deficit reimbursed *	63 194 963	65 149 446
Net income received	259 355 956	267 377 274
Expenditure		
Excess of income received over expenditure as at 30 September 2018		11 461 081

* As at 31 December 2017, in accordance with article 21 of the Financial Regulations, the deficit of CHF68,622,745 was covered by the Working Capital Fund (CHF35,000,000) and internal borrowings (CHF33,622,745). In accordance with article 21.2(a) of the Financial Regulations, arrears of contributions received in 2018 (CHF63,194,963) were used to fully reimburse the internal borrowing (CHF33,622,745) and partially reimburse the Working Capital Fund (CHF29,572,218).

Contributions of member States

3. Total assessed contributions for 2018 amount to CHF380,298,200 compared with CHF378,760,250 for 2017. Appendix I indicates that, as at 30 September 2018, assessed contributions for 2018 received from or credited to member States ¹ totalled CHF259,355,956, which represented 68.2 per cent of the contributions assessed. At the same date in 2017, CHF260,216,412 which represented 68.7 per cent of the 2017 contributions had been collected. At 30 September 2018, some 94 member States had settled their 2018 contributions in full, 25 member States had made partial payments, while 68 others had made

¹ Amounts credited against 2018 contributions represent the distribution to eligible member States of incentive scheme credits, cash surpluses and the net premiums earned in prior periods. Details are given in footnote 1 to Appendix I.

no payments against 2018 contributions. This compared with 91, 37 and 59 member States in the same situation respectively at the same date in 2017.

4. Arrears of contributions received up to 30 September 2018 totalled CHF63,194,963, bringing total contributions collected up to 30 September 2018 to CHF322,550,919.
5. As at 30 September 2018, 20 member States had made payments against their 2019 contributions. These were Angola, Armenia, Botswana, Burkina Faso, Burundi, Cabo Verde, Dominican Republic, Estonia, Ghana, Greece, Guyana, Mali, Montenegro, Nicaragua, Paraguay, Qatar, Samoa, Singapore, United Republic of Tanzania and Togo.

Position in relation to paragraph 4 of article 13 of the Constitution

6. Appendix II shows that, on 30 September 2018, the arrears of contributions of Afghanistan, Antigua and Barbuda, Comoros, Djibouti, Dominica, Equatorial Guinea, Gabon, Gambia, Grenada, Guinea-Bissau, Libya, Sao Tome and Principe, Sierra Leone, Solomon Islands, Somalia, South Sudan, Tajikistan and Bolivarian Republic of Venezuela equalled or exceeded the amount of the contributions due from them for the past two full years (2016–17). Each of these member States had therefore lost the right to vote, in accordance with the provisions of paragraph 4 of article 13 of the Constitution of the Organization.
7. Armenia, Azerbaijan, Central African Republic, Georgia, Iraq, Kazakhstan, Kyrgyzstan, Republic of Moldova, Paraguay, Ukraine and Uzbekistan are permitted to vote under financial arrangements approved by the following Sessions of the International Labour Conference: 93rd (2005) for Armenia, 95th (2006) for Azerbaijan, 97th (2008) for Central African Republic, 93rd (2005) for Georgia, 97th (2008) for Iraq, 88th (2000) for Kazakhstan, 106th (2017) for Kyrgyzstan, 93rd (2005) for Republic of Moldova, 102nd (2013) for Paraguay and 99th (2010) for Ukraine, 104th (2015) for Uzbekistan.

