

**FOR INFORMATION**

FIFTH ITEM ON THE AGENDA

Programme and Budget for 2006-07**Regular budget account and Working Capital Fund**

1. Information on the position of 2006-07 income and expenditure as at 30 September 2006 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 2006, 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 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 2006-07 budget rate of exchange of 1.25 Swiss francs to the US dollar. Assessed contributions received and expenditure recorded as at 30 September 2006 were as follows.

	Swiss francs	US dollars
Income received		
Assessed contributions for 2006	167 440 643	133 952 514
Arrears of contributions from previous financial periods	<u>113 425 006</u>	<u>90 740 005</u>
Total income received	280 865 649	224 692 519
Less: 2004-05 deficit reimbursed ¹	<u>47 210 271</u>	<u>37 768 217</u>
Net income received	233 655 378	186 924 302
Expenditure	<u>232 643 064</u>	<u>186 114 451</u>
Excess of income received over expenditure as at 30 September 2006	<u>1 012 314</u>	<u>809 851</u>

¹ As at 31 December 2005, in accordance with article 21.1(a) of the Financial Regulations, the deficit of 47,210,271 Swiss francs was covered by the Working Capital Fund (34,350,670 Swiss francs) and internal borrowings (12,859,601 Swiss francs). In accordance with article 21.2(a) of the Financial Regulations, arrears of contributions received in 2006 were used to reimburse the Working Capital Fund and internal borrowings.

Contributions of member States

3. Total assessed contributions for 2006 amount to 371,443,750 Swiss francs compared with 354,828,216² Swiss francs for 2005. Appendix I indicates that, as at 30 September 2006, assessed contributions for 2006 received from or credited to member States³ totalled 167,440,643 Swiss francs, which represented 45.1 per cent of the contributions assessed. At the same date in 2005, 49.6 per cent of the 2005 contributions had been collected. At 30 September 2006, some 82 member States had settled their 2006 contributions in full, 34 member States had made partial payments, while 62 others had made no payments against 2006 contributions. This compared with 80, 30 and 68 member States in the same situation respectively at the same date in 2005.
4. Arrears of contributions received to 30 September 2006 totalled 113,425,006 Swiss francs, bringing total contributions collected to 30 September 2006 to 280,865,649 Swiss francs.
5. As at 30 September 2006, 22 States (Albania, Algeria, Angola, Bahamas, Bulgaria, Burkina Faso, Cameroon, Congo, Czech Republic, Estonia, Guyana, Kazakhstan, Latvia, Lesotho, Mali, Mauritius, Namibia, Nicaragua, Niger, Paraguay, Singapore and Togo) had made payments against their 2007 contributions.

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

6. Appendix II shows that, on 30 September 2006, the arrears of contributions of Antigua and Barbuda, Bolivia, Cape Verde, Central African Republic, Comoros, Democratic Republic of the Congo, Djibouti, Equatorial Guinea, Gambia, Guinea-Bissau, Iraq, Kyrgyzstan, Sao Tome and Principe, Sierra Leone, Solomon Islands, Somalia, Tajikistan, Turkmenistan and Uzbekistan equalled or exceeded the amount of the contributions due from them for the past two full years (2004-05). 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, Belarus, Cambodia, Georgia, Kazakhstan, Latvia, Liberia, Republic of Moldova, Paraguay, Poland, Togo, Ukraine and Viet Nam are permitted to vote in accordance with paragraph 4 of article 13 of the Constitution of the Organization under financial arrangements approved by the International Labour Conference: 93rd Session (2005) for Armenia, 95th (2006) for Azerbaijan, 86th (1998) for Belarus, 82nd (1995) for Cambodia, 93rd (2005) for Georgia, 88th (2000) for Kazakhstan, 87th (1999) for Latvia, 88th (2000) for Liberia, 93rd (2005) for Republic of Moldova, 92nd (2004) for Paraguay, 75th (1988) for Poland, 93rd (2005) for Togo, 88th (2000) for Ukraine and 81st (1994) for Viet Nam.

² Includes Samoa's contribution of 2,916 Swiss francs, assessed after adoption of the budget. Samoa joined the ILO on 7 March 2005.

³ Amounts credited against 2006 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 footnotes 1 and 7 to Appendix I.

Working Capital Fund

8. The withdrawal of 34,350,670 Swiss francs made from the Working Capital Fund to finance the 2004-05 deficit was fully reimbursed through the arrears of contributions received in 2006.

