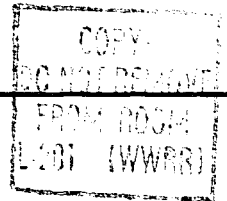


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**FUND OF THE
UNITED NATIONS ENVIRONMENT PROGRAMME**

FINANCIAL REPORT
and
AUDITED FINANCIAL STATEMENTS
for the biennium ended 31 December 1979
and
REPORT OF THE BOARD OF AUDITORS

GENERAL ASSEMBLY

OFFICIAL RECORDS: THIRTY-FIFTH SESSION

SUPPLEMENT No. 5F (A/35/5/Add.6)



UNITED NATIONS

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UNITED NATIONS

New York, 1980

NOTE

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LETTERS OF TRANSMITTAL

31 March 1980

Sir,

Pursuant to financial regulation 11.4 as amended by General Assembly resolution 3192 (XXVIII) of 18 December 1973, I have the honour to transmit the financial report and accounts of the Fund of the United Nations Environment Programme for the biennium 1978-1979 ended 31 December 1979, which I hereby approve.

Copies of these financial statements are also being transmitted to the Advisory Committee on Administrative and Budgetary Questions.

Accept, Sir, the assurances of my highest consideration.

(Signed) Mostafa K. TOLBA
Executive Director

The Chairman of the Board of Auditors
United Nations
New York, N. Y.

12 June 1980

Sir,

I have the honour to transmit to you the financial statements of the Fund of the United Nations Environment Programme for the biennium ended 31 December 1979, which were submitted by the Executive Director. These statements have been examined and include the audit opinion of the Board of Auditors.

In addition to the above, I have the honour to present the report of the Board with respect to the accounts of the Fund of the United Nations Environment Programme for the biennium ended 31 December 1979.

Accept, Sir, the assurances of my highest consideration.

(Signed) J. J. MACDONELL
Auditor General of Canada
and Chairman of the United Nations
Board of Auditors

The President of the General Assembly
of the United Nations
New York, N.Y.

I. FINANCIAL REPORT FOR THE BIENNIUM ENDED 31 DECEMBER 1979

Introduction

1. The Executive Director of the United Nations Environment Programme (UNEP) has the honour to submit herewith the financial report and the accounts of the Fund of UNEP for the biennium 1978-1979 ended 31 December 1979.
2. At its 2325th plenary meeting, on 18 December 1974, 1/ the General Assembly concurred with the recommendation contained in the report of the Advisory Committee on Administrative and Budgetary Questions that "there was no need for the Board of Auditors to submit a formal audit report to the Assembly to cover the first year of a biennium"; instead, the financial report and accounts for the first year of a biennium would be submitted to the Advisory Committee and "if the Board's work in auditing transactions in the first year and certifying the interim accounts revealed situations which should be brought to the attention of Member States, the Board would report them to the Advisory Committee, which, if need be, would apprise the General Assembly". 2/ No such situations were reported by the Board of Auditors in its audit of the financial transactions reflected in the accounts submitted by UNEP for the first year of the biennium 1978-1979.
3. The unaudited accounts for the biennium 1978-1979 were presented to the Governing Council at its eighth session prior to the completion of the audit.

Presentation and format

4. The presentation and format of the statements and schedules remain unchanged with the exception of their numbering and sequence. Statement I shows the assets, liabilities and unencumbered fund balance of the Fund of UNEP as at 31 December 1979, statement II the unencumbered fund balance as at 31 December 1979 and statement III the income and expenditure for the biennium 1978-1979. The activities of the Capital Asset Fund are shown under statement IV and those of the Revolving Fund (Information) under statement V. The activities of trust funds for the biennium 1978-1979 are shown under separate statements, namely, statement VI for the UNEP Trust Fund for the International Prize in the Field of Environment, statement VII for the Regional Trust Fund for the Protection and Development of the Marine Environment and the Coastal Areas of Bahrain, Iran, Iraq, Kuwait, Oman, Qatar, Saudi Arabia and the United Arab Emirates, and statement VIII for the UNEP Trust Fund for the Protection of the Mediterranean Sea against Pollution.
5. The eight statements are supported, as in previous years, by four schedules which summarize the financial transactions during the biennium 1978-1979. Schedule 1 provides details on investments, schedule 2 on pledges and contributions, schedule 3 on programme and programme reserve activities and schedule 4 on programme and programme support costs.

