

164th SESSION OF THE EXECUTIVE COMMITTEE

Washington, D.C., USA, 24-28 June 2019

Provisional Agenda Item 4.2

CE164/13, Add. I
6 June 2019
Original: English

PROPOSED RESOLUTION

PROPOSED PROGRAM BUDGET OF THE PAN AMERICAN HEALTH ORGANIZATION 2020-2021

THE 164th SESSION OF THE EXECUTIVE COMMITTEE,

(PP1) Having examined the *Proposed Program Budget of the Pan American Health Organization 2020-2021* (Document CE164/13);

(PP2) Having considered the Report of the 13th Session of the Subcommittee on Program, Budget, and Administration (Document CE164/4);

(PP3) Noting the work of the Pan American Sanitary Bureau (PASB or the Bureau) to propose a Program Budget that uses a bottom-up approach and considers the priorities of Member States, as well as regional and global mandates, including the Sustainable Development Goals;

(PP4) Having examined Annex A to the proposed Program Budget in which PASB outlines the justification for the increase in assessed contributions based on the need to strengthen the country level, supporting strategic priorities as established in the Strategic Plan of the Pan American Health Organization 2020-2025, and partially offsetting for increases in staff costs and activities due to inflation; and taking into consideration the Bureau's efforts to improve efficiency, productivity, accountability and transparency;

(PP5) Noting the efforts of PASB to propose a Program Budget that takes into account both the economic concerns of Member States and the joint responsibility of Member States and the Bureau in achieving public health mandates;

(PP6) Bearing in mind Article 14.C of the Constitution of the Pan American Health Organization and Article III, paragraphs 3.4 and 3.5, of the Financial Regulations of the Pan American Health Organization (PAHO),

RESOLVES:

(OP) To recommend that the 57th Directing Council adopt a resolution along the following lines:

**PROGRAM BUDGET OF THE
PAN AMERICAN HEALTH ORGANIZATION 2020-2021**

THE 57th DIRECTING COUNCIL,

(PP1) Having examined the proposed *Program Budget of the Pan American Health Organization 2020–2021 (Official Document __)*;

(PP2) Having considered the report of the 164th Session of the Executive Committee (Document CD57/__);

(PP3) Noting the efforts of the Pan American Sanitary Bureau (PASB or the Bureau) to propose a Program Budget that takes into account both the economic concerns of Member States and the joint responsibility of Member States and the Bureau in achieving public health mandates;

(PP4) Bearing in mind Article 14.C of the Constitution of the Pan American Health Organization (PAHO) and Article III, paragraph 3.5, of the PAHO Financial Regulations,

RESOLVES:

(OP)1. To approve the program of work of the Pan American Health Organization with a budget of US\$ 620.0 million¹ for base programs and \$30.0 million for special programs, as outlined in the *Program Budget of the Pan American Health Organization 2020–2021 (Official Document __)*.

(OP)2. To encourage Member States, Participating States, and Associate Members to continue to make timely payments of their assessed contributions in 2020 and 2021 and of arrears that might have accumulated in the previous budgetary periods.

(OP)3. To encourage Member States, Participating States, and Associate Members to continue advocating for an equitable share of World Health Organization (WHO) resources and specifically for WHO to fully fund the budget space allocated to the Region of the Americas.

(OP)4. To encourage Member States, Participating States, and Associate Members to make voluntary contributions that are aligned with the Program Budget 2020-2021, and where possible, to consider making these contributions fully flexible and un-earmarked.

¹ Unless otherwise indicated, all monetary figures in this resolution are expressed in United States dollars.

(OP)5. To approve assessed contributions for the biennium 2020-2021 in the amount of \$__ million composed of *a*) \$__ million in net assessments of Member States, Participating States, and Associate Members, which requires an increase of __ percent over the last approved amount of net assessed contributions (\$194.4 million),² and *b*) \$31,478,000 as a transfer to the Tax Equalization Fund, as indicated in the table below.

(OP)6. In establishing the contributions of Member States, Participating States, and Associate Members, assessed contributions shall be reduced further by the amount standing to their credit in the Tax Equalization Fund, except that credits of those states that levy taxes on the emoluments received from PASB by their nationals and residents shall be reduced by the amounts of such tax reimbursements by PASB.

(OP)7. To finance the approved base programs in the following manner and from the indicated sources of financing:

Source of financing	Amount (US\$)
Assessed contributions from PAHO Member States, Participating States and Associate Members	TBD
Less Credit from Tax Equalization fund	31,478,000
Budgeted Miscellaneous Revenue	20,000,000
PAHO voluntary contributions and other sources	TBD
Funding allocation to the Region of the Americas from the World Health Organization	215,800,000
TOTAL	620,000,000

(OP)8. To authorize the Director to use all sources of financing indicated above to fund the program budget, subject to the availability of funding.

(OP)9. To request that the Director report on the expenditure amounts from each source of financing, and against the 28 outcomes outlined in the PAHO Program Budget 2020-2021, in the end-of biennium assessment to be presented to the Governing Bodies in 2022.

² PASB presents to the Executive Committee three scenarios for determining the level of net assessed contributions: scenario 1 (no increase): \$194.4 million; scenario 2 (3% increase): \$200.2 million; and scenario 3 (6% increase): \$206.1 million.