The Subsidiary Body for Implementation (SBI) took note of the audited financial statements for the biennium 2004–2005, the report by the United Nations Board of Auditors, and the secretariat’s response to the audit report and the status of implementation of the audit recommendations (FCCC/SBI/2006/14 and Adds. 1–2).

The SBI took note of the information relating to income and budget performance as at 30 June 2006 (FCCC/SBI/2006/15) and the status of contributions as at 15 October 2006 (FCCC/SBI/2006/INF.6) and requested the secretariat to provide, in future reports, a more detailed overview of the status of income received and expenditures incurred for each activity covered by supplementary funds.

It also took note of the information on travel of members of constituted bodies contained in document FCCC/SBI/2006/15. Bearing in mind the implications for the programme budgets for current and future bienniums, the SBI took note of the current practice\(^1\) on travel of members of constituted bodies, which should be maintained. It acknowledged the request made to the secretariat by the Executive Board of the clean development mechanism and the action taken thereon, subject to the availability of funds. It also took note of the requests by the Compliance Committee and the Joint Implementation Supervisory Committee.

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\(^1\) Funding is offered to delegates from eligible developing country Parties and Parties with economies in transition and is limited to an air ticket for the most direct route and at the least costly fare, plus daily subsistence allowance at the established United Nations rate.
4. The SBI also took note of the continuing review of the functions and operations of the secretariat as contained in several documents, particularly in document FCCC/SBI/2006/15. The SBI agreed to consider this matter again at its twenty-seventh session (December 2007), in accordance with its decision (FCCC/SBI/2004/19, para.105) taken at its twenty-first session to continue to consider this matter annually.

5. The SBI encouraged the continued efforts by the Executive Secretary to ensure a wider geographical balance in the appointment of staff at senior and managerial levels within the rubric of Article 101.3 of the Charter of the United Nations and the applicable rules, guidelines and practices of the United Nations and the secretariat.

6. The SBI decided to recommend draft decisions on administrative, financial and institutional matters for adoption by the Conference of the Parties at its twelfth session (for the text of the decision, see FCCC/SBI/2006/L.21/Add.1) and by the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its second session (for the text of the decision, see FCCC/SBI2006/L.21/Add.2).