



FIRST ITEM ON THE AGENDA

Programme and Budget for 2004-05**Regular budget account and
Working Capital Fund**

1. Information on the position of 2004-05 income and expenditure as at 30 September 2004 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 2004, 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 2004-05 budget rate of exchange of 1.34 Swiss francs to the US dollar. Assessed contributions received and expenditure recorded as at 30 September 2004 were as follows:

	Swiss francs	US dollars
Income received		
Assessed contributions for 2004	244 612 819	182 546 880
Arrears of contributions from previous financial periods	<u>45 950 468</u>	<u>34 291 394</u>
Total income received	290 563 287	216 838 274
Less: 2002-03 deficit reimbursed ¹	<u>14 964 475</u>	<u>11 167 519</u>
Net income received	275 598 812	205 670 755
Expenditure		<u>178 804 683</u>
Excess of income received over expenditure as at 30 September 2004		<u>26 866 072</u>

¹ As at 31 December 2003, in accordance with article 21.1(a) of the Financial Regulations, the deficit of 14,964,475 Swiss francs was covered by the Working Capital Fund. In accordance with article 21.2(a) of the Financial Regulations, arrears of contributions received in 2004 were used to reimburse the Working Capital Fund.

Contributions of member States

3. Total assessed contributions for 2004 amount to 354,830,269² Swiss francs compared with 384,127,757³ Swiss francs for 2003. Appendix I indicates that, as at 30 September 2004, assessed contributions for 2004 received from or credited to member States⁴ totalled 244,612,819 Swiss francs, which represented 68.9 per cent of the contributions assessed. At the same date in 2003, 49 per cent of the 2003 contributions had been collected. At 30 September 2004, some 84 member States had settled their 2004 contributions in full, 20 member States had made partial payments, while 73 others had made no payments against 2004 contributions. This compared with 82, 24 and 70 member States in the same situation respectively at the same date in 2003.
4. Arrears of contributions received to 30 September 2004 totalled 45,950,468 Swiss francs, bringing total contributions collected to 30 September 2004 to 290,563,287 Swiss francs.
5. As at 30 September 2004, 17 States (Afghanistan, Angola, Bahamas, Burkina Faso, Grenada, Honduras, Kazakhstan, Kiribati, Kuwait, Lao People's Democratic Republic, Lebanon, Mauritania, Mauritius, Nigeria, Paraguay, Saint Vincent and Grenadines and Switzerland) had made payments against their 2005 contributions.

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

6. Appendix II shows that, on 30 September 2004, the arrears of contributions of Antigua and Barbuda, Armenia, Azerbaijan, Comoros, Djibouti, Gambia, Georgia, Guinea-Bissau, Haiti, Kyrgyzstan, Republic of Moldova, Sao Tome and Principe, Sierra Leone, Solomon Islands, Somalia, Tajikistan, Togo, Turkmenistan and Uzbekistan equalled or exceeded the amount of the contributions due from them for the past two full years (2002-03). 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. Albania, Belarus, Cambodia, Cape Verde, Central African Republic, Democratic Republic of the Congo, Iraq, Kazakhstan, Latvia, Liberia, Paraguay, Poland, 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: 81st Session (1994) for Albania, 86th (1998) for Belarus, 82nd (1995) for Cambodia, 85th (1997) for Cape Verde, 89th (2001) for Central African Republic, 89th (2001) for Democratic Republic of the Congo, 92nd (2004) for Iraq, 88th (2000) for Kazakhstan, 87th (1999) for Latvia, 88th (2000) for Liberia, 92nd (2004) for Paraguay, 75th (1988) for Poland, 88th (2000) for Ukraine and 81st (1994) for Viet Nam.

² Includes Democratic Republic of Timor-Leste's 2003 and 2004 contributions of 4,969 Swiss francs (2003:1,421 Swiss francs; and 2004: 3,548 Swiss francs) assessed, after adoption of budget.

³ Includes Vanuatu's contribution of 2,357 Swiss francs, assessed after adoption of the budget. Vanuatu joined the ILO on 22 May 2003.

⁴ Amounts credited against 2004 contributions represent the distribution to eligible member States of incentive scheme credits, cash surpluses and the net premiums earned in prior periods and the transfer from the Working Capital Fund as a credit towards the contribution due from two member States. Details are given in footnotes 1 and 7 to Appendix I.