9. The General Conference of the International Labour Organization at its 91st Session (June 2003) decided, in derogation of Chapter V of the Financial Regulations, to transfer an amount equivalent to 0.008 per cent of one-half of the income budget for the biennium 2004-05 from the Working Capital Fund as a credit (28,386 Swiss francs) towards the contribution due from Afghanistan for 2004 and an amount equivalent to 0.175 per cent of one-half of the income budget for the biennium 2004-05 as a credit (620,944 Swiss francs) towards the contribution due from Argentina for 2004. The Working Capital Fund will be reimbursed for such transfers from any excess of income over expenditure as defined in article 18.1 of the Financial Regulations. Following these transfers, and pending the reimbursement to the fund the balance of the Working Capital Fund at 30 September stood at 34,350,670 Swiss francs.⁴

Geneva, 16 October 2006.

Submitted for information.

⁴ The nominal balance of this Fund is 35 million Swiss francs.

Appendix I

Contributions received and outstanding

Details of movements between 31 December 2005 and 30 September 2006

(in Swiss Francs)

Member States	Amount Due to ILO as at 31 December 2005	Assessed contributions for 2006		Amounts received or credited (1) to 30 September 2006 in respect of		Balance due as at 30 September 2006
		%	Amount	Contributions 2006	Arrears	
A. States which have settled their 2006 contributions in full						
Afghanistan	-	0.002	7,429	7,429	-	-
Albania	-	0.005	18,572	18,572	-	-
Algeria	-	0.076	282,297	282,297	-	-
Angola (2)	-	0.001	3,714	3,714	-	-
Australia (2)	-	1.593	5,917,099	5,917,099	-	-
Austria	-	0.860	3,194,416	3,194,416	-	-
Bahamas (2)	-	0.013	48,288	48,288	-	-
Bahrain (2)	-	0.030	111,433	111,433	-	-
Bangladesh	-	0.010	37,145	37,145	-	-
Belarus (5)	1,892,955	0.018	66,860	66,860	157,746	1,735,209
Belize (2)	-	0.001	3,714	3,714	-	-
Bosnia and Herzegovina	-	0.003	11,143	11,143	-	-
Botswana	-	0.012	44,573	44,573	-	-
Bulgaria	-	0.017	63,146	63,146	-	-
Burkina Faso (2)	-	0.002	7,429	7,429	-	-
Burundi	-	0.001	3,714	3,714	-	-
Cameroon (2)	-	0.008	29,716	29,716	-	-
Canada (2)	-	2.816	10,459,856	10,459,856	-	-
China	-	2.055	7,633,169	7,633,169	-	-
Colombia	-	0.155	575,738	575,738	-	-
Congo	9,985	0.001	3,714	3,714	9,985	-
Cyprus	-	0.039	144,863	144,863	-	-
Czech Republic (2)	-	0.183	679,742	679,742	-	-
Denmark	-	0.719	2,670,681	2,670,681	-	-
Egypt	-	0.120	445,733	445,733	-	-
Eritrea	-	0.001	3,714	3,714	-	-
Estonia (2)	-	0.012	44,573	44,573	-	-
Ethiopia	-	0.004	14,858	14,858	-	-
Finland	-	0.533	1,979,795	1,979,795	-	-
France	-	6.036	22,420,345	22,420,345	-	-
Guyana	3,988	0.001	3,714	3,714	3,988	-
Hungary	-	0.126	468,019	468,019	-	-
Iceland	-	0.034	126,291	126,291	-	-
Indonesia	-	0.142	527,450	527,450	-	-
Jamaica	-	0.008	29,716	29,716	-	-
Jordan	-	0.011	40,859	40,859	-	-
Kazakhstan (5)	3,860,032	0.025	92,861	92,861	257,335	3,602,697
Kuwait	-	0.162	601,739	601,739	-	-
Lao People's Democratic Republic	-	0.001	3,714	3,714	-	-
Latvia (2) (5)	431,520	0.015	55,717	55,717	143,840	287,680
Lesotho (2)	-	0.001	3,714	3,714	-	-
Liberia (5)	194,242	0.001	3,714	3,714	27,379	166,863
Lithuania	579	0.024	89,147	89,147	579	-
Luxembourg	-	0.077	286,012	286,012	-	-
Malawi	8,251	0.001	3,714	3,714	8,251	-
Malaysia	-	0.203	754,031	754,031	-	-
Mali	-	0.002	7,429	7,429	-	-
Malta (2)	-	0.014	52,002	52,002	-	-
Mauritius (2)	-	0.011	40,859	40,859	-	-
Moldova, Republic of (5)	2,729,346	0.001	3,714	3,714	136,473	2,592,873
Mongolia (2)	-	0.001	3,714	3,714	-	-
Mozambique	3,841	0.001	3,714	3,714	3,841	-