Additional 2018–19 expenditure items approved by the Governing Body

8. Appendix III provides a list of items of additional expenditure which have been approved by the Governing Body for the current biennium, at an estimated cost of some US\$3 million.
9. A provision is always foreseen in the approval decisions for savings under Part I of the Office budget to be the first source of financing. The footnotes to Appendix III indicate the intended manner by which each of these additional items would be financed.
10. The absolute requirement to not exceed the level of the appropriation during a biennium leads to programme managers managing their resources prudently and inevitably some underspending will arise. With a biennial budget of some US\$800 million, an underspend of as little as 0.4 per cent across the Office would more than cover the current level of additional activities approved by the Governing Body. Should there be insufficient savings under Part I of the budget, Part II contains a provision of US\$875,000 which the Governing Body has authorized for use to cover costs of the additional activities that could not otherwise be absorbed.
11. Based on current delivery patterns this biennium and the anticipated evolution of financial factors such as inflation and exchange rates, the Director-General is confident that sufficient resources are available to fully cover the costs of all approved activities.

Working Capital Fund

12. In order to cover the 2016–17 deficit, the full nominal value of the Working Capital Fund of CHF35 million was drawn upon at 31 December 2017. Arrears of contributions received in 2018 were used to reimburse partially the fund which stands at CHF29.6 million as of the reporting date.

Appendix I

Contributions received and outstanding Details of movements between 31 December 2017 and 30 September 2018 (in Swiss francs)

Member States	Amount Due	Assessed contributions		Amounts received or credited (1)		Balance due as at 30 September 2018
	to ILO as at 31 December 2017	for 2018	Amount	to 30 September in respect of Contributions 2018	Arrears	
A. States which have settled their 2018 contributions in full						
Algeria (2)	-	0.161	612 280	612 280	-	-
Angola (2)	-	0.010	38 030	38 030	-	-
Armenia (2) (5)	951 666	0.006	22 818	22 818	120 000	831 666
Australia (2)	-	2.338	8 891 372	8 891 372	-	-
Austria	-	0.720	2 738 147	2 738 147	-	-
Azerbaijan (5)	2 158 904	0.060	228 179	228 179	247 743	1 911 161
Bahamas	-	0.014	53 242	53 242	-	-
Bahrain	-	0.044	167 331	167 331	-	-
Barbados	-	0.007	26 621	26 621	-	-
Belarus	-	0.056	212 967	212 967	-	-
Belgium	-	0.885	3 365 639	3 365 639	-	-
Bosnia and Herzegovina	-	0.013	49 439	49 439	-	-
Botswana (2)	-	0.014	53 242	53 242	-	-
Brunei Darussalam	-	0.029	110 286	110 286	-	-
Burkina Faso (2)	-	0.004	15 212	15 212	-	-
Burundi (2)	-	0.001	3 803	3 803	-	-
Cabo Verde	9 431	0.001	3 803	3 803	9 431	-
Cambodia	-	0.004	15 212	15 212	-	-
Canada (2)	-	2.922	11 112 313	11 112 313	-	-
Chile	-	0.399	1 517 390	1 517 390	-	-
China	-	7.924	30 134 829	30 134 829	-	-
Côte d'Ivoire	-	0.009	34 227	34 227	-	-
Croatia	-	0.099	376 495	376 495	-	-
Cyprus	-	0.043	163 528	163 528	-	-
Czech Republic (2)	-	0.344	1 308 226	1 308 226	-	-
Denmark	-	0.584	2 220 941	2 220 941	-	-
Dominican Republic	9 702	0.046	174 937	174 937	9 702	-
Estonia (2)	-	0.038	144 513	144 513	-	-
Eswatini (formerly known as Swaziland)	-	0.002	7 606	7 606	-	-
Finland	-	0.456	1 734 160	1 734 160	-	-
France	-	4.861	18 486 295	18 486 295	-	-
Germany	-	6.392	24 308 661	24 308 661	-	-
Ghana	64 093	0.016	60 848	60 848	64 093	-
Greece	-	0.471	1 791 204	1 791 204	-	-
Guatemala	-	0.028	106 483	106 483	-	-
Guyana (2)	-	0.002	7 606	7 606	-	-
Honduras	-	0.008	30 424	30 424	-	-
Hungary	-	0.161	612 280	612 280	-	-
Iceland	-	0.023	87 469	87 469	-	-
India	-	0.737	2 802 798	2 802 798	-	-
Indonesia	-	0.504	1 916 703	1 916 703	-	-
Ireland	-	0.335	1 273 999	1 273 999	-	-
Jamaica (2)	-	0.009	34 227	34 227	-	-
Japan	-	9.684	36 828 078	36 828 078	-	-
Kazakhstan (2) (5)	772 012	0.191	726 369	726 369	257 335	514 677
Korea, Republic of	-	2.040	7 758 083	7 758 083	-	-
Kyrgyzstan (5)	1 166 323	0.002	7 606	7 606	58 316	1 108 007