Working Capital Fund

8. The withdrawal made from the Working Capital Fund to finance the 2002-03 deficit of 14,964,475 Swiss francs as at 31 December 2003 was fully reimbursed through the arrears of contributions received in January 2004.
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. Following these transfers, the balance of the Working Capital Fund at 30 September stood at 34,350,670 Swiss francs.⁵

Geneva, 15 October 2004.

Submitted for information.

⁵ The nominal value of this Fund is 35 million Swiss francs.

Appendix I

Contributions received and outstanding
Details of movements between 31 December 2003 and 30 September 2004
(in Swiss Francs)

Member States	Amount due to ILO as at 31 December 2003	Assessed contributions for 2004		Amounts received or credited (1) (7) to 30 September 2004 in respect of		Balance due as at 30 Sept 2004
		%	Amount	Contributions 2004	Arrears	
A. States which have settled their 2004 contributions in full						
Afghanistan (2) (7)	-	0.00900	31 934	31 934	-	-
Algeria	-	0.06900	244 829	244 829	-	-
Angola (2)	-	0.00200	7 097	7 097	-	-
Australia	-	1.60200	5 684 301	5 684 301	-	-
Austria	-	0.93200	3 306 972	3 306 972	-	-
Bahamas (2)	-	0.01200	42 579	42 579	-	-
Bahrain	-	0.01800	63 869	63 869	-	-
Bangladesh	34 765	0.01000	35 483	35 483	34 765	-
Belarus (5)	2 295 015	0.01900	67 417	67 417	244 314	2 050 701
Belize	-	0.00100	3 548	3 548	-	-
Botswana	-	0.01000	35 483	35 483	-	-
Bulgaria	-	0.01300	46 127	46 127	-	-
Burkina Faso (2)	-	0.00200	7 097	7 097	-	-
Canada (2)	-	2.51900	8 938 049	8 938 049	-	-
Cyprus	-	0.03700	131 285	131 285	-	-
Czech Republic	-	0.20000	709 651	709 651	-	-
Denmark (2)	-	0.73800	2 618 611	2 618 611	-	-
Dominica (2)	-	0.00100	3 548	3 548	-	-
Eritrea	-	0.00100	3 548	3 548	-	-
Estonia (2)	-	0.01000	35 483	35 483	-	-
Ethiopia (2)	-	0.00400	14 193	14 193	-	-
Fiji	-	0.00400	14 193	14 193	-	-
Finland	-	0.51400	1 823 802	1 823 802	-	-
France	-	6.36700	22 591 727	22 591 727	-	-
Ghana	43 554	0.00500	17 741	17 741	43 554	-
Germany	-	9.62000	34 134 194	34 134 194	-	-
Grenada (2)	-	0.00100	3 548	3 548	-	-
Guatemala	-	0.02600	92 255	92 255	-	-
Honduras	-	0.00500	17 741	17 741	-	-
Hungary	-	0.11800	418 694	418 694	-	-
Iceland	-	0.03200	113 544	113 544	-	-
India (2)	-	0.33600	1 192 213	1 192 213	-	-
Ireland	-	0.29000	1 028 993	1 028 993	-	-
Italy	1 493 635	4.98753	17 697 018	17 697 018	1 493 635	-
Jamaica	-	0.00400	14 193	14 193	-	-
Japan	9 218 281	19.21804	68 190 468	68 190 468	9 218 281	-
Jordan	-	0.00800	28 386	28 386	-	-
Kazakhstan (5)	4 374 702	0.02700	95 803	95 803	257 335	4 117 367
Kenya	-	0.00800	28 386	28 386	-	-
Kiribati (2)	-	0.00100	3 548	3 548	-	-
Korea, Republic of	-	1.82300	6 468 465	6 468 465	-	-
Kuwait	-	0.14500	514 497	514 497	-	-
Lao People's Dem. Rep.	36 885	0.00100	3 548	3 548	36 885	-
Latvia (5)	803 069	0.01000	35 483	35 483	227 709	575 360
Lebanon	42 328	0.01200	42 579	42 579	42 328	-
Lesotho (2)	-	0.00100	3 548	3 548	-	-
Liberia (5)	202 620	0.00100	3 548	3 548	11 919	190 701
Luxembourg	-	0.07900	280 312	280 312	-	-
Malaysia	-	0.23100	819 646	819 646	-	-
Mali	199	0.00200	7 097	7 097	199	-
Malta (2)	-	0.01500	53 224	53 224	-	-
Mauritania	400	0.00100	3 548	3 548	400	-
Mauritius (2)	-	0.01100	39 031	39 031	-	-
Mexico	-	1.06900	3 793 082	3 793 082	-	-
Morocco	-	0.04300	152 575	152 575	-	-
Myanmar	-	0.01000	35 483	35 483	-	-
Netherlands	-	1.71100	6 071 061	6 071 061	-	-
New Zealand	-	0.23700	840 936	840 936	-	-
Nigeria (2)	-	0.06700	237 733	237 733	-	-
Norway	-	0.63600	2 256 689	2 256 689	-	-
Oman	-	0.06000	212 895	212 895	-	-
Paraguay (3) (5)	1 099 519	0.01600	56 772	56 772	-	1 099 519
Poland (5)	3 163 765	0.37200	1 319 950	1 319 950	790 942	2 372 823
Qatar	-	0.03300	117 092	117 092	-	-
Romania	-	0.05700	202 250	202 250	-	-

