



**UNITED
NATIONS**



**Framework Convention
on Climate Change**

Distr.
GENERAL

FCCC/SBI/2007/INF.1
28 March 2007

ENGLISH ONLY

SUBSIDIARY BODY FOR IMPLEMENTATION

Twenty-sixth session

Bonn, 7–18 May 2007

Item 15 (a) of the provisional agenda

Administrative, financial and institutional matters

Budget performance for the biennium 2006–2007

**Interim financial statements for the biennium 2006–2007
as at 31 December 2006**

Note by the Executive Secretary

Summary

This document contains the interim financial statements for the biennium 2006–2007 as at 31 December 2006, which have not been audited by the United Nations Board of Auditors. The Subsidiary Body for Implementation may wish to take note of the report and propose appropriate actions to be included in draft decisions on administrative and financial matters to be adopted by the Conference of the Parties at its thirteenth session and the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its third session.

CONTENTS

	<i>Paragraphs</i>	<i>Page</i>
I. CERTIFICATION OF THE FINANCIAL STATEMENTS		3
II. INTRODUCTION	1–41	4
A. Initiatives of the secretariat in financial administration	2–8	4
B. Statement I: Statement of income and expenditure and changes in reserves and fund balances	9–30	5
C. Statement II: Statement of assets, liabilities, reserves and fund balances	31–41	6
III. FINANCIAL STATEMENTS FOR THE BIENNIUM 2006–2007 ...		8
A. Statement I: Statement of income and expenditure and changes in reserves and fund balances for the biennium 2006–2007 as at 31 December 2006		8
B. Statement II: Statement of assets, liabilities, reserves and fund balances for the biennium 2006–2007 as at 31 December 2006		10
C. Statement III: Statement of cash flows for the biennium 2006–2007 as at 31 December 2006		12
D. Statement IV: Statement of appropriations for the biennium 2006–2007 as at 31 December 2006		14
E. Schedule 1.1: Status of indicative contributions to the Convention for the biennium 2006–2007 as at 31 December 2006		15
F. Schedule 1.2: Status of indicative contributions to the Kyoto Protocol for the biennium 2006–2007 as at 31 December 2006		21
G. Schedule 2.1: Status of voluntary contributions for the biennium 2006–2007 as at 31 December 2006		27
IV. NOTES TO THE FINANCIAL STATEMENTS		29

I. Certification of the financial statements

I certify that the appended financial statements of the United Nations Framework Convention on Climate Change for the biennium 2006–2007, ending 31 December 2006, and accompanying notes are fairly stated.

(signed)
Yvo de Boer
Executive Secretary

II. Introduction

1. The Executive Secretary has the honour to submit herewith the financial report, together with the accounts for the biennium 2006–2007 as at 31 December 2006, of the United Nations Framework Convention on Climate Change (UNFCCC). The report is presented in accordance with the financial procedures of the Conference of the Parties (COP), its subsidiary bodies and its secretariat (decision 15/CP.7, annex I, para. 19).

A. Initiatives of the secretariat in financial administration

2. The secretariat continues to implement a number of initiatives to strengthen financial procedures and to make the information presented in the financial statements more transparent and useful to Parties. These initiatives were taken from the recommendations of the Board of Auditors in its draft report¹ of October 2006 presented at the twenty-fifth session of the Subsidiary Body for Implementation (SBI).

3. **Annual closure of special conference accounts for sessions of the COP** While the secretariat still maintains the Special Account for Conference and other Recoverable Costs in accordance with the Financial Regulations and Rules of the United Nations², which is used to manage the financial resources for sessions of the COP, the secretariat will ensure that the special account for each session of the COP is closed by the end of the following year. In keeping with this initiative, the secretariat finalized the account for the COP at its eleventh session by the closure of accounts for 2006. For more information on the special account for COP 12, see note 15 in chapter IV.

4. **Social accounting issues and risk management** The secretariat continues to monitor its greenhouse gas (GHG) emissions inventory in consideration of the secretariat's environmental responsibilities. As noted in document FCCC/SBI/2006/15, the secretariat updates the information on the GHG emissions on the UNFCCC website.³ With regard to risk management, the secretariat has conducted a series of workshops where risks and safeguards within each programme could be identified. This will assist the secretariat in developing a risk-awareness culture. The secretariat is to develop and implement a secretariat-wide risk assessment during 2007.

5. **Disclosure of fees as miscellaneous income** In accordance with the recommendation of the Board of Auditors, income received from share of proceeds and accreditation fees under the clean development mechanism (CDM) and accreditation fees under joint implementation (JI) have been disclosed as miscellaneous income under the Trust Fund for Supplementary Activities. For more information regarding the amount and types of fees, see schedule 2.1, table 2.

6. **Ageing analysis of outstanding contributions** In addition to the information provided in schedules 1.1 and 1.2, a table has been added under note 7 in chapter IV to disclose the outstanding contributions by year as a percentage of the total outstanding contributions receivable.

7. **Disclosure of non-expendable property** Non-expendable property, which was in the past disclosed as a total value, has been broken down by category and the valuation method has been clarified (see note 11 in chapter IV).

8. **Implementation of an anti-fraud plan** The secretariat is working to develop an anti-fraud plan to strengthen its approach to this issue.

¹ FCCC/SBI/2006/14.

² ST/SGB/2007/7.

³ <http://unfccc.int/secretariat/environmental_responsibilities/items/3539.php>.

B. Statement I: Statement of income and expenditure and changes in reserves and fund balances

1. Trust Fund for the Core Budget of the UNFCCC

9. The Trust Fund for the Core Budget of the UNFCCC receives contributions from Parties, according to an indicative scale based on the United Nations scale of assessment.

10. The amount of USD 24.86 million shown in statement I represents indicative contributions from governments. The amount of USD 907,000 represents voluntary contributions paid by the host country to the core budget for 2006 (schedules 1.1, 1.2 and 2.1). In addition, USD 636,000 was received as interest income and USD 158,000 as other miscellaneous income, thus bringing the total income to USD 26.56 million. This amount also includes contributions of USD 1.9 million not received during the biennium.

11. Expenditure for the year 2006 amounted to USD 21.6 million, which resulted in a net excess of USD 4.97 million.

12. The reserve and fund balance of the core budget amounted to USD 14.1 million at 31 December 2006.

2. Trust Fund for Participation in the UNFCCC Process

13. The Trust Fund for Participation in the UNFCCC Process receives voluntary contributions and supports participation of representatives from eligible developing country Parties and Parties with economies in transition in the sessions of the COP and its subsidiary bodies.

14. An amount of USD 2.42 million was received as voluntary contributions from various governments (schedule 2.1). In addition, USD 89,000 was received as interest income and USD 10,000 as other miscellaneous income, thus bringing the total income of the fund to USD 2.52 million.

15. The total expenditure was USD 1.9 million, resulting in a net excess of income of USD 583,000.

16. The reserve and fund balance of the fund was USD 1.9 million as at 31 December 2006.

3. Trust Fund for Supplementary Activities

17. The Trust Fund for Supplementary Activities receives funding donated by Parties in addition to their indicative contributions to the core budget and generally supports mandated activities which are not covered under the core budget. The trust fund also receives income from a share of proceeds and accreditation fees under the CDM and JI.

18. Voluntary contributions to the fund amounted to USD 11.4 million for the year 2006 (schedule 2.1). After the inclusion of interest income of USD 989,000 and USD 13.7 million as miscellaneous income from the CDM and JI, the total income of this fund was USD 26.1 million.

19. Total expenditure was USD 12.4 million, which resulted in an excess of income over expenditure of USD 13.7 million.

20. The reserve and fund balance reached USD 27 million at 31 December 2006.

4. Trust Fund for Special Annual Contribution from the Government of Germany

21. The Trust Fund for the Special Annual Contribution from the Government of Germany (the Bonn Fund) is used to finance the logistical arrangements of events taking place in Germany, including workshops and the sessions of the subsidiary bodies.
22. The contribution of USD 2.16 million was received from the Government of Germany. Total income of the fund after inclusion of interest income of USD 42,000 and other miscellaneous income of USD 6,000 amounted to USD 2.21 million.
23. Expenditure amounted to USD 2.05 million, which resulted in an excess of income over expenditure of USD 164,000.
24. At 31 December 2006 the fund balance amounted to USD 477,000.