Member States	Amount Due	Assessed contributions	Amounts received or credited (1)		Balance	
	to ILO as at	for 2018	to 30 September in respect of		due as at	
	31 December	%	Amount	Contributions	30 September	
	2017		2018	Arrears	2018	
Latvia	-	0.050	190 149	190 149	-	-
Liberia (2)	-	0.001	3 803	3 803	-	-
Lithuania (2)	-	0.072	273 815	273 815	-	-
Luxembourg	241 977	0.064	243 391	243 391	241 977	-
Malaysia	-	0.322	1 224 560	1 224 560	-	-
Mali (2)	-	0.003	11 409	11 409	-	-
Marshall Islands	-	0.001	3 803	3 803	-	-
Moldova, Republic of (2) (5)	1 091 736	0.004	15 212	15 212	136 467	955 269
Mongolia	-	0.005	19 015	19 015	-	-
Montenegro (2)	-	0.004	15 212	15 212	-	-
Morocco	-	0.054	205 361	205 361	-	-
Namibia	-	0.010	38 030	38 030	-	-
Netherlands	-	1.483	5 639 822	5 639 822	-	-
New Zealand (2)	-	0.268	1 019 199	1 019 199	-	-
Nicaragua	676	0.004	15 212	15 212	676	-
Norway	-	0.849	3 228 732	3 228 732	-	-
Oman	25	0.113	429 737	429 737	25	-
Paraguay (3) (5)	629 306	0.014	53 242	53 242	42 723	586 583
Philippines	-	0.165	627 492	627 492	-	-
Poland (2)	-	0.841	3 198 308	3 198 308	-	-
Portugal (2)	-	0.392	1 490 769	1 490 769	-	-
Qatar	-	0.269	1 023 002	1 023 002	-	-
Russian Federation	-	3.089	11 747 411	11 747 411	-	-
Samoa	-	0.001	3 803	3 803	-	-
San Marino	-	0.003	11 409	11 409	-	-
Saudi Arabia	-	1.147	4 362 020	4 362 020	-	-
Serbia	-	0.032	121 695	121 695	-	-
Seychelles (2)	-	0.001	3 803	3 803	-	-
Singapore (2)	-	0.447	1 699 933	1 699 933	-	-
Slovakia	-	0.160	608 477	608 477	-	-
Slovenia	-	0.084	319 450	319 450	-	-
Spain (2)	-	2.444	9 294 488	9 294 488	-	-
Sri Lanka	-	0.031	117 892	117 892	-	-
Sweden	-	0.957	3 639 454	3 639 454	-	-
Switzerland	-	1.141	4 339 202	4 339 202	-	-
Tanzania, United Republic of	38 029	0.010	38 030	38 030	38 029	-
Thailand (2)	-	0.291	1 106 668	1 106 668	-	-
The former Yugoslav Republic of Macedonia (2)	-	0.007	26 621	26 621	-	-
Togo (2)	-	0.001	3 803	3 803	-	-
Trinidad and Tobago	-	0.034	129 301	129 301	-	-
Tunisia	-	0.028	106 483	106 483	-	-
Uganda (2)	-	0.009	34 227	34 227	-	-
Ukraine (5)	1 265 887	0.103	391 707	391 707	316 472	949 415
United Arab Emirates	-	0.604	2 297 001	2 297 001	-	-
United Kingdom	-	4.465	16 980 315	16 980 315	-	-
Uzbekistan (5)	1 237 000	0.023	87 469	87 469	112 000	1 125 000
Viet Nam (2)	-	0.058	220 573	220 573	-	-
	9 636 767	62.855	239 036 431	239 036 431	1 654 989	7 981 778