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		%	Amount	Contributions 2004	Arrears	
Saint Vincent and the Grenadines	3 841	0.00100	3 548	3 548	3 841	-
San Marino	-	0.00200	7 097	7 097	-	-
Saudi Arabia	-	0.54500	1 933 798	1 933 798	-	-
Singapore	-	0.38700	1 373 174	1 373 174	-	-
Slovakia	-	0.04200	149 027	149 027	-	-
Slovenia	-	0.08000	283 860	283 860	-	-
South Africa	-	0.40200	1 426 398	1 426 398	-	-
Spain	-	2.48034	8 800 874	8 800 874	-	-
Sri Lanka	-	0.01600	56 772	56 772	-	-
Swaziland	-	0.00200	7 097	7 097	-	-
Sweden	-	1.01109	3 587 603	3 587 603	-	-
Switzerland	-	1.25400	4 449 509	4 449 509	-	-
Syrian Arab Republic	-	0.07900	280 312	280 312	-	-
Thailand (2)	-	0.29000	1 028 993	1 028 993	-	-
Trinidad and Tobago	6 511	0.01600	56 772	56 772	6 511	-
United Arab Emirates	-	0.19900	706 102	706 102	-	-
United Kingdom	-	5.45100	19 341 527	19 341 527	-	-
Viet Nam (3) (5)	48 870	0.01600	56 772	56 772	12 190	36 680
Zimbabwe	57 679	0.00800	28 386	28 386	57 679	-
	22 925 638	66.70500	236 686 216	236 686 216	12 482 487	10 443 151

B. States which have paid part of their 2004 contributions

Barbados	27 031	0.00900	31 934	30 300	27 031	1 634
Benin	8 257	0.00200	7 097	6 873	8 257	224
Chad	-	0.00100	3 548	1 751	-	1 797
Chile	331 521	0.20900	741 585	108 019	331 521	633 566
Costa Rica	-	0.01900	67 417	39 944	-	27 473
Cuba	18 917	0.02900	102 899	78 352	18 917	24 547
Dominican Republic	-	0.02200	78 062	77 190	-	872
Ecuador	7 731	0.02400	85 158	83 959	7 731	1 199
Guyana	-	0.00100	3 548	3 095	-	453
Madagascar	-	0.00300	10 645	528	-	10 117
Malawi	-	0.00200	7 097	2 374	-	4 723
Nicaragua	865	0.00100	3 548	2 161	865	1 387
Panama	-	0.01800	63 869	27 388	-	36 481
Russian Federation	377 415	1.18200	4 194 035	751 588	377 415	3 442 447
Senegal	-	0.00500	17 741	17 622	-	119
Suriname	28 477	0.00200	7 097	1 067	28 477	6 030
Tunisia	2 842	0.02900	102 899	100 388	2 842	2 511
Turkey	-	0.43300	1 536 394	1 474 353	-	62 041
Tanzania, United Republic of	361	0.00400	14 193	10 998	361	3 195
Yemen	923	0.00600	21 290	20 216	923	1 074
	804 340	2.00100	7 100 056	2 838 166	804 340	4 261 890