5. Trust Fund for Technical Cooperation

25. Under an agreement between the UNFCCC secretariat and the United Nations Fund for International Partnerships (UNFIP), the latter provided grants for the implementation of the project "Engaging the private sector in clean development mechanism (CDM) project activities under the Kyoto Protocol". The project was facilitated by the secretariat and implemented by United Nations Development Programme (UNDP), the United Nations Industrial Development Organization and the United Nations Conference on Trade and Development, under the leadership of the UNDP.
26. The grants were received in the biennium 2000–2001 and the project completed before the end of 2005. There has been no movement on the fund in 2006; however, USD 27,671 remain outstanding pending a final report from UNDP. Once the secretariat receives clarification on the outstanding advance from UNDP, the trust fund will be closed.

6. Programme Support Costs

27. This special account is used to collect the overhead charges of 13 per cent payable on all trust funds of the UNFCCC to cover administrative services.
28. The programme support cost income received during the biennium amounted to USD 4.37 million. Total income in this fund was USD 4.61 million after including interest of USD 140,000 and other miscellaneous income of USD 103,000.
29. Total expenditure was USD 3.4 million, resulting in an excess of income over expenditure of USD 1.22 million.
30. The reserve and fund balance amounted to USD 3.50 million at 31 December 2006.

C. Statement II: Statement of assets, liabilities, reserves and fund balances

1. Trust Fund for Core Budget of UNFCCC

31. The assets of the fund amounted to USD 18.71 million, which includes cash deposits of USD 14.844 million, indicative contributions receivable of USD 2.834 million, inter-fund balances receivable of USD 257,000, other accounts receivable of USD 562,000 and deferred charges of USD 213,000.
32. The liabilities consisted of contributions of USD 3.19 million received in advance, unliquidated obligations of USD 1.15 million and other accounts payable of USD 317,000.

33. At 31 December 2006 the working capital reserve was USD 2.21 million and the cumulative surplus of the fund was USD 11.84 million.

2. Trust Fund for Participation in the UNFCCC Process

34. The assets of the fund amounted to USD 2.52 million, which consists of cash deposits of USD 1.92 million, inter-fund balances receivable of USD 31,000 and other accounts receivable of USD 567,000. The liabilities consisted of other accounts payable of USD 1,000 and unliquidated obligations of USD 631,000. As at 31 December 2006 the cash operating reserve of the fund was USD 194,000 and the cumulative surplus was USD 1.70 million.

3. Trust Fund for Supplementary Activities

35. The assets of the fund amounted to USD 30.66 million, which includes cash deposits of USD 29.715 million, inter-fund balances receivable of USD 213,000, other accounts receivable of USD 704,000 and deferred charges of USD 29,000.

36. The liabilities consisted of unliquidated obligations of USD 3.16 million and other accounts payable of USD 492,000.

37. As at 31 December 2006 the cash operating reserve amounted to USD 1.86 million and the cumulative surplus was USD 25.15 million.

4. Trust Fund for the Special Annual Contribution from the Government of Germany

38. The total assets of the fund amounted to USD 513,000, which consists of cash deposits of USD 472,000, inter-fund balances receivable of USD 12,000, other accounts receivable of USD 17,000 and deferred charges of USD 12,000. The liabilities included unliquidated obligations of USD 36,000. The cash operating reserve has been set at USD 300,000 and the cumulative surplus was USD 177,000 at 31 December 2006.

5. Trust Fund for Technical Cooperation

39. The fund assets consist of an outstanding advance to the UNDP of USD 28,000. The debit payable of USD 47,000 under liabilities represents a return of funds to UNFIB and will be offset against the cumulative surplus. The reserves for allocations cover the outstanding advance to UNDP, which once clarified and accounted for, will allow for the closure of this fund.

6. Programme Support Costs

40. The assets of the fund amounted to USD 3.9 million, including cash deposits and other accounts receivable.

41. Liabilities consisted of unliquidated obligations of USD 23,000, inter-fund balances payable of USD 343,000 and other accounts payable of USD 22,000. As at 31 December 2006 the cash operating reserve was USD 873,000 and the cumulative surplus amounted to USD 2.6 million.

III. Financial statements for the biennium 2006–2007

A. Statement I

Statement of income and expenditure and changes in reserves and fund balances for the biennium 2006–2007 as at 31 December 2006
(expressed in thousands of United States dollars, rounded to the nearest thousand)

	Schedule or note reference	Trust Fund for the Core Budget of the UNFCCC		Trust Fund for Participation in the UNFCCC Process		Trust Fund for Supplementary Activities		Trust Fund for the Special Annual Contribution from the Government of Germany	
		2006	2004	2006	2004	2006	2004	2006	2004
INCOME:									
Indicative contributions	Note 2 (g) (i)	24 855	16 358	-	-	-	-	-	-
Voluntary contributions	Note 2 (g) (ii)	907	940	2 423	1 742	11 350	4 988	2 164	2 155
Programme support cost income	Note 10	-	-	-	-	-	-	-	-
Other/Miscellaneous income									
CDM and JI collections ⁴	Note 2 (g) (iii)	-	-	-	-	13 604	-	-	-
Interest income	Note 2 (g) (iii)	636	123	89	20	989	150	42	9
Other/Miscellaneous	Note 2 (g) (iii)	158	88	10	-	131	3	6	16
TOTAL INCOME		26 556	17 509	2 522	1 762	26 074	5 141	2 212	2 180
EXPENDITURE:									
Staff and other personnel costs	Interest income	14 987	11 850	-	-	5 689	3 843	600	564
Travel		858	527	1 716	1 394	1 840	871	21	86
Contractual services		390	325	-	-	2 628	19	2	8
Operating expenses		753	635	-	4	652	107	1 150	1 054
Acquisitions		787	197	-	-	149	41	39	53
Fellowships grants and other		1327	1 086	-	-	-	33	-	-
Total direct expenditure		19 102	14 620	1 716	1 398	10 958	4 914	1 812	1 765
Programme support costs	Note 10	2 483	1 901	223	181	1 424	651	236	230
TOTAL EXPENDITURE	Note 3	21 585	16 521	1 939	1 579	12 382	5 565	2 048	1 995
Prior period adjustments	Note 4	-	-	-	-	-	-	-	-
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE		4 971	988	583	184	13 692	(424)	164	185
Refund to donors	Note 5	-	-	-	-	-	-	8	501
Savings on prior periods' obligations	Note 2 (e)	152	266	203	159	140	106	13	6
RESERVE AND FUND BALANCE: BEGINNING OF PERIOD		8 929	6 225	1 097	346	13 178	7 116	308	801
RESERVE AND FUND BALANCE: END OF PERIOD		14 052	7 479	1 883	689	27 010	6 798	477	491

⁴ The actual collections of the CDM and JI under the Trust Fund for Supplementary Activities amount to USD 13.85 million (see Schedule 2.1, table 2) of which USD 247,000 are included under voluntary contributions. A correcting adjustment was made in 2007.