1/ Official Records of the General Assembly, Twenty-ninth Session, Supplement No. 31 (A/9631 and Corr.2), p. 136, item 73, subpara. (h).

2/ Ibid., Supplement No. 8 (A/9608 and Add.1-23), document A/9608/Add.1, para. 14.

Operation of the Fund of UNEP and its financial position

6. The Governing Council, in decision 7/14 C of 3 May 1979, approved appropriations for 1979 in the amounts of \$43.8 million and \$1 million for Fund programme and Fund programme reserve activities respectively. Thus, the total revised final appropriations for the biennium 1978-1979 amounted to \$65,576,624 on Fund programme activities and \$1,125,845 on Fund programme reserve activities, less an allocation of \$104,005 to the Revolving Fund (Information) in accordance with decision 6/13 A of 24 May 1978. These final appropriations for the biennium 1978-1979, comprising actual expenditures of 1978 and the above revised 1979 appropriations, are within the level of appropriations approved by decision 6/13 D of 24 May 1978 and also in accordance with the Executive Director's proposal contained in document UNEP/GC.7/14/Rev.1 and Corr.1, section V, paragraph 14, approved by the Governing Council. In decision 7/14 F of 3 May 1979 the Governing Council appropriated \$15,390,800 for programme and programme support costs.

7. The appropriations by the Governing Council for the biennium 1978-1979 were utilized as follows:

	<u>Appropriations</u>	<u>Encumbered</u>	<u>Unencumbered appropriations</u>
	(United States dollars)		
Programme and programme support costs	15,390,800	15,190,449	200,351
Fund programme activities	65,576,624	49,812,926	15,763,698
Fund programme reserve	1,125,845	125,845	1,000,000
	<u>82 093 269</u>	<u>65 129 220</u>	<u>16 964 049</u>

8. At the close of the biennium, on 31 December 1979, the Fund of UNEP had an unencumbered balance of \$26,952,428 after setting aside \$4,200,000 for the financial reserve (statement I).

9. Outstanding commitments on approved projects at 31 December 1979 are summarized as follows:

United States
dollars

Balance of commitments as at 1 January 1979	29,930,060
<u>Add:</u> Additional commitments approved during 1979	<u>39,360,409</u>
Total commitments for 1979 and future years	69,290,469
<u>Less:</u> Expenditures for 1979	<u>27,036,302</u>
Balance of commitments as at 31 December 1979 <u>a/</u>	<u><u>42,254,167</u></u>

a/ This balance consists of:

Unexpended balance of commitments for 1979	6,954,693
Commitments for future years	<u>35,299,474</u>
	<u><u>42,254,167</u></u>

The above figure of \$42,254,167 constitutes contingent claims on the resources of the Fund within the levels approved by the Governing Council.

10. The expenditures for the years 1973 to 1979 representing the financial implementation of Fund programme and Fund programme reserve activities are as follows:

<u>Year</u>	<u>Actual expenditure</u> (United States dollars)
1973	361,700
1974	4,015,676
1975	13,146,540
1976	15,596,098
1977	21,666,410
1978	22,902,469
1979	27,036,302

Budgetary matters: programme and programme support costs

11. As shown in schedule 4, total appropriations for the biennium 1978-1979, including additional appropriations of \$385,410 (Governing Council decision 6/13 E) and \$60,510 (Governing Council decision 7/14 F), amounted to \$15,390,800, and expenditures incurred in the biennium against these appropriations were \$15,190,449. An unencumbered balance of \$200,351 in the programme and programme support costs budget remained at the end of the biennium 1978-1979.

