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SUBSIDIARY BODY FOR IMPLEMENTATION

Twenty-second session

Bonn, 20–27 May 2005

Agenda item 7 (a)

Administrative and financial matters

Budget performance for the biennium 2004–2005

Budget performance for the biennium 2004–2005

Draft conclusions proposed by the Chair

1. The Subsidiary Body for Implementation (SBI) took note of the interim financial statements contained in document FCCC/SBI/2005/INF.4 for the first year of the biennium 2004–2005, as at 31 December 2004.
2. The SBI also took note of the status of contributions as at 30 April 2005 contained in document FCCC/SBI/2005/INF.5 and expressed its appreciation to the Parties that had paid their contributions to the core budget in time, and particularly to those Parties that had made voluntary contributions to the Trust Fund for Participation in the UNFCCC Process and the Trust Fund for Supplementary Activities. It also expressed concern over the considerable amount of outstanding contributions, and urged Parties that had not yet made their contributions to do so as soon as possible.
3. The SBI acknowledged the important role played by supplementary funding in delivering important activities, such as the work of the clean development mechanism, preparatory work for joint implementation under Article 6 of the Kyoto Protocol, the development of the international transaction log, support to the preparation of national communications by Parties not included in Annex I to the Convention, the development of the greenhouse gas database, support to least developed countries, and work relating to Article 6 of the Convention. It noted with concern the shortfall in supplementary funding in comparison to requirements, which have led to delays in the implementation of these key activities.
4. The SBI decided to discuss this matter further at its twenty-third session (December 2005), on the basis of the draft decision contained in the annex to this document.

Annex

Draft decision -/CP.11

Budget performance for the biennium 2004–2005

The Conference of the Parties,

Having considered the report of the Subsidiary Body for Implementation on its work on administrative and financial matters at its twenty-second and twenty-third sessions,

Having considered also secretariat documents on related subjects,

1. *Takes note* of the interim financial statements as at 31 December 2004;
2. *Takes note also* of income and budget performance in the biennium 2004–2005;
3. *Expresses* its appreciation to the Parties that made their contributions to the core budget in a timely manner, as well as to those that made additional voluntary contributions to the Trust Fund for Participation in the UNFCCC Process and the Trust Fund for Supplementary Activities;
4. *Expresses* its appreciation also to the Government of Germany for its special contribution to cover costs of events held in Germany (the Bonn Fund);
5. *Expresses* concern at the continuing trend towards late payment of contributions to the core budget and at the shortfalls in the Trust Fund for Participation in the UNFCCC Process and the Trust Fund for Supplementary Activities;
6. *Encourages* all Parties that have not yet paid their contributions to do so without further delay;
7. *Calls* for more contributions to the Trust Fund for Participation in the UNFCCC Process and the Trust Fund for Supplementary Activities to ensure wider participation in the process and delivery of important outputs and results.

[to be completed]