Statement I (continued)

	Schedule or note reference	Trust Fund for UNFCCC Technical Cooperation UNFIP		Special Account for UNFCCC Programme Support Costs		Total	
		2006	2004	2006	2004	2006	2004
INCOME:							
Indicative contributions	Note 2 (g) (i)	-	-	-	-	24 855	16 358
Voluntary contributions	Note 2 (g) (ii)	-	-	-	-	16 844	9 825
Programme support cost income	Note 10	-	-	4 366	3 370	4 366	3 370
Other/Miscellaneous income							
CDM and JI collections	Note 2 (g) (iii)	-	-	-	-	13 604	-
Interest income	Note 2 (g) (iii)	-	21	140	45	1 896	368
Other/Miscellaneous	Note 2 (g) (iii)	-	-	103	5	408	112
TOTAL INCOME		-	21	4 609	3 420	61 973	30 033
EXPENDITURE:							
Staff and other personnel costs		-	91	2 973	2 516	24 249	18 864
Travel		-	3	11	14	4 446	2 895
Contractual services		-	-	31	36	3 051	388
Operating expenses		-	30	-	-	2 555	1 830
Acquisitions		-	-	-	-	975	291
Fellowships, grants and other		-	48	378	250	1 705	1 417
Total direct expenditure		-	172	3 393	2 816	36 981	25 685
Programme support costs	Note 10	-	-	-	-	4 366	2 963
TOTAL EXPENDITURE	Note 3	-	172	3 393	2 816	41 347	28 648
Prior period adjustments	Note 4	-	-	-	-	-	-
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE		-	(151)	1 216	604	20 626	1 386
Refund to donors	Note 5	-	-	-	-	8	501
Savings on prior periods' obligations	Note 2 (e)	-	-	6	16	514	553
RESERVE AND FUND BALANCE: BEGINNING OF PERIOD		75	234	2 280	1 681	25 867	16 403
RESERVE AND FUND BALANCE: END OF PERIOD		75	83	3 502	2 301	46 999	17 841

B. Statement II
Statement of assets, liabilities, reserves and fund balances for the biennium 2006–2007 as at 31 December 2006
(expressed in thousands of United States dollars, rounded to the nearest thousand)

	Schedule or note reference	Trust Fund for the Core Budget of the UNFCCC		Trust Fund for Participation in the UNFCCC Process		Trust Fund for Supplementary Activities		Trust Fund for the Special Annual Contribution from the Government of Germany	
		2006	2004	2006	2004	2006	2004	2006	2004
ASSETS									
Cash and term deposits	Note 2 (f) and note 6	14 844	5 871	1 917	1 007	29 715	7 703	472	500
Accounts receivable:									
Indicative contributions receivable from Parties	Sched 1.1, 1.2 Note 7	2 834	3 280	-	-	-	-	-	-
Inter-fund balances receivable		257	-	31	-	213	-	12	-
Other accounts receivable	Note 7	562	520	567	7	704	125	17	40
Deferred charges		213	-	-	-	29	-	12	-
Operating funds provided to executing agencies		-	-	-	-	-	-	-	-
TOTAL ASSETS		18 710	9 671	2 515	1 014	30 661	7 828	513	540
LIABILITIES									
Contributions/payments received in advance	Sched 1.1, 1.2	3 191	1 423	-	-	-	-	-	-
Unliquidated obligations		1 150	418	631	315	3 159	835	36	34
Accounts payable									
Inter-fund balances payable		-	130	-	10	-	177	-	15
Other accounts payable	Note 8	317	221	1	-	492	18	-	-
TOTAL LIABILITIES		4 658	2 192	632	325	3 651	1 030	36	49
RESERVES AND FUND BALANCES									
Operating reserve	Note 9	-	-	194	117	1 857	405	300	300
Working capital reserve	Note 9	2 210	1 446	-	-	-	-	-	-
Reserve for allocations		-	-	-	-	-	-	-	-
Cumulative surplus (deficit)		11 842	6 033	1 689	572	25 153	6 393	177	191
TOTAL RESERVES AND FUND BALANCES		14 052	7 479	1 883	689	27 010	6 798	477	491
TOTAL LIABILITIES, RESERVE AND FUND BALANCE		18 710	9 671	2 515	1 014	30 661	7 828	513	540

Statement II (continued)

	Schedule or note reference	Trust Fund for UNFCCC Technical Cooperation UNFIP		Special Account for UNFCCC Programme Support Costs		Total	
		2006	2004	2006	2004	2006	2004
<u>ASSETS</u>							
Cash and term deposits	Note 2 (f) and 6	-	5	3 889	2 223	50 837	17 309
Accounts receivable:							
Indicative contributions receivable from Parties	Sched 1.1, 1.2 Note 7	-	-	-	-	2 834	3 280
Inter-fund balances receivable		-	-	-	41	513	41
Other accounts receivable	Note 7	-	-	1	59	1 851	751
Deferred charges		-	-	-	-	254	-
Operating funds provided to executing agencies		28	78	-	-	28	78
TOTAL ASSETS		28	83	3 890	2 323	56 317	21 459
<u>LIABILITIES</u>							
Contributions/payments received in advance	Sched 1.1, 1.2	-	-	-	-	3 191	1 423
Unliquidated obligations		-	-	23	17	4 999	1 619
Accounts payable							
Inter-fund balances payable		-	-	343	-	343	332
Other accounts payable	Note 8	(47)	-	22	5	785	244
TOTAL LIABILITIES		(47)	-	388	22	9 318	3 618
<u>RESERVES AND FUND BALANCES</u>							
Operating reserve	Note 9	-	-	873	548	3 224	1 370
Working capital reserve	Note 9	-	-	-	-	2 210	1 446
Reserve for allocations		28	-	-	-	28	-
Cumulative surplus (deficit)		47	83	2 629	1 753	41 537	15 025
TOTAL RESERVES AND FUND BALANCES		75	83	3 502	2 301	46 999	17 841
TOTAL LIABILITIES, RESERVE AND FUND BALANCE		28	83	3 890	2 323	56 317	21 459

C. Statement III
Statement of cash flow for the biennium 2006–2007 as at 31 December 2006
(expressed in thousands of United States dollars, rounded to the nearest thousand)

	Trust Fund for the Core Budget of the UNFCCC		Trust Fund for Participation in the UNFCCC Process		Trust Fund for Supplementary Activities		Trust Fund for the Special Annual Contribution from the Government of Germany		Trust Fund for UNFCCC Technical Cooperation (UNFIP)		Special Account for UNFCCC Programme Support Costs	
	2006	2004	2006	2004	2006	2004	2006	2004	2006	2004	2006	2004
CASH FLOWS FROM OPERATING ACTIVITIES:												
Net excess (shortfall) of income over expenditures (Statement I)	4 971	988	583	184	13 692	(424)	164	185	-	(151)	1 216	604
(Increase) decrease in contributions receivable	(370)	(1 431)	-	-	-	-	-	-	-	-	-	-
(Increase) decrease in other accounts receivable	(91)	(280)	(543)	(4)	(498)	(68)	17	(34)	-	-	56	(44)
(Increase) decrease in other assets	(61)	206	-	-	(7)	8	(1)	-	-	157	12	14
Increase (decrease) in contributions received in advance	1 289	(1 245)	-	-	-	-	-	-	-	-	-	-
Increase (decrease) in accounts payable	(151)	(840)	(9)	-	472	(904)	(2)	-	-	-	12	1
Increase (decrease) in unliquidated obligations	191	(575)	345	(18)	2 746	558	(92)	(228)	-	-	8	(10)
Less: Interest income received	(636)	(123)	(89)	(21)	(989)	(150)	(42)	(9)	-	(21)	(140)	(45)
NET CASH FROM OPERATING ACTIVITIES	5 142	(3 300)	287	141	15 416	(980)	44	(86)	-	(15)	1 164	520
CASH FLOWS FROM INVESTING AND FINANCING ACTIVITIES:												
(Increase) decrease in inter-fund balances receivable	(256)	807	(31)	62	(213)	-	(11)	3	-	-	-	(41)
Increase (decrease) in inter-fund balances payable	(4)	130	(2)	10	(17)	70	(1)	15	-	(1)	340	(44)
Plus: Interest income received	636	123	89	21	989	150	42	9	-	21	141	45
NET CASH FROM INVESTING AND FINANCING ACTIVITIES	376	1 060	56	93	759	220	30	27	-	20	481	(40)

Statement III (continued)