Member States	Amount Due	Assessed contributions		Amounts received or credited (1)		Balance
	to ILO as at	for 2018		to 30 September in respect of		due as at
	31 December	%	Amount	Contributions	Arrears	30 September
	2017			2018		2018
B. States which have paid part of their 2018 contributions						
Bangladesh	-	0.010	38 030	38 000	-	30
Bulgaria	-	0.045	171 134	171 124	-	10
Cook Islands	-	0.001	3 803	3 792	-	11
Costa Rica	12	0.047	178 740	178 078	12	662
El Salvador	169 492	0.014	53 242	139	169 492	53 103
Fiji	-	0.003	11 409	11 379	-	30
Guinea	-	0.002	7 606	86	-	7 520
Israel	284 122	0.430	1 635 282	1 616 160	284 122	19 122
Italy	847 427	3.750	14 261 182	14 119 398	847 427	141 784
Jordan	75 692	0.020	76 060	368	75 692	75 692
Kenya	87 084	0.018	68 454	21 512	87 084	46 942
Lao People's Democratic Republic	3 613	0.003	11 409	7 776	3 613	3 633
Lesotho	-	0.001	3 803	22	-	3 781
Malta	16	0.016	60 848	60 826	16	22
Mauritania	-	0.002	7 606	1 097	-	6 509
Mauritius	-	0.012	45 636	45 592	-	44
Mexico	11 047 470	1.436	5 461 082	1 053 757	11 047 470	4 407 325
Myanmar	-	0.010	38 030	37 184	-	846
Nepal	94	0.006	22 818	22 125	94	693
Pakistan	11 260	0.093	353 677	352 253	11 260	1 424
Panama	7 791	0.034	129 301	82 721	7 791	46 580
Peru	-	0.136	517 205	353 729	-	163 476
Romania	5	0.184	699 749	699 740	5	9
Saint Kitts and Nevis	-	0.001	3 803	3 482	-	321
South Africa	-	0.364	1 384 285	1 384 265	-	20
	12 534 078	6.638	25 244 194	20 264 605	12 534 078	4 979 589

C. States which have made no payments but have received credits towards their 2018 contributions

Albania	27 625	0.008	30 424	18	-	58 031
Argentina	2 614 329	0.893	3 396 063	881	2 614 329	3 395 182
Benin	11 447	0.003	11 409	10	-	22 846
Bolivia, Plurinational State of	45 448	0.012	45 636	18	45 434	45 632
Brazil	25 605 289	3.825	14 546 406	5 984	-	40 145 711
Central African Republic (5)	49 475	0.001	3 803	94	323	52 861
Cuba	53 009	0.065	247 194	63	51 753	248 387
Democratic Republic of the Congo	22 596	0.008	30 424	6	-	53 014
Ethiopia	37 861	0.010	38 030	20	37 861	38 010
Gabon (4)	244 665	0.017	64 651	21	-	309 295
Georgia (5)	875 493	0.008	30 424	18	408 226	497 673
Haiti	5	0.003	11 409	7	-	11 407
Iran, Islamic Republic of	2 004 404	0.471	1 791 204	1 069	762 207	3 032 332
Iraq (5)	3 840 914	0.129	490 585	5	793 215	3 538 279
Kiribati	7 802	0.001	3 803	1	3 940	7 664
Kuwait	1 079 467	0.285	1 083 850	666	-	2 162 651
Lebanon	356 906	0.046	174 937	49	156 045	375 749
Madagascar	818	0.003	11 409	10	-	12 217
Malawi	150	0.002	7 606	4	-	7 752
Maldives, Republic of	11 362	0.002	7 606	2	-	18 966
Mozambique	-	0.004	15 212	8	-	15 204
Palau	171	0.001	3 803	2	-	3 972
Papua New Guinea	6 913	0.004	15 212	8	-	22 117
Rwanda	616	0.002	7 606	5	-	8 217
Saint Lucia	-	0.001	3 803	2	-	3 801
Saint Vincent and the Grenadines	4 267	0.001	3 803	48	-	8 022
Sudan	42 872	0.010	38 030	15	-	80 887