Regular budget of the United Nations

12. The total revised appropriations for the biennium 1978-1979 from the regular budget of the United Nations to meet the costs of the secretariat established under resolution 2997 (XXVII), were \$9,112,000. Total expenditures incurred for the biennium 1978-1979 were \$8,794,157, leaving an unencumbered balance of \$317,843 for the biennium 1978-1979. According to recent information from Headquarters, this unencumbered balance of \$317,843 was transferred to other sections of the regular budget of the United Nations, approved by the Advisory Committee on Administrative and Budgetary Questions. The transactions for UNEP under the regular budget of the United Nations are reflected in the financial report and accounts of the United Nations, under section 13 A in statement I, schedules 1.1, 1.2, 1.3 and 1.4. 3/

Revolving Fund (Information)

13. The Governing Council, by decision 42 (III), section III, of 30 April and 2 May 1975, established this fund for the purpose of financing, as a self-supporting operation, the preparation, production and distribution of information materials by UNEP. In accordance with Governing Council decision C/13 A, paragraph 6, the Executive Director allocated \$104,005 from the Fund programme reserve to bring the uncommitted balance of the Revolving Fund at 1 January 1979 to the sum of \$200,000. Income from sales of publications during the biennium amounted to \$13,958 and expenditures to \$15,595, leaving an uncommitted balance of \$191,485 at 31 December 1979 (statement V).

UNEP Trust Fund for International Prize in the Field of Environment

14. This trust fund was set up under General Assembly resolution 3003 (XXVII) of 15 December 1977, which established an international prize in the field of environment. The third such prize, in the amount of \$50,000, was awarded on 5 June 1978. Statement VI shows the financial position of the fund as at 31 December 1979.

Regional Trust Fund for the Protection and Development of the Marine Environment and the Coastal Areas of Bahrain, Iran, Iraq, Kuwait, Oman, Qatar, Saudi Arabia and the United Arab Emirates

15. By decision 6/13 D, paragraph 9, of 24 May 1978, the Governing Council approved, under chapter II, article V, of the general procedures governing the operations of the Fund of UNEP, the establishment of the Regional Trust Fund for the Protection

3/ Ibid., Thirty-fifth Session, Supplement No. 5 (A/35/5), vol. I.

and Development of the Marine Environment and the Coastal Areas of Bahrain, Iran, Iraq, Kuwait, Oman, Qatar, Saudi Arabia and the United Arab Emirates. Contributions totalling \$1,922,198 were received from Governments during the biennium 1978-1979, as shown in statement VII. Details of these contributions are as follows:

<u>Country</u>	<u>Contributions paid</u> (United States dollars)
Bahrain	58,200
Iran	407,982
Kuwait	449,883
Oman	58,200
Qatar	389,794
Saudi Arabia	558,138
	<u>1,922,198</u> =====

Trust Fund for the Protection of the Mediterranean Sea against Pollution

16. By decision 7/14 D of 3 May 1979, the Governing Council approved, under chapter II, article V, of the general procedures governing the operations of the Fund of UNEP, the establishment of the Regional Trust Fund for the Protection of the Mediterranean Sea against Pollution. Contributions totalling \$1,119,790 were received from Governments during the year 1979, as shown in statement VIII. Details of these contributions are as follows:

<u>Country</u>	<u>Amount</u> (United States dollars)
Cyprus	2,690
France	990,311
Greece	94,220
Israel	15,000
Libyan Arab Jamahiriya	10,350
Malta	2,690
Monaco	1,345
Morocco	3,183
	<u>Total 1,119,790</u> =====

United Nations accommodation at Nairobi

17. By resolution 32/208 of 21 December 1977, the General Assembly approved in principle the construction of permanent headquarters facilities for UNEP and accommodation for other United Nations offices at Nairobi. The appropriated funds

and expenditures are recorded in a construction account and any unexpended balance will be carried forward until the completion of the project. Appropriations for the biennium 1978-1979 amounted to \$4,024,400, against which expenditures of \$3,699,983 were incurred during the biennium, leaving an unencumbered balance of appropriations of \$324,417 as at 31 December 1979. At its thirty-fourth session, the Assembly, in its resolution 34/233, section XI, approved in principle the construction of additional accommodation for the United Nations Centre for Human Settlements; in the report of the Secretary-General (A/C.5/34/43, para. 46), the total cost was estimated at \$8,360,200. As indicated in that report, the funds appropriated for the additional construction will be added to those appropriated for the basic project authorized by resolution 32/208. Preliminary site works commenced during September 1979, and it is anticipated that the main construction will begin in April 1980, with completion scheduled for late 1982.