	Trust Fund for the Core Budget of the UNFCCC		Trust Fund for Participation in the UNFCCC Process		Trust Fund for Supplementary Activities		Trust Fund for Special Annual Contribution from the Government of Germany		Trust Fund for UNFCCC Technical Cooperation (UNFIP)		Special Account for UNFCCC Programme Support Costs	
	2006	2004	2006	2004	2006	2004	2006	2004	2006	2004	2006	2004
<u>CASH FLOWS FROM OTHER SOURCES:</u>												
Savings on prior periods' obligations	152	266	203	159	140	106	13	6	-	-	6	16
Other adjustments to fund balance	-	-	-	-	-	-	(8)	(501)	-	-	-	-
NET CASH FROM OTHER SOURCES	152	266	203	159	140	106	5	(495)	-	-	6	16
NET INCREASE (DECREASE) IN CASH AND TERM DEPOSITS	5 670	(1 974)	546	393	16 315	(654)	79	(554)	-	5	1 651	496
CASH AND TERM DEPOSITS AT BEGINNING OF PERIOD	9 174	7 845	1 371	614	13 400	8 357	393	1 054	-	-	2 238	1 727
CASH AND TERM DEPOSITS AT END OF PERIOD	14 844	5 871	1 917	1 007	29 715	7 703	472	500	-	5	3 889	2 223

D. Statement IV
The core budget: statement of appropriations for the biennium 2006–2007 as at 31 December 2006
(expressed in thousands of United States dollars, rounded to the nearest thousand)

Budget classification	Approved budget	Expenditure			Balance
		Disbursements	Obligations	Total	
Executive Direction and Management (EDM)	1 156	826	1	828	329
Cluster 1: Implementation – M & C	514	440	-	440	74
Reporting, Data and Analysis programme (RDA)	4 359	2 653	200	2 853	1 505
Financial and Technical Support programme (FTS)	2 239	1 848	28	1 876	363
Total Cluster 1	7 112	4 941	228	5 169	1 942
Cluster 2: Scientific and Technological Advice – M & C	826	779	1	780	46
Adaptation, Technology and Science programme (ATS)	2 286	1 950	15	1 963	323
Project-based Mechanisms programme (PBM)	2 978	1 967	212	2 180	798
Compliance programme (COMP)	916	724	19	743	173
Total Cluster 2	7 006	5 420	247	5 666	1 340
Cluster 3: Intergovernmental and Support Services – M & C	488	304	-	304	184
Intergovernmental and Conference Affairs (ICA)	2 160	1 797	45	1 841	319
Information Services (IS)	3 146	2 664	371	3 063	110
Administrative Services (AS)	2 414	2 000	258	2 258	156
Total Cluster 3	8 208	6 765	674	7 439	769
TOTAL	23 482	17 952	1 150	19 102	4 380

E. Schedule 1.1
Status of indicative contribution to the Convention for the biennium 2006–2007
(expressed in United States dollars)

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Afghanistan	306	-	778	-	-	1 084
Albania	766	745	-	-	-	21
Algeria	11 646	-	31 495	43 141	-	-
Angola	157	4 933	-	959	5 735	-
Antigua and Barbuda	460	460	-	455	455	-
Argentina	146 494	-	46 901	-	-	193 395
Armenia	306	1	-	306	1	-
Australia	243 952	244 502	-	-	550	-
Austria	131 630	297	-	131 333	-	-
Azerbaijan	766	-	802	1 568	-	-
Bahamas	1 992	-	145	-	-	2 137
Bahrain	4 597	-	11 510	8 191	-	7 916
Bangladesh	1 532	-	11 244	-	-	12 776
Barbados	1 532	-	1 481	4 530	1 517	-
Belarus	2 758	6	-	2 758	6	-
Belgium	163 810	-	151 687	335 671	20 174	-
Belize	157	269	-	-	112	-
Benin	306	-	820	-	-	1 126
Bhutan	157	610	-	-	453	-
Bolivia	1 379	-	4 969	-	-	6 348
Bosnia and Herzegovina	460	1	-	460	1	-
Botswana	1 839	4	-	-	-	1 835
Brazil	233 379	-	453 890	-	-	687 269
Bulgaria	2 605	-	-	2 605	-	-
Burkina Faso	306	-	1 270	-	-	1 576
Burundi	157	-	1 574	-	-	1 731
Cambodia	306	-	2 898	2 899	-	305
Cameroon	1 226	-	11 201	-	-	12 427
Canada	431 054	972	-	430 082	-	-
Cape Verde	157	-	2 585	-	-	2 742
Central African Republic	157	-	2 457	2 407	-	207
Chad	157	-	2 376	-	-	2 533
Chile	34 172	2 568	-	31 604	-	-
China	314 594	-	20	314 594	-	20
Colombia	23 752	24 416	-	8 136	8 800	-

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Comoros	157	-	2 376	-	-	2 533
Congo	157	-	2 325	-	-	2 482
Cook Islands	157	-	140	-	-	297
Costa Rica	4 597	-	4 143	3 045	-	5 695
Cote d'Ivoire	1 532	-	10 831	-	-	12 363
Croatia	5 670	13	-	5 657	-	-
Cuba	6 589	-	6 640	13 917	688	-
Cyprus	5 976	-	15 960	5 976	-	15 960
Czech Republic	28 042	28 042	-	-	-	-
Democratic People's Republic of Korea	1 532	-	1 624	1 992	-	1 164
Democratic Republic of Congo	460	-	2 449	-	-	2 909
Denmark	110 024	110 024	-	108 941	108 941	-
Djibouti	157	-	330	-	-	487
Dominica	157	-	2 376	-	-	2 533
Dominican Republic	5 363	-	17 259	-	-	22 622
Ecuador	2 911	-	1 373	-	-	4 284
Egypt	18 388	-	34 407	-	-	52 795
El Salvador	3 371	-	2 675	-	-	6 046
Equatorial Guinea	306	-	525	818	-	13
Eritrea	157	138	-	-	-	19
Estonia	1 839	1 839	-	1 821	1 821	-
Ethiopia	613	597	-	-	-	16
European Community	392 702	392 662	-	-	-	40
Fiji	613	-	23	614	-	21
Finland	81 675	184	-	162 390	80 899	-
France	924 015	2 084	-	1 836 853	914 922	-
Gabon	1 379	-	9 030	14 668	4 259	-
Gambia	157	-	15	-	-	172
Georgia	460	-	18 097	16 602	-	1 955
Germany	1 327 333	2 993	-	1 324 340	-	-
Ghana	613	-	1 022	-	-	1 635
Greece	81 215	-	74 167	85 207	-	70 175
Grenada	157	-	-	240	83	-
Guatemala	4 597	-	4 813	9 410	-	-
Guinea	460	-	4 327	-	-	4 787
Guinea-Bissau	157	-	2 324	-	-	2 481
Guyana	157	-	-	563	406	-
Haiti	460	1	-	-	-	459
Honduras	766	-	5 612	-	-	6 378

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Hungary	19 308	22	-	19 287	1	-
Iceland	5 210	5 211	-	-	1	-
India	64 513	-	75 470	-	-	139 983
Indonesia	21 760	-	11 830	-	-	33 590
Iran, Islamic Republic of	24 058	-	50 803	-	-	74 861
Ireland	53 633	53 607	-	53 105	53 079	-
Israel	71 561	161	-	71 561	161	-
Italy	748 560	1 688	-	746 872	-	-
Jamaica	1 226	1 152	-	-	-	74
Japan	2 983 205	6 729	-	2 976 476	-	-
Jordan	1 686	4	-	1 682	-	-
Kazakhstan	3 831	6 490	-	-	2 659	-
Kenya	1 379	-	2 932	4 311	-	-
Kiribati	157	-	452	-	-	609
Kuwait	24 824	-	25 988	50 812	-	-
Kyrgyzstan	157	-	978	-	-	1 135
Lao People's Democratic Republic	157	276	-	-	119	-
Latvia	2 299	2 299	-	2 276	2 276	-
Lebanon	3 678	-	3 245	3 653	-	3 271
Lesotho	157	3 112	-	-	2 955	-
Liberia	157	-	452	-	-	609
Libyan Arab Jamahiriya	20 227	-	64 930	-	-	85 157
Liechtenstein	766	2	-	764	-	-
Lithuania	3 678	3 657	-	3 641	3 620	-
Luxembourg	11 799	27	-	11 772	-	-
Madagascar	460	-	367	827	-	-
Malawi	157	-	-	-	-	157
Malaysia	31 107	70	-	61 823	30 786	-
Maldives	157	3 108	-	-	2 951	-
Mali	306	-	454	974	214	-
Malta	2 145	5	-	2 479	339	-
Marshall Islands	157	-	165	-	-	322
Mauritania	157	-	1 941	-	-	2 098
Mauritius	1 686	1 686	-	1 669	1 669	-
Mexico	288 544	-	-	288 557	13	-
Micronesia, Federated States of	157	543	-	-	386	-
Monaco	460	1	-	459	-	-