Member States	Amount Due	Assessed contributions		Amounts received or credited (1)		Balance
	to ILO as at	for 2018		to 30 September in respect of		due as at
	31 December	%	Amount	Contributions		30 September
	2017			2018	Arrears	2018
Suriname	38 370	0.006	22 818	4	22 496	38 688
Syrian Arab Republic	-	0.024	91 271	11	-	91 260
Turkey	-	1.019	3 875 239	937	-	3 874 302
Turkmenistan	-	0.026	98 877	48	-	98 829
Tuvalu	114	0.001	3 803	5	-	3 912
United States	83 289 483	22.000	83 665 604	44 841	41 663 600	125 246 646
Yemen	75 732	0.010	38 030	20	-	113 742
Zambia	28 369	0.007	26 621	12	-	54 978
Zimbabwe	447	0.004	15 212	8	-	15 651
	120 376 419	28.912	109 951 817	54 920	46 559 429	183 713 887

D. States which have made no payments nor received credits towards their 2018 contributions

Afghanistan (4)	42 648	0.006	22 818	-	-	65 466
Antigua and Barbuda (4)	141 859	0.002	7 606	-	-	149 465
Belize	7 572	0.001	3 803	-	-	11 375
Cameroon	72 087	0.010	38 030	-	-	110 117
Chad	26 429	0.005	19 015	-	-	45 444
Colombia	2 871 622	0.322	1 224 560	-	1 927 335	2 168 847
Comoros (4)	467 634	0.001	3 803	-	-	471 437
Congo	4 098	0.006	22 818	-	-	26 916
Djibouti (4)	109 604	0.001	3 803	-	-	113 407
Dominica (4)	45 069	0.001	3 803	-	3 779	45 093
Ecuador	409 783	0.067	254 800	-	-	664 583
Egypt	-	0.152	578 053	-	-	578 053
Equatorial Guinea (4)	209 537	0.010	38 030	-	-	247 567
Eritrea	-	0.001	3 803	-	-	3 803
Gambia (4)	67 767	0.001	3 803	-	-	71 570
Grenada (4)	18 728	0.001	3 803	-	3 783	18 748
Guinea-Bissau (4)	279 389	0.001	3 803	-	-	283 192
Libya (4)	1 897 026	0.125	475 373	-	473 450	1 898 949
Niger	15 136	0.002	7 606	-	-	22 742
Nigeria	48 560	0.209	794 823	-	-	843 383
Sao Tome and Principe (4)	197 091	0.001	3 803	-	-	200 894
Senegal	16 400	0.005	19 015	-	-	35 415
Sierra Leone (4)	432 653	0.001	3 803	-	-	436 456
Solomon Islands (4)	41 477	0.001	3 803	-	-	45 280
Somalia (4)	411 940	0.001	3 803	-	-	415 743
South Sudan (4)	75 164	0.003	11 409	-	-	86 573
Tajikistan (4)	496 915	0.004	15 212	-	38 120	474 007
Timor-Leste	565	0.003	11 409	-	-	11 974
Tonga	28	0.001	3 803	-	-	3 831
Uruguay	-	0.079	300 436	-	-	300 436
Vanuatu	605	0.001	3 803	-	-	4 408
Venezuela, Bolivarian Republic of (4)	8 053 694	0.571	2 171 503	-	-	10 225 197
	16 461 080	1.595	6 065 758	-	2 446 467	20 080 371