Action taken on the observations and recommendations made by the Board of Auditors in its report to the General Assembly at its thirty-third session concerning the accounts of the United Nations Environment Programme for the biennium 1976-1977 ended 31 December 1977

18. The Governing Council, by decision 7/14 B, section I, of 3 May 1979, took note of the Executive Director's comments (UNEP/GC.7/L.1) on the report of the Board of Auditors ^{4/} and the observations of the Advisory Committee on Administrative and Budgetary Questions (A/33/171, paras. 32-37).

^{4/} Ibid., Thirty-third Session, Supplement No. 5F (A/33/5/Add.6), sect. IV.

II. REPORT OF THE BOARD OF AUDITORS

Introduction

1. As required by General Assembly resolution 74 (I) and article XIV of the Financial Rules of the United Nations Environment Programme (UNEP), the Board of Auditors has audited the accounts of the Fund of the United Nations Environment Programme for the biennium ended 31 December 1979.
2. The examination was conducted in accordance with article XII of the Financial Regulations of the United Nations and the annex thereto and with the common auditing standards adopted by the Panel of External Auditors of the United Nations, the Specialized Agencies and the International Atomic Energy Agency. The examination was conducted at the headquarters in Nairobi.
3. During the biennium, the Board of Auditors continued its practice of reporting the results of specific audits and issuing management letters containing detailed audit observations to the Administration. This practice has helped us to maintain a continuous dialogue with the Administration and is consistent with the Board's approach of applying systems-based auditing to all the organizations in the United Nations system for which the Board has audit responsibility.
4. The following are the most significant matters arising from our audit examination during the biennium. We have discussed these matters with the Administration whose responses are referred to as appropriate.

Financial function

Organization

5. The organization of the financial function of UNEP consists of a Budget Section and a Finance Section. Our review indicated that the Finance Section had become fragmented by being subdivided into six units. Because all six units reported directly to the Chief of the Section, co-ordination of their activities became difficult and, during the absence of the Chief of Finance, supervision and control were weakened.
6. We recommended that, to improve the co-ordination and supervision of the financial function, the Finance Section should be restructured to a workable size and a Deputy Chief of the Finance Section should be designated.
7. The Administration concurred with our recommendations and has taken appropriate action to implement them.

Duties and responsibilities

8. Our review disclosed that the duties and responsibilities of all individuals involved in the financial function had not been adequately documented

and communicated to the officers concerned. Consequently, there was no adequate basis to ensure that the duties of officers were appropriately discharged or performance subsequently assessed. There was a significant turnover of staff and, in certain offices, particularly the office of Chief of Finance and the Project Accounts Unit, new officers assumed duty several months after the departure of the former officers. As a result, financial reports were not issued regularly or promptly.

9. To ensure that financial officers are aware of their responsibilities and able to perform their tasks appropriately, we recommended that the duties and responsibilities of the financial officers should be clearly set out in job descriptions and communicated to the officers concerned. We also recommended that, to improve financial reporting, steps should be taken to fill vacant posts promptly in the Finance Section.

10. The Administration agreed with our recommendations and has since made efforts to provide job descriptions and a working manual for officers. Recruitment procedures are now under way to fill the vacancies in the Finance Section.

Project funds

Submission of financial statements

11. In its report for the biennium 1976-1977, 5/ the Board of Auditors commented on the failure of certain implementing organizations to submit statements of account on completed projects to UNEP. The Board recommended that a study of the financial accountability of implementing organizations should be undertaken with a view to formulating policies and procedures to ensure that project funds were properly accounted for on a timely basis by implementing organizations.

12. Our current review indicated that there had been a marked improvement in the submission of statements of account by implementing organizations. We noted, however, that a number of implementing organizations failed to submit their year-end financial statements to UNEP within the time stipulated by project agreements.

13. Accordingly, we recommended that UNEP should strengthen its monitoring procedures to ensure prompt submission of financial statements by all implementing organizations.

Project equipment and machinery

14. Under the terms of project agreements, co-operating agencies and supporting organizations are required to maintain records of equipment and machinery purchased with UNEP funds and to submit a list of such equipment and machinery to UNEP on the completion of a project.

5/ Ibid.

15. Our audit showed that project agreements containing an equipment component did not provide for reporting on final disposal of equipment and machinery. In this connexion we noted instances where, although projects had long been completed and the lists of equipment and machinery had been submitted to UNEP, there had been no reports on the final disposal of the equipment and machinery.