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Mongolia	157	785	-	-	628	-
Morocco	7 202	-	25 782	-	-	32 984
Mozambique	157	57	-	100	-	-
Myanmar	1 532	-	4 227	798	-	4 961
Namibia	919	208	-	711	-	-
Nauru	157	-	1 011	-	-	1 168
Nepal	613	-	2 621	-	-	3 234
Netherlands	258 969	584	-	514 803	256 418	-
New Zealand	33 865	33 865	-	-	-	-
Nicaragua	157	228	-	-	71	-
Niger	157	-	459	-	-	616
Nigeria	6 436	-	25 993	32429	-	-
Niue	157	-	181	-	-	338
Norway	104 047	104 019	-	103 050	103 022	-
Oman	10 727	-	11 230	32 578	10 621	-
Pakistan	8 428	-	20 161	4 000	-	24 589
Palau	157	445	-	-	288	-
Panama	2 911	-	6 778	-	-	9 689
Papua New Guinea	460	1	-	-	-	459
Paraguay	1 839	-	15 281	-	-	17 120
Peru	14 098	-	61 100	-	-	75 198
Philippines	14 557	-	18 047	17 392	-	15 212
Poland	70 642	159	-	70 483	-	-
Portugal	72 021	163	-	71 858	-	-
Qatar	9 807	-	14 559	24 366	-	-
Republic of Korea	275 213	621	-	274 592	-	-
Republic of Moldova	157	-	-	157	-	-
Romania	9 194	21	-	9 173	-	-
Russian Federation	168 560	380	-	168 180	-	-
Rwanda	157	-	130	287	-	-
Saint Kitts and Nevis	157	138	-	-	-	19
Saint Lucia	306	533	-	-	227	-
Saint Vincent and the Grenadines	157	-	1 511	-	-	1 668
Samoa	157	-	296	-	-	453
San Marino	460	1	-	460	1	-
Sao Tome and Principe	157	-	304	-	-	461
Saudi Arabia	109 258	246	-	109 012	-	-
Senegal	766	-	796	-	-	1 562

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Serbia and Montenegro ^a	2 911	-	5 056	-	-	7 967
Seychelles	306	306	-	906	906	-
Sierra Leone	157	-	2 376	-	-	2 533
Singapore	59 456	134	-	118 193	58 871	-
Slovakia	7 815	18	-	7 797	-	-
Slovenia	12 565	12 565	-	12 442	12 442	-
Solomon Islands	157	-	815	-	-	972
South Africa	44 745	44 745	-	44 305	44 305	-
Spain	386 156	871	-	385 285	-	-
Sri Lanka	2 605	2 038	-	-	-	567
Sudan	1 226	-	8 403	-	-	9 629
Suriname	157	-	2 255	3 648	1 236	-
Swaziland	306	-	321	627	-	-
Sweden	152 930	345	-	152 585	-	-
Switzerland	183 424	389	-	183 010	-	25
Syrian Arab Republic	5 823	-	20 846	5 805	-	20 864
Tajikistan	157	1 964	-	1 000	2 807	-
Thailand	32 026	-	33 532	65 558	-	-
The former Yugoslav Republic of Macedonia	919	-	982	1 947	47	-
Togo	157	-	2 457	-	-	2 614
Tonga	157	-	155	302	-	10
Trinidad and Tobago	3 371	8	-	-	-	3 363
Tunisia	4 904	217	-	4 688	1	-
Turkey	57 004	-	-	57 004	-	-
Turkmenistan	766	-	1 454	1 454	-	766
Tuvalu	157	-	190	-	-	347
Uganda	919	-	2 171	-	-	3 090
Ukraine	5 976	-	3 035	8 985	-	26
United Arab Emirates	36 011	-	64 956	100 967	-	-
United Kingdom of Great Britain and Northern Ireland	938 879	2 117	-	936 762	-	-
United Republic of Tanzania	919	-	5 391	-	-	6 310
United States of America	3 371 200	-	125 250	3 382 447	-	114 003
Uruguay	7 355	-	49 410	-	-	56 765
Uzbekistan	2 145	-	47	-	-	2 192
Vanuatu	157	1 034	-	-	877	-

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Venezuela	26 203	-	16 016	42 219	-	-
Viet Nam	3 218	7	-	3 211	-	-
Yemen	919	-	8 464	-	-	9 383
Zambia	306	5 418	-	-	5 112	-
Zimbabwe	1 073	-	2 265	-	-	3 338
TOTAL	15 708 082	1 122 840	1 771 284	16 173 329	1 748 930	1 932 127

^a Since June 2006, Serbia and Montenegro are separate United Nations Member States.

F. Schedule 1.2
Status of indicative contributions to the Kyoto Protocol
for the biennium 2006–2007
(expressed in United States dollars)

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Afghanistan	-	-	-	-	-	-
Albania	617	619	-	-	2	-
Algeria	9 371	-	3 547	-	-	12 918
Angola	-	-	-	-	-	-
Antigua and Barbuda	370	371	-	363	364	-
Argentina	117 878	1 524	-	-	-	116 354
Armenia	247	1	-	247	1	-
Australia	-	-	-	-	-	-
Austria	105 917	6 409	-	99 962	454	-
Azerbaijan	617	-	327	944	-	-
Bahamas	1 603	-	57	-	-	1 660
Bahrain	2 466	-	-	2 466	-	-
Bangladesh	1 233	-	653	-	-	1 886
Barbados	1 233	-	653	3 099	1 213	-
Belarus	2 219	-	112	2 341	10	-
Belgium	131 811	-	69 854	206 937	5 272	-
Belize	123	124	-	-	1	-
Benin	247	-	28	-	-	275
Bhutan	123	-	17	141	1	-
Bolivia	1 110	-	588	-	-	1 698
Bosnia and Herzegovina	-	-	-	-	-	-
Botswana	1 480	-	784	-	-	2 264
Brazil	187 790	-	99 521	-	-	287 311
Bulgaria	2 096	-	-	2 105	9	-
Burkina Faso	247	-	75	-	-	322
Burundi	123	-	65	-	-	188
Cambodia	247	1	-	-	-	246
Cameroon	986	-	523	-	-	1 509
Canada	346 851	-	14 882	363 220	1 487	-
Cape Verde	77	-	-	-	-	77
Central African Republic	-	-	-	-	-	-
Chad	-	-	-	-	-	-
Chile	27 497	-	571	14 001	-	14 067
China	253 141	-	134 155	388 361	1 065	-