C. States which have made no payments, but have received credits, towards their 2004 contributions

Argentina (7)	9 626 482	1.13100	4 013 074	620 944	2 580 000	10 438 612
Belgium	-	1.11200	3 945 657	783	-	3 944 874
Bolivia	34 123	0.00800	28 386	1 158	-	61 351
Bosnia and Herzegovina	-	0.00400	14 193	3 450	-	10 743
Burundi	3 841	0.00100	3 548	166	-	7 223
Cameroon	30 870	0.00900	31 934	7	-	62 797
Cape Verde (5)	91 556	0.00100	3 548	342	-	94 762
Colombia	321 382	0.19800	702 554	115	-	1 023 821
Congo	4 353	0.00100	3 548	1 464	-	6 437
Côte d'Ivoire	34 118	0.00900	31 934	1 493	-	64 559
Croatia	-	0.03800	134 834	4 800	-	130 034
Dem. Republic of the Congo (5)	88 779	0.00400	14 193	2	1 113	101 857
Egypt	-	0.08000	283 860	55	-	283 805
El Salvador	66 187	0.01800	63 869	10	-	130 046
Equatorial Guinea	4 186	0.00100	3 548	1 686	-	6 048

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Contributions received and outstanding
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Member States	Amount due to ILO as at 31 December 2003	Assessed contributions for 2004		Amounts received or credited (1) (7) to 30 September 2004 in respect of		Balance due as at 30 Sept 2004
		%	Amount	Contributions 2004	Arrears	
Gabon	33 546	0.01400	49 675	2 481	-	80 740
Greece	1 966 821	0.53100	1 884 122	57 229	1 306 158	2 487 556
Guinea	18 162	0.00300	10 645	1 553	-	27 254
Guinea-Bissau (4)	228 015	0.00100	3 548	1 240	-	230 323
Indonesia	788 458	0.19700	699 006	30 599	756 727	700 138
Iran, Islamic Republic of	1 009 456	0.26800	950 932	72 984	233 000	1 654 404
Israel	3 057 633	0.40900	1 451 235	44 620	815 000	3 649 248
Lithuania	31 139	0.01700	60 320	12	-	91 447
Mozambique	3 841	0.00100	3 548	166	3 382	3 841
Namibia	-	0.00700	24 838	5	-	24 833
Pakistan	291 230	0.06000	212 895	9 593	176 146	318 386
Philippines	302 691	0.09800	347 729	13 232	55 300	581 888
Portugal	-	0.45500	1 614 455	70 146	-	1 544 309
Rwanda	-	0.00100	3 548	984	-	2 564
Saint Kitts and Nevis	3 836	0.00100	3 548	165	-	7 219
Saint Lucia	7 415	0.00200	7 097	1	-	14 511
Serbia and Montenegro	72 984	0.01900	67 417	1 878	-	138 523
Sudan	8 318	0.00600	21 290	1 264	-	28 344
Tajikistan (4)	568 716	0.00100	3 548	84	642	571 538
Uganda	11 342	0.00500	17 741	4	-	29 079
Ukraine (5)	5 801 989	0.05200	184 509	37	137 249	5 849 212
United States	32 882 238	22.00000	78 061 566	4 135 018	13 766 432	93 042 354
Uruguay	604 289	0.07900	280 312	7 774	300 830	575 997
Zambia	4 115	0.00200	7 097	893	-	10 319
	58 002 111	26.84400	95 249 301	5 088 437	20 131 979	128 030 996