E. Amount due by States when they ceased to be Members of the ILO

Former Socialist Fed. Rep. of Yugoslavia (6)	6 370 623	-	-	-	-	6 370 623
	6 370 623	-	-	-	-	6 370 623
Total	165 378 967	100.000	380 298 200	259 355 956	63 194 963	223 126 248

Notes to Appendix I: Contributions received and outstanding

Details of movements between 31 December 2017 and 30 September 2018

- (1) Amounts credited against 2018 assessed contributions represent the distribution of credits to eligible member States in respect of:

	Swiss francs
The Incentive Scheme for 2016	121 641
50 per cent net premium for prior years	64 834
Surplus for prior years	208
Total credits	186 683

- (2) Member States which paid their 2018 contributions before 1 January 2018.
- (3) Includes amounts due for prior periods of membership in the ILO.
- (4) Member States which, at 30 September 2018, have lost the right to vote under the provisions of paragraph 4 of article 13 of the Constitution (see Appendix II).
- (5) Armenia, Azerbaijan, Central African Republic, Georgia, Iraq, Kazakhstan, Kyrgyzstan, Republic of Moldova, Paraguay, Ukraine and Uzbekistan are permitted to vote under financial arrangements approved by the International Labour Conference at the following Sessions: 93rd (2005) for Armenia, 95th (2006) for Azerbaijan, 97th (2008) for Central African Republic, 93rd (2005) for Georgia, 97th (2008) for Iraq, 88th (2000) for Kazakhstan, 106th (2017) for Kyrgyzstan, 93rd (2005) for Republic of Moldova, 102nd (2013) for Paraguay, 99th (2010) for Ukraine and 104th (2015) for Uzbekistan.
- (6) The Former Socialist Federal Republic of Yugoslavia was deleted from the list of ILO member States on 24 November 2000.

Appendix II

Member States which are two years or more in arrears and which have lost the right to vote under paragraph 4 of article 13 of the Constitution as of 30 September 2018 ¹

State	Years partly or fully due
Afghanistan	2015–17
Antigua and Barbuda	2000–17
Comoros	1985–2017
Djibouti	1996 + 1998–2017
Dominica	2007–17
Equatorial Guinea	2012–17
Gabon	2014–17
Gambia	1999–2017
Grenada	2014–17
Guinea-Bissau	1992–2001 + 2003–17
Libya	2015–17
Sao Tome and Principe	1995–2017
Sierra Leone	1986–2017
Solomon Islands	2004–07 + 2010–17
Somalia	1988–2017
South Sudan	2012–17
Tajikistan	1995–2017
Venezuela, Bolivarian Republic of	2014–17

¹ Excluding those member States which were two years or more in arrears but which had regained the right to vote because of financial arrangements approved by various sessions of the International Labour Conference.

Appendix III

Additional 2018–19 expenditure items approved by the Governing Body

Governing Body sessions	Description of items	Amount in US\$
331st (October 2017) (GB.331/INS/5)	The Standards Initiative: Implementing the workplan for strengthening the supervisory system	420 000 ¹
331st (October 2017) (GB.331/LILS/2(Add.))	The Standards Initiative: Report of the third meeting of the Standards Review Mechanism Tripartite Working Group	795 200 ¹
331st (October 2017) (GB.331/INS/12(Add.))	ILO representative's presence in Guatemala	872 400 ¹
331st (October 2017) (GB.331/INS/14(Rev.))	ILO high-level mission to the Bolivarian Republic of Venezuela	45 000 ¹
332nd (March 2018) (GB.332/INS/10(Add.))	Commission of Inquiry concerning the Bolivarian Republic of Venezuela	756 701 ¹
333rd (June 2018) (GB.333/INS/4(Rev.))	Tripartite mission to Guatemala	32 000 ¹
	Total	2 921 301

¹ To be financed in the first instance from savings in Part I of the budget, or failing that, through Part II.