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Colombia	19 112	243	-	18 951	82	-
Comoros	-	-	-	-	-	-
Congo	-	-	-	-	-	-
Cook Islands	123	-	65	-	-	188
Costa Rica	3 699	-	1 960	-	-	5 659
Cote d'Ivoire	-	-	-	-	-	-
Croatia	-	-	-	-	-	-
Cuba	5 302	-	2 810	8 471	359	-
Cyprus	4 809	-	2 548	2 548	-	4 809
Czech Republic	22 564	22 661	-	-	97	-
Democratic People's Republic of Korea	1 233	-	311	498	-	1 046
Democratic Republic of Congo	370	-	112	-	-	482
Denmark	88 531	88 881	-	86 752	87 102	-
Djibouti	123	-	65	-	-	188
Dominica	123	-	50	-	-	173
Dominican Republic	4 316	-	2 287	-	-	6 603
Ecuador	2 343	2 205	-	-	-	138
Egypt	14 796	-	6 348	-	-	21 144
El Salvador	2 713	-	1 438	2 724	-	1 427
Equatorial Guinea	247	-	131	379	1	-
Eritrea	123	-	12	-	-	135
Estonia	1 480	1 486	-	1 450	1 456	-
Ethiopia	493	479	-	-	-	14
European Community	228 662	228 622	-	-	-	40
Fiji	493	-	261	-	-	754
Finland	65 720	-	355	130 707	64 632	-
France	743 516	32 991	-	1 442 039	731 514	-
Gabon	-	-	-	-	-	-
Gambia	123	-	65	-	-	188
Georgia	370	583	-	519	732	-
Germany	1 068 049	79 137	-	993 492	4 580	-
Ghana	493	-	261	-	-	754
Greece	65 351	-	34 633	35 596	-	64 388
Grenada	123	48	-	124	49	-
Guatemala	3 699	-	177	3 892	16	-
Guinea	370	-	196	-	-	566
Guinea-Bissau	108	-	-	-	-	108

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Guyana	123	-	17	487	347	-
Haiti	370	-	56	-	-	426
Honduras	617	-	327	-	-	944
Hungary	15 536	-	333	15 936	68	-
Iceland	4 192	4 210	-	-	18	-
India	51 910	-	27 511	-	-	79 421
Indonesia	17 509	-	8 837	-	-	26 346
Iran, Islamic Republic of	19 359	-	1 466	-	-	20 825
Ireland	43 156	43 315	-	42 274	42 433	-
Israel	57 582	-	-	57 829	247	-
Italy	602 334	15 270	-	589 647	2 583	-
Jamaica	986	-	270	-	-	1 256
Japan	2 012 225	-	-	2 012 225	-	-
Jordan	1 356	-	234	1 596	6	-
Kazakhstan	-	-	-	-	-	-
Kenya	1 110	-	392	1 464	-	38
Kiribati	123	-	65	-	-	188
Kuwait	19 975	-	6 553	-	-	26 528
Kyrgyzstan	123	-	65	-	-	188
Lao People's Democratic Republic	123	-	65	-	-	188
Latvia	1 850	1 857	-	1 813	1 820	-
Lebanon	-	-	-	-	-	-
Lesotho	123	6	-	-	-	117
Liberia	123	-	65	-	-	188
Libyan Arab Jamahiriya	1 356	-	-	-	-	1 356
Liechtenstein	617	65	-	554	2	-
Lithuania	2 959	2 951	-	2 898	2 890	-
Luxembourg	9 494	251	-	9 284	41	-
Madagascar	370	-	196	509	-	57
Malawi	123	-	65	-	-	188
Malaysia	25 030	2 240	-	47 401	24 611	-
Maldives	123	-	65	-	-	188
Mali	247	-	131	585	207	-
Malta	1 726	76	-	1 734	84	-
Marshall Islands	123	-	65	48	-	140
Mauritania	123	-	16	-	-	139
Mauritius	1 356	1 362	-	1 328	1 334	-
Mexico	232 179	-	51 325	285 292	1 788	-

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Micronesia, Federated States of	123	-	65	-	-	188
Monaco	216	-	-	-	-	216
Mongolia	123	-	65	-	-	188
Morocco	5 795	-	3 071	-	-	8 866
Mozambique	123	-	53	164	-	12
Myanmar	1 233	-	61	-	-	1 294
Namibia	740	70	-	673	3	-
Nauru	123	-	65	-	-	188
Nepal	493	-	12	-	-	505
Netherlands	208 382	4 346	-	409 057	205 021	-
New Zealand	27 250	27 342	-	-	92	-
Nicaragua	123	-	65	-	-	188
Niger	123	-	65	-	-	188
Nigeria	5 179	-	2 483	7 684	22	-
Niue	123	-	65	-	-	188
Norway	83 723	84 082	-	82 014	82 373	-
Oman	8 631	22	-	17 101	8 492	-
Pakistan	6 782	65	-	-	-	6 717
Palau	123	-	17	-	-	140
Panama	2 343	-	1 242	-	-	3 585
Papua New Guinea	370	-	196	-	-	566
Paraguay	1 480	-	784	-	-	2 264
Peru	11 344	-	6 012	-	-	17 356
Philippines	11 714	-	6 208	-	-	17 922
Poland	56 843	-	30 124	143 135	56 168	-
Portugal	57 952	58 201	-	-	249	-
Qatar	7 891	75	-	7 850	34	-
Republic of Korea	221 452	-	117 361	250 408	-	88 405
Republic of Moldova	123	-	17	141	1	-
Romania	7 398	-	91	7 521	32	-
Russian Federation	135 633	-	-	136 215	582	-
Rwanda	123	-	65	189	1	-
Saint Kitts and Nevis	-	-	-	-	-	-
Saint Lucia	247	-	131	365	-	13
Saint Vincent and the Grenadines	123	-	56	-	-	179
Samoa	123	-	17	-	-	140
San Marino	-	-	-	-	-	-

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
Sao Tome and Principe	-	-	-	-	-	-
Saudi Arabia	87 915	208	-	88 084	377	-
Senegal	617	-	41	-	-	658
Serbia and Montenegro ^a	-	-	-	-	-	-
Seychelles	247	248	-	474	475	-
Sierra Leone	-	-	-	-	-	-
Singapore	21 927	-	-	68 996	47 069	-
Slovakia	6 288	-	493	6 808	27	-
Slovenia	10 111	10 154	-	9 905	9 948	-
Solomon Islands	123	-	65	-	-	188
South Africa	36 004	36 159	-	35 268	35 423	-
Spain	310 723	1 671	-	310 385	1 333	-
Sri Lanka	2 096	27	-	-	-	2 069
Sudan	986	-	523	-	-	1 509
Suriname	-	-	-	1 000	1 000	-
Swaziland	154	-	-	-	-	154
Sweden	123 056	2 567	-	120 992	503	-
Switzerland	147 594	5 893	-	142 308	607	-
Syrian Arab Republic	3 124	-	-	-	-	3 124
Tajikistan	-	-	-	-	-	-
Thailand	25 770	-	13 657	39 538	111	-
The former Yugoslav Republic of Macedonia	740	-	392	392	-	740
Togo	123	-	65	-	-	188
Tonga	-	-	-	-	-	-
Trinidad and Tobago	2 713	-	1 438	-	-	4 151
Tunisia	3 946	-	2 091	6 054	17	-
Turkey	-	-	-	-	-	-
Turkmenistan	617	-	327	337	-	607
Tuvalu	123	-	65	-	-	188
Uganda	740	-	392	-	-	1 132
Ukraine	4 809	-	2 548	7 351	-	6
United Arab Emirates	28 976	-	11 700	40 800	124	-
United Kingdom of Great Britain and Northern Ireland	755 477	9 633	-	758 716	12 872	-
United Republic of Tanzania	740	-	392	-	-	1 132

Trust Fund for the Core Budget of the UNFCCC Member States	Indicative contributions receivable for 2006	Contributions received in advance as at 01.01.2006	Indicative contributions outstanding from prior periods	Collections 2006	Indicative contributions received in advance for 2007	Indicative contributions receivable as at 31.12.2006
United States of America	-	-	-	-	-	-
Uruguay	5 919	-	3 137	-	-	9 056
Uzbekistan	1 726	-	915	-	-	2 641
Vanuatu	123	-	65	142	-	46
Venezuela	21 085	-	7 449	12 763	-	15 771
Viet Nam	2 589	33	-	2 567	11	-
Yemen	740	-	392	-	-	1 132
Zambia	62	-	-	-	-	62
Zimbabwe	-	-	-	-	-	-
TOTAL	9 146 478	778 784	693 154	9 600 629	1 441 943	902 162

^a Since June 2006, Serbia and Montenegro are separate United Nations Member States.