D. States which have made no payments, nor received credits, towards their 2004 contributions

Albania (3) (5)	22 522	0.00300	10 645	-	-	33 167
Antigua and Barbuda (4)	268 101	0.00200	7 097	-	-	275 198
Armenia (4)	1 935 666	0.00200	7 097	-	-	1 942 763
Azerbaijan (4)	3 601 053	0.00400	14 193	-	-	3 615 246
Brazil	21 879 334	2.35300	8 349 039	-	5 305 927	24 922 446
Cambodia (5)	297 676	0.00200	7 097	-	26 984	277 789
Central African Republic (5)	140 499	0.00100	3 548	-	175	143 872
China	5 626 626	1.50900	5 354 314	-	5 626 626	5 354 314
Comoros (4)	525 986	0.00100	3 548	-	-	529 534
Djibouti (4)	91 617	0.00100	3 548	-	-	95 165
Gambia (4)	56 388	0.00100	3 548	-	-	59 936
Georgia (4)	3 054 161	0.00500	17 741	-	-	3 071 902
Haiti (4)	18 338	0.00200	7 097	-	-	25 435
Iraq (5)	5 652 327	0.13400	475 466	-	-	6 127 793
Kyrgyzstan (4)	1 124 749	0.00100	3 548	-	-	1 128 297
Libyan Arab Jamahiriya	52 370	0.06600	234 185	-	-	286 555
Moldova, Republic of (4)	2 722 249	0.00200	7 097	-	-	2 729 346
Mongolia	-	0.00100	3 548	-	-	3 548
Nepal	28 928	0.00400	14 193	-	-	43 121
Niger	12 831	0.00100	3 548	-	11 863	4 516
Papua New Guinea	-	0.00600	21 290	-	-	21 290
Peru	1 176 158	0.11600	411 597	-	303 938	1 283 817
Sao Tome and Principe (4)	222 121	0.00100	3 548	-	-	225 669
Seychelles	18 724	0.00200	7 097	-	7 683	18 138
Sierra Leone (4)	416 029	0.00100	3 548	-	-	419 577
Solomon Islands (4)	17 517	0.00100	3 548	-	-	21 065
Somalia (4)	359 320	0.00100	3 548	-	-	362 868
The form. Yug. Rep. of Macedonia	23 048	0.00600	21 290	-	23 048	21 290
Timor Leste, Democratic Rep of	-	0.00100	4 969	-	-	4 969
Togo (4)	237 829	0.00100	3 548	-	27 924	213 453
Turkmenistan (4)	860 378	0.00300	10 645	-	-	871 023
Uzbekistan (4)	1 295 145	0.01100	39 031	-	-	1 334 176
Vanuatu	2 357	0.00100	3 548	-	2 330	3 575
Venezuela	1 967 764	0.20500	727 392	-	1 195 164	1 499 992
	53 707 811	4.45100	15 794 696	-	12 531 662	56 970 845

Appendix I

Contributions received and outstanding
Details of movements between 31 December 2003 and 30 September 2004
(in Swiss Francs)

Member States	Amount due to ILO as at 31 December 2003	Assessed contributions for 2004		Amounts received or credited (1) (7) to 30 September 2004 in respect of		Balance due as at 30 Sept 2004
		%	Amount	Contributions 2004	Arrears	
E. Amount due by States when they ceased to be Members of the ILO						
Former Soc.Fed.Rep.of Yugoslavia (6)	6 370 623	-	-	-	-	6 370 623
	6 370 623	-	-	-	-	6 370 623
TOTAL	141 810 523	100.00100	354 830 269	244 612 819	45 950 468	206 077 505

Notes to Appendix I: Contributions received and outstanding

Details of movements between 31 December 2003 and 30 September 2004

- (1) Amounts credited against 2004 assessed contributions represent the distribution of credits to eligible member States in respect of:

	Swiss francs
The incentive scheme for 2002	21 575
Surpluses for previous financial period	2 731 183
50 per cent of the net premium earned in previous periods	<u>1 801 278</u>
Total credits	<u>4 554 036</u>

- (2) States which paid their 2004 contributions before 1 January 2004.
- (3) Includes amounts due for prior periods of membership in the ILO.
- (4) Member States which, at 30 September 2004, have lost the right to vote under the provisions of paragraph 4 of article 13 of the Constitution. Guinea-Bissau had been permitted to vote under the financial arrangement approved by the 90th (2002) Session of the International Labour Conference, but this member State has lost the right to vote on 1 January 2004 because it has not respected the arrangement. Appendix II refers.
- (5) Albania, Belarus, Cambodia, Cape Verde, Central African Republic, Democratic Republic of the Congo, Iraq, Kazakhstan, Latvia, Liberia, Paraguay, Poland, 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: 81st Session (1994) for Albania, 86th (1998) for Belarus, 82nd (1995) for Cambodia, 85th (1997) for Cape Verde, 89th (2001) for Central African Republic, 89th (2001) for Democratic Republic of the Congo, 92nd (2004) for Iraq, 88th (2000) for Kazakhstan, 87th (1999) for Latvia, 88th (2000) for Liberia, 92nd (2004) for Paraguay, 75th (1988) for Poland, 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) 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.

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	1991-2003
Armenia	1992-2003
Azerbaijan	1992-2003
Comoros	1980-2003
Djibouti	1995-96 + 1998-2003
Gambia	1997-2003
Georgia	1993-2003
Guinea-Bissau	1992-2001 + 2003
Haiti	2001-2003
Kyrgyzstan	1992-2003
Moldova, Republic of	1992-2003
Sao Tome and Principe	1992-2003
Sierra Leone	1984-2003
Solomon Islands	1999-2003
Somalia	1988-2003
Tajikistan	1994-2003
Togo	1992-2003
Turkmenistan	1993-2003
Uzbekistan	1996-2003

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.