Appendix I

Contributions received and outstanding

Details of movements between 31 December 2005 and 30 September 2006

(in Swiss Francs)

Member States	Amount Due to ILO as at 31 December 2005	Assessed contributions for 2006		Amounts received or credited (1) to 30 September 2006 in respect of		Balance due as at 30 September 2006
		%	Amount	Contributions		
				2006	Arrears	
Namibia (2)	-	0.006	22,287	22,287	-	-
Nepal	-	0.004	14,858	14,858	-	-
Netherlands	-	1.691	6,281,114	6,281,114	-	-
New Zealand	-	0.221	820,891	820,891	-	-
Nicaragua	-	0.001	3,714	3,714	-	-
Niger	263	0.001	3,714	3,714	263	-
Norway	-	0.680	2,525,818	2,525,818	-	-
Oman	-	0.070	260,011	260,011	-	-
Paraguay (3) (5)	1,056,796	0.012	44,573	44,573	42,723	1,014,073
Poland (5)	1,581,881	0.461	1,712,356	1,712,356	790,942	790,939
Portugal	-	0.470	1,745,786	1,745,786	-	-
Qatar	-	0.064	237,724	237,724	-	-
Romania	-	0.060	222,866	222,866	-	-
Saudi Arabia	1,263,104	0.714	2,652,109	2,652,109	1,263,104	-
Serbia and Montenegro (7)	67,411	0.019	70,574	70,574	67,411	-
Singapore	-	0.388	1,441,202	1,441,202	-	-
Slovakia	-	0.051	189,437	189,437	-	-
Slovenia	-	0.082	304,584	304,584	-	-
South Africa (2)	-	0.292	1,084,616	1,084,616	-	-
Spain	-	2.523	9,371,526	9,371,526	-	-
Sri Lanka	-	0.017	63,146	63,146	-	-
Swaziland (2)	-	0.002	7,429	7,429	-	-
Sweden	-	0.999	3,710,723	3,710,723	-	-
Switzerland	-	1.198	4,449,896	4,449,896	-	-
Thailand (2)	-	0.209	776,318	776,318	-	-
Togo (5)	217,001	0.001	3,714	3,714	31,472	185,529
Trinidad and Tobago	-	0.022	81,718	81,718	-	-
Turkey	-	0.372	1,381,771	1,381,771	-	-
Ukraine (5)	4,747,081	0.039	144,863	144,863	527,454	4,219,627
Zimbabwe	24,838	0.007	26,001	26,001	24,838	-
	18,093,114	26.864	99,784,652	99,784,652	3,497,624	14,595,490

B. States which have paid part of their 2006 contributions

Barbados	-	0.010	37,145	2,528	-	34,617
Belgium	-	1.070	3,974,448	3,974,442	-	6
Chile	1,098,240	0.223	828,320	259,328	1,098,240	568,992
Croatia	130,034	0.037	137,434	876	130,034	136,558
El Salvador	-	0.022	81,718	2,852	-	78,866
Fiji	-	0.004	14,858	14,845	-	13
Georgia (5)	3,082,547	0.003	11,143	10,563	56,724	3,026,403
Germany	-	8.670	32,204,173	13,421,388	-	18,782,785
Greece	104,807	0.530	1,968,652	1,650,017	104,807	318,635
Guatemala	-	0.030	111,433	111,410	-	23
Guinea	-	0.003	11,143	5,096	-	6,047
Haiti	17,742	0.003	11,143	346	17,742	10,797
Honduras	-	0.005	18,572	17,571	-	1,001
India	-	0.421	1,563,778	1,563,765	-	13
Ireland	13	0.350	1,300,053	1,297,214	13	2,839
Japan	69,137,710	19.485	72,375,815	7,567,911	69,137,710	64,807,904
Kenya	-	0.009	33,430	31,616	-	1,814
Korea, Republic of	3,702,484	1.797	6,674,844	3,539,922	3,702,484	3,134,922
Madagascar	10,429	0.003	11,143	128	10,429	11,015

Appendix I

Contributions received and outstanding

Details of movements between 31 December 2005 and 30 September 2006

(in Swiss Francs)