G. Schedule 2.1

**Table 1. Status of voluntary contributions for the biennium 2006–2007
as at 31 December 2006**
(expressed in United States dollars)

Parties/Trust Funds	Voluntary contributions received in 2006–2007
I. Trust Fund for the Core Budget of the UNFCCC	
Germany	906 827
TOTAL	906 827
II. Trust Fund for Participation in the UNFCCC Process	
Australia	37 115
Austria	35 000
Denmark	205 123
European Community	96 735
Finland	161 399
France	115 349
Germany	140 000
Iceland	5 133
Ireland	100 000
New Zealand	62 180
Norway	572 149
Spain	126 904
Sweden	204 926
United Kingdom of Great Britain and Northern Ireland	200 364
United States of America	360 146
TOTAL	2 422 522
III. Trust Fund for Supplementary Activities	
Australia	118 185
Austria	174 878
Belgium	179 054
Canada	885 756
Climate Technology Initiative	11 099
Czech Republic	3 000
Denmark	132 649
Estonia	10 000
European Community	1 040 684
Food and Agriculture Organization of the United Nations	18 000
Finland	65 866
France	416 634
Germany	1 000 000
Hungary	7 000
Ireland	62 532
Italy	620 000
Japan	331 300
Latvia	6 064
Luxembourg	26 005
Malta	5 000
Netherlands	474 666
New Zealand	104 950
Norway	2 084 596
Portugal	129 524

Slovakia	4 000
Slovenia	9 662
South Africa	85 000
Spain ^a	780 340
Sweden	317 370
Switzerland	306 860
United Kingdom of Great Britain and Northern Ireland	1 464 538
United States of America	228 753
TOTAL^b	11 103 964
IV. Trust Fund for special annual contribution from the Government of Germany	
Germany	2 164 427
TOTAL	2 164 427
GRAND TOTAL	16 597 740

^a The voluntary contributions from Spain include a contribution of USD 105,486 which was made towards the Special Account for Conference and Other Recoverable Costs. A correcting adjustment was made in 2007.

^b The voluntary contributions include CDM fees for USD 246,591. A correcting adjustment was made in 2007.

Table 2. Status of clean development mechanism and joint implementation collections for the biennium 2006–2007 as at 31 December 2006
(expressed in United States dollars)

Countries or Trust Funds	CDM and JI fees received in 2006–2007
I. Trust Fund for the supplementary activities	
CDM accreditation fees	142 412
CDM methodology fees	71 419
CDM project registration fees	9 817 403
CDM share of proceeds	3 624 632
JI accreditation	194 819
TOTAL	13 850 685

IV. Notes to the financial statements

Note 1: Statement of purpose

The permanent secretariat of the UNFCCC was established on 1 January 1996 and has the following purposes:

- (a) To make arrangements for sessions of the Conference of the Parties and its subsidiary bodies established under the Convention and the Kyoto Protocol and to provide them with services as required;
- (b) To compile and transmit reports submitted to it;
- (c) To facilitate assistance to the Parties, particularly developing country Parties, on request, in the compilation and communication of information required in accordance with provisions of the Convention and the Kyoto Protocol;
- (d) To prepare reports on its activities and present them to the Conference of Parties;
- (e) To ensure the necessary coordination with the secretariats of other relevant international bodies;
- (f) To enter, under the overall guidance of the Conference of Parties, into such administrative and contractual arrangements as may be required for the effective discharge of its functions; and
- (g) To perform the other secretariat functions specified in the Convention and in any of its protocols and such other functions as may be determined by the Conference of the Parties.

Note 2: Accounting policies

The following are the main accounting policies of the UNFCCC:

- (a) Rules and procedures

The accounts of the UNFCCC are maintained in accordance with its own financial procedures⁵, the Financial Regulations of the United Nations, and the United Nations System Common Accounting Standards, Revision VII.

Under the financial procedures adopted by the Conference of the Parties, the Executive Secretary prepares the administrative core budget for the following biennium and submits it to the Conference of the Parties for its consideration and approval. The approved budget constitutes authority to the Executive Secretary to issue allotments, incur obligations and make payments for the purposes for which the appropriations were approved. For the biennium 2006–2007, the Conference of the Parties approved a core budget of USD 53.5 million. This amount includes overheads and adjustments to the working capital reserve. All Parties are invited to make contributions based on an adjusted United Nations scale of assessment. In addition, Parties are invited to make voluntary contributions to the trust funds for participation and supplementary activities based on the estimated requirements taken note by the Conference of Parties.

⁵ Decision 15/CP.1, annex I.

(b) Accounting convention

The accounts are prepared on the historical cost basis, modified to the extent that the cost of all property acquired is charged as an expense in the year of purchase except for the period under review where property donated in kind by the host Government was valued using the average United Nations rate of exchange.

The UNFCCC accounts are maintained on a “fund accounting” basis. Separate funds for general or special purposes may be established by the Conference of the Parties. Each fund is maintained as a distinct financial and accounting entity, with a separate self-balancing double-entry group of accounts.

(c) Contingent liabilities

Contingent liabilities were estimated at USD 12.7 million. These expenditures do not include possible costs to cover contingencies under appendix D to the United Nations staff rules (note 12).

(d) Income tax refund policy

The UNFCCC salaries are charged to the budget on a net basis during the year in which the services have been rendered. Income tax refunds are charged to the year in which they are made to the staff member.

(e) Unliquidated obligations

Unliquidated obligations are expenditures based on firm obligations entered into, but not disbursed, in the financial period. Unliquidated obligations for the current period in respect of all UNFCCC activities remain valid for 12 months following the end of the period to which they relate.

(f) Cash and term deposits

Funds on deposit in interest bank accounts, time deposits and call accounts are shown in the statements of assets and liabilities as cash. All term deposits are placed in accordance with the United Nations investments policies and guidelines.

(g) Income

- (i) Indicative contributions from Parties to the Convention. Income from indicative contributions is recognized on an accrual basis based on the budget approved by the Conference of the Parties.
- (ii) Voluntary contributions. Voluntary contributions to UNFCCC trust funds are recorded as income when received.
- (iii) Other/miscellaneous income. Other/miscellaneous income includes:
 - collections under CDM and JI;
 - interest income, which is based only on amounts received and accrued from cash and term deposits relating to the financial period. Interest due from cash and term deposits made in the financial period but not maturing until future periods is recorded as accounts receivable (note 7); and,
 - other miscellaneous income, which includes funds of expenditures charged to prior financial periods and net gains on exchange, if any.

(h) Contributions

All contributions are deposited by the United Nations Office in Geneva. UNFCCC operates a limited imprest account in euro to cover minor expenditures in Bonn and to facilitate the daily subsistence allowance disbursements to funded participants in the SB sessions.

(i) Translation of currencies

The financial statements of the UNFCCC are presented in United States dollars. As per United Nations Accounting standards, transactions in other currencies are recorded in United States dollars by applying the United Nations operational rate of exchange at the time of the transaction. Realized exchange losses are charged to the appropriate budgetary account.

Note 3: Expenditures

The total expenditure of USD 41.3 million in Statement I includes unliquidated obligations of USD 5.0 million.

Salary and personnel costs include salaries and common staff costs to staff members appointed to approved posts, salaries of short-term staff, temporary assistance and overtime. They also include fees and travel of external experts both individual and institutional, which are termed as consultants. Travel includes travel of staff on official mission and of participants. Contractual services include expenses for conference servicing, external printing and staff training. General operating expenses costs include communications expenses, hospitality, and rental and maintenance of premises. Acquisitions represent goods and supplies acquired by the secretariat. Contributions and grants are payments made to the United Nations common premises management and the annual contribution to the Intergovernmental Panel on Climate Change, as well as grants provided under the fellowship programme.

Note 4: Write-offs

No write-offs were recorded in the reporting period.

Note 5: Refund to donors

The refund of USD 8,375 on the Trust Fund for the special annual contribution for the Government of Germany represents the outstanding balance from the 2004-2005 biennium, which was paid in 2006.

Note 6: Cash and term deposits

Table 3 represents the cash and term deposits as at 31 December 2006.

Table 3. Cash and term deposits

	United States dollars
Imprest – Bonn	50 650
Interest-bearing bank deposits maturing within twelve months	<u>50 787 301</u>
TOTAL	50 837 951

Note 7: Accounts receivable

Of the total indicative contributions receivable of USD 2.8 million as at 31 December 2006, USD 1.56 million, or 54.9 per cent, represented the outstanding indicative contributions from 2006 (see table 4).

Table 4. Ageing analysis of indicative contributions receivable

Year	31 December 2006		31 December 2004	
	USD	%	USD	%
2006	1 556 824	54.9	-	
2005	720 913	25.4	-	
2004	361 024	12.7	2 447 286	74.6
2003	60 018	2.1	439 322	13.4
2002	55 664	2.0	258 907	7.9
1996–2001	79 849	2.8	134 042	4.1
TOTAL	2 834 292	100.0	3 279 556	100.0

Table 5 represents the detail of other accounts receivable in Statement II. The total accounts receivable shown in this table differs slightly to the figure shown in Statement II because of rounding to the nearest thousand.

Table 5. Other accounts receivable

	United States dollars
Education grants advances	263 643
Travel advances	274 404
Salary advances	6 118
Value added tax	86 487
<u>Others</u>	<u>1 219 276</u>
TOTAL	1 849 928

Note 8: Other accounts payable

Table 6 represents the detail of other accounts payable in Statement II. The total accounts payable shown in this table differs from the figure shown in Statement II because of rounding to the nearest thousand.

Table 6. Other accounts payable

	United States dollars
Repatriation grant payable	26 814
Reserve for appendix D	271 750
Project clearing – cash remittance (UNFIP)	(46 730)
Contribution overpayment	14 970
<u>Others</u>	<u>518 861</u>
TOTAL	785 665

Note 9: Operating and working capital reserve

Operating reserves are established at 15 per cent for the Trust Fund for Supplementary Activities and 10 per cent for the Trust Fund for Participation in the UNFCCC Process of the total annual expenditure under each of the voluntary trust funds, whereas an operating reserve for the Trust Fund for the special annual contribution from the Government of Germany is based on 15 per cent of the estimated amount of income received. The programme support account (Special account for UNFCCC programme support costs) is maintained at 20 per cent of annual programme support income earned. The working capital reserve is maintained at 8.3 per cent of the total approved budget for 2006–2007 under the core budget (Trust Fund for the Core Budget of UNFCCC). The reserves are to cover unforeseen shortfall, uneven cash flows, and other final contingencies.

During the reporting period, no funds were drawn from the reserves, which were USD 3.22 million under the operating reserve and USD 2.21 million for the working capital reserve (Statement II).

Note 10: Programme support

The secretariat retains 13 per cent of the actual expenditures of all established UNFCCC trust funds, with the exception of special accounts established for short-term activities, such as conferences, which are charged 5 per cent. However, the UNFCCC did not retain programme support costs under the Trust Fund for UNFCCC Technical Cooperation, following a bilateral agreement with UNFIP due to the UNFCCC's limited involvement in the implementation, which was assigned to UNDP, UNCTAD and UNIDO.

Note 11: Non-expendable inventory

Table 7 represents the opening value of non-expendable property as at 01 January 2006, which includes vehicles, furniture and equipment in the amount of USD 4.84 million. The closing value, which is the value at the time of acquisition, was USD 5.34 million.

Following the closure of accounts for the 2006 period, the Joint Local Property Survey Board approved the disposal of information technology equipment in the amount of USD 594,304 in March 2007, which is not reflected in table 7.

Table 7. 2006 inventory report of non-expendable equipment
(net prices in United States dollars, excluding VAT)

	1 January 2006	Increase/(Decrease)	31 December 2006
IT EQUIPMENT			
Hardware	3 597 314	232 323	3 829 637
Software	815 245	208 045	1 023 290
	4 412 559	440 368	4 852 927
OTHER			
Category A ^a	117 929	2 112	120 041
Category B ^b	27 675	12 326	40 001
Category C ^c	277 362	46 459	323 821
	422 966	60 896	483 863
TOTAL	4 835 525	501 264	5 336 790

^a Property or equipment valued at USD 1,500 or more per unit at the time of purchase and having a service life of at least five years (e.g. kitchen equipment, major equipment and vehicles).

^b Special items, which are property items considered to be of an attractive nature and easily removable from the premises because of their size costing USD 500 or more per unit at the time of purchase and with a serviceable life of three years or more (e.g. cameras, televisions and facsimile machines).

^c Group inventory items (e.g. furniture and modular workstations) with a serviceable life of five years or more, irrespective of value

Note 12: Liabilities for end of service and post retirement

The liability of UNFCCC has been determined by an actuarial valuation for post-retirement liability together with end of service leave payments and repatriation grants.

Since the actuarial valuation occurs only at the end of biennium, the post-retirement liability has been restated from the 2004–2005 biennium, which was estimated as follows:

- (a) Present value of future benefits projected to 31 December 2005 was USD 17.65 million
- (b) Accrued liability as of 31 December 2005 was USD 9.99 million

The present value of future benefits figures shown were the discounted value of all benefits, less retiree contributions, to be paid in the future to all current retirees and active employees expected to retire in the future. The accrued liability represented that portion of the present value of benefits that had accrued from the employees' date of hire until the valuation date. The active employee's benefit was fully accrued when that employee had reached the date of full eligibility for benefits. Thus, for retirees and active employees who were eligible to retire with benefits, the present value of future benefits and the accrued liability were equal.

Staff members who separate from the organization are entitled to be paid for any unused annual leave that they may have accumulated up to a maximum of 60 working days. The calculation is based on the accumulated leave of staff members as at 31 December 2006. The organization's total liability for such unpaid accumulated annual leave computation as of 31 December 2006 is estimated at USD 1.45 million.

All staff members with international status are entitled to repatriation grants upon their separation from the organization based on the number of years of service outside the home country. The estimated cost is calculated based on the standard net staff costs and the length of service of the staff member entitled to repatriation grants as per annex IV of the United Nations staff regulations and rules. The organization's total liability for such unpaid repatriation entitlement as of 31 December 2006 is estimated at USD 1.27 million.

Note 13: Participation in the United Nations Joint Staff Pension Fund

The UNFCCC is a member organization participating in the United Nations Joint Staff Pension Fund (UNJSPF), which was established by the United Nations General Assembly to provide retirement, death, disability and related benefits. The UNJSPF is a funded defined benefit plan. The financial obligation of the organization to the UNJSPF consists of its mandated contribution at the rate established by the United Nations General Assembly together with any share of any actuarial deficiency payments under Article 26 of the Regulations of the UNJSPF. Such deficiency payments are only payable if and when the United Nations General Assembly has invoked the provision of Article 26, following determination that there is a requirement for deficiency payments based on an assessment of the actuarial sufficiency of the UNJSPF as of the valuation date.

At the time of the report the United Nations General Assembly has not invoked this provision.

Note 14: Other donations in kind

There were no donations in kind during the period.

Note 15: Other financial implications

The Special Account for Conference and other Recoverable Costs was closed against the Trust Fund for the Core Budget of the UNFCCC at the closure of the 2006 accounts in accordance with the practice of the United Nations. Table 8 below, which is in addition to the information provided in the statements above, corresponds to the income and expenditure recorded by the secretariat under the special account for COP 12 as at 31 December 2006.

Table 8. Other financial implications

	United States dollars
Income received from the Government of Kenya and donor Parties	2 110 143
Expenditures	
Travel of staff members to service COP 12	1 188 505
Travel of staff members on preparatory missions	74 221
Rental and installation of IT equipment in Nairobi	320 736
Rental and installation of conference servicing equipment	5 789
Shipment of conference equipment and documentation to Nairobi and back	109 531
Advance payment to UNON for conference arrangements and logistics	106 003
Total expenditure^a	1 804 786
Balance as at 31 December 2006	305 357

^a Includes unliquidated obligations in the amount of USD 265,997.