Member States	Amount Due to ILO as at 31 December 2005	Assessed contributions for 2006		Amounts received or credited (1) to 30 September 2006 in respect of		Balance due as at 30 September 2006
		%	Amount	Contributions		
				2006	Arrears	
Mauritania	447	0.001	3,714	3,691	447	23
Mexico	-	1.885	7,001,715	6,100,271	-	901,444
Nigeria	-	0.042	156,007	154,869	-	1,138
Pakistan	55,911	0.055	204,294	189,722	55,911	14,572
Panama	28,490	0.019	70,574	57,468	28,490	13,106
Russian Federation	10	1.101	4,089,596	4,089,565	10	31
Sudan	56,730	0.008	29,716	29,586	56,730	130
Syrian Arab Republic	3,530	0.038	141,149	140,712	3,530	437
Tanzania, United Republic of	85	0.006	22,287	20,779	85	1,508
Tunisia	11,639	0.032	118,862	103,456	11,639	15,406
United Arab Emirates	-	0.235	872,893	872,793	-	100
United Kingdom	-	6.133	22,780,645	21,747,227	-	1,033,418
Viet Nam (3) (5)	24,490	0.021	78,003	14,871	12,190	75,432
Yemen	1,386	0.006	22,287	20,901	1,386	1,386
Zambia	6,458	0.002	7,429	4,956	6,458	2,473
	77,473,182	42.259	156,968,416	67,022,685	74,435,059	92,983,854

C. States which have made no payments but have received credits towards their 2006 contributions

Argentina	10,774,290	0.957	3,554,717	179,625	7,378,612	6,770,770
Benin	89	0.002	7,429	6	-	7,512
Brazil	12,223,694	1.524	5,660,803	239,666	1,109,601	16,535,230
Cambodia (5)	277,705	0.002	7,429	551	34,153	250,430
Cuba	-	0.043	159,721	94	-	159,627
Côte d'Ivoire	65,055	0.010	37,145	29	51,987	50,184
Democratic Republic of the Congo (4)	63,286	0.003	11,143	89	-	74,340
Dominica	3,539	0.001	3,714	1	-	7,252
Dominican Republic	-	0.035	130,006	265	-	129,741
Ecuador	-	0.019	70,574	96	-	70,478
Gabon	12,571	0.009	33,430	45	-	45,956
Ghana	14,193	0.004	14,858	1,179	-	27,872
Grenada	2,263	0.001	3,714	1	2,263	3,713
Israel	2,330,597	0.467	1,734,643	57,063	710,000	3,298,177
Italy	-	4.890	18,163,600	17,347	-	18,146,253
Kiribati	10	0.001	3,714	1	-	3,723
Lebanon	76,489	0.024	89,147	43	47,233	118,360
Libyan Arab Jamahiriya	-	0.132	490,306	20,392	-	469,914
Morocco	-	0.047	174,579	12	-	174,567
Myanmar	-	0.010	37,145	7	-	37,138
Peru	1,167,973	0.092	341,728	16,044	445,366	1,048,291
Philippines	554,425	0.095	352,872	318	275,240	631,739
Saint Lucia	2,162	0.002	7,429	6	-	9,585
Saint Vincent and the Grenadines	3,192	0.001	3,714	4	-	6,902
San Marino	-	0.003	11,143	2	-	11,141
Seychelles	7,097	0.002	7,429	336	-	14,190
Suriname	9,578	0.001	3,714	668	-	12,624
The former Yugoslav Republic of Macedonia	42,580	0.006	22,287	1,723	42,580	20,564
United States	24,025,567	22.000	81,717,625	71,059	24,025,566	81,646,567
Venezuela, Bolivian Republic of	611,789	0.171	635,169	26,634	8,505	1,211,819
	52,268,144	30.554	113,490,927	633,306	34,131,106	130,994,659

Appendix I

Contributions received and outstanding

Details of movements between 31 December 2005 and 30 September 2006

(in Swiss Francs)

Member States	Amount Due to ILO as at 31 December 2005	Assessed contributions for 2006		Amounts received or credited (1) to 30 September 2006 in respect of Contributions		Balance due as at 30 September 2006
		%	Amount	2006	Arrears	
D. States which have made no payments nor received credits towards their 2006 contributions						
Antigua and Barbuda (4)	285,843	0.003	11,143	-	-	296,986
Armenia (5)	1,887,666	0.002	7,429	-	26,915	1,868,180
Azerbaijan (5)	3,539,188	0.005	18,572	-	-	3,557,760
Bolivia (4)	62,555	0.009	33,430	-	-	95,985
Cape Verde (4)	88,262	0.001	3,714	-	-	91,976
Central African Republic (4)	147,412	0.001	3,714	-	11,883	139,243
Chad	5,337	0.001	3,714	-	-	9,051
Comoros (4)	533,082	0.001	3,714	-	-	536,796
Costa Rica	78,281	0.030	111,433	-	26,067	163,647
Djibouti (4)	98,713	0.001	3,714	-	-	102,427
Equatorial Guinea (4)	13,145	0.002	7,429	-	-	20,574
Gambia (4)	63,484	0.001	3,714	-	-	67,198
Guinea-Bissau (4)	233,867	0.001	3,714	-	-	237,581
Iran, Islamic Republic of	1,507,748	0.157	583,167	-	567,453	1,523,462
Iraq (4)	6,184,565	0.016	59,431	-	139,126	6,104,870
Kyrgyzstan (4)	1,131,845	0.001	3,714	-	-	1,135,559
Papua New Guinea	21,290	0.003	11,143	-	-	32,433
Rwanda	3,536	0.001	3,714	-	-	7,250
Saint Kitts and Nevis	7,053	0.001	3,714	-	-	10,767
Samoa	2,916	0.001	3,714	-	-	6,630
Sao Tome and Principe (4)	229,217	0.001	3,714	-	-	232,931
Senegal	460	0.005	18,572	-	-	19,032
Sierra Leone (4)	400,549	0.001	3,714	-	-	404,263
Solomon Islands (4)	24,613	0.001	3,714	-	-	28,327
Somalia (4)	366,416	0.001	3,714	-	-	370,130
Tajikistan (4)	569,145	0.001	3,714	-	3,271	569,588
Timor-Leste, Democratic Republic of	8,517	0.001	3,714	-	3,714	8,517
Turkmenistan (4)	888,764	0.005	18,572	-	-	907,336
Uganda	27,765	0.006	22,287	-	-	50,052
Uruguay	746,313	0.048	178,293	-	575,997	348,609
Uzbekistan (4)	1,383,851	0.014	52,002	-	-	1,435,853
Vanuatu	7,123	0.001	3,714	-	6,791	4,046
	20,548,521	0.323	1,199,755	-	1,361,217	20,387,059
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	174,753,584	100.000	371,443,750	167,440,643	113,425,006	265,331,685

Notes to Appendix I: Contributions received and outstanding

Details of movements between 31 December 2005 and 30 September 2006

1. Amounts credited against 2006 assessed contributions represent the distribution of credits to eligible member States in respect of:

	Swiss francs
The incentive scheme for 2004	42 959
50 per cent of the net premium earned in previous periods	376 590
Surplus for previous financial periods	<u>336 152</u>
Total credits	<u>755 701</u>

2. States which paid their 2006 contributions before 1 January 2006.
3. Includes amounts due for prior periods of membership in the ILO.
4. Member States which, at 30 September 2006, have lost the right to vote under the provisions of paragraph 4 of article 13 of the Constitution. Cape Verde, Democratic Republic of the Congo and Iraq had been permitted to vote under the financial arrangements approved by the following sessions of the International Labour Conference: 85th (1997) for Cape Verde, 89th (2001) for Democratic Republic of the Congo and 93rd (2005) for Iraq but these member States have lost the right to vote on 1 January 2006 because they have not respected these arrangements. Appendix II refers.
5. Armenia, Azerbaijan, Belarus, Cambodia, Georgia, Kazakhstan, Latvia, Liberia, Republic of Moldova, Paraguay, Poland, Togo, Ukraine and Viet Nam 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, 86th (1998) for Belarus, 82nd (1995) for Cambodia, 93rd (2005) for Georgia, 88th (2000) for Kazakhstan, 87th (1999) for Latvia, 88th (2000) for Liberia, 93rd (2005) for Republic of Moldova, 92nd (2004) for Paraguay, 75th (1988) for Poland, 93rd (2005) for Togo, 88th (2000) for Ukraine and 81st (1994) for Viet Nam.
6. The former Socialist Federal Republic of Yugoslavia was deleted from the list of ILO member States on 24 November 2000.
7. Montenegro became a Member of the ILO on 14 July 2006. From 2007 onwards Serbia and Montenegro will be assessed separately.

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 ¹

State	Years partly or fully due
Antigua and Barbuda	1991-2005
Bolivia	2003-05
Cape Verde	1994-96+2005
Central African Republic	1995-2000+2004-05
Comoros	1980-2005
Democratic Republic of the Congo	1998-2000+2005
Djibouti	1995-96+1998-2005
Ecuatorial Guinea	2002-05
Gambia	1997-2005
Guinea-Bissau	1992-2001+2003-05
Iraq	1988-2005
Kyrgyzstan	1992-2005
Sao Tome and Principe	1992-2005
Sierra Leone	1985-2005
Solomon Islands	1999-2005
Somalia	1988-2005
Tajikistan	1994-2005
Turkmenistan	1993-2005
Uzbekistan	1996-2005

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.