16. We recommended that all future project agreements containing an equipment component should also provide clear details concerning disposal of the equipment and machinery upon completion of the project, and that UNEP exercise appropriate monitoring procedures.

Capital expenditure

17. The preliminary site works of the UNEP permanent headquarters have been awarded on contract, the work has begun and the Secretary-General is required to report annually on the status of the project.

18. Our review indicated that UNEP had been reporting monthly on the financial status of the project for inclusion in the United Nations accounts. We were of the opinion, however, that financial reporting on the project would improve if UNEP maintained a contract register containing more comprehensive information on contract payments made in connexion with the construction of the permanent headquarters.

19. Accordingly, we recommended that UNEP should introduce a contract register. The Administration agreed with our recommendation and has taken action to implement it.

Use of outside expertise and professional services

20. To comply with the principles and guidelines set out by the General Assembly, UNEP follows the administrative instruction of the United Nations which establishes specific policies and procedures for processing, approving, recording, evaluating and accumulating data on the use of outside expertise and professional services (ST/AI/232).

21. Our examination revealed that UNEP had not adequately complied with the policies and procedures contained in the administrative instruction for engaging outside expertise and professional services. For example, we noted a number of instances where contracts which UNEP entered into with individual consultants, corporate bodies and institutions were signed after the expiry dates of the contracts. In another instance, a contract was also awarded to a corporate body without prior certification that funds were available for the services to be performed. We also noted a case where the services performed by another corporate body were not evaluated and certified before payments were made. As a result, there was no assurance that adequate control was being exercised over expenditures for consultants and experts or that UNEP was complying with the principles laid down by the General Assembly.

22. The Administration has agreed with our recommendation that immediate steps should be taken to enforce the policies and procedures set out in the United Nations administrative instruction.

Non-convertible currencies

23. The equivalent value of accumulated non-convertible currencies at 31 December 1978 and 1979 was \$14,432,568 and \$16,768,490 respectively. The balance of these currencies has again shown a marked increase.
24. In response to our inquiries, the Administration stated that it had made and continues to make efforts to utilize and reduce the available non-convertible currencies.
25. The Board has taken note of these efforts; however, it is clear that they have not succeeded in reducing the balance of the non-convertible currencies. Accordingly, we urge that greater effort be made to increase the utilization of non-convertible currencies. We continue to believe that the value of the non-convertible currencies depends upon the extent to which they are realized.

Comments on matters dealt with in the biennium 1976-1977 report

26. Except for the untimely submission of financial statements on completed projects and excessive balances of non-convertible currencies discussed in this report, the Administration has either provided satisfactory explanations or taken appropriate action on the matters raised in the biennium 1976-1977 report.

Acknowledgement

27. The Board of Auditors wishes to express its appreciation for the co-operation and assistance extended by the Executive Director, his officers and members of their staff.

(Signed) J. J. MACDONELL
Auditor General of Canada

(Signed) Ahenkora OSEI
Auditor General of Ghana

(Signed) Osman Ghani KHAN
Comptroller and Auditor General
of Bangladesh

III. AUDIT OPINION

We have examined the following appended financial statements, numbered I to VIII; properly identified, and relevant schedules of the Fund of the United Nations Environment Programme for the biennium 1978-1979 ended 31 December 1979. Our examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as we considered necessary in the circumstances. As a result of our examination, we are of the opinion that the financial statements properly reflect the recorded financial transactions for the biennium, which transactions were in accordance with the Financial Regulations and legislative authority, and present fairly the financial position as at 31 December 1979, subject to the observations contained in paragraph 25 of our audit report.

(Signed) J. J. MACDONELL
Auditor General of Canada

(Signed) Ahenkora OSEI
Auditor General of Ghana

(Signed) Osman Ghani KHAN
Comptroller and Auditor General
of Bangladesh

June 1980

IV. ACCOUNTS FOR THE BIENNIUM ENDED 31 DECEMBER 1979

STATEMENT OF ASSETS, LIABILITIES AND UNENCUMBERED FUND BALANCE
OF THE FUND OF UNEP AS AT 31 DECEMBER 1979

(Expressed in United States dollars)

	<u>1979</u>	<u>1977 a/</u>
<u>Assets</u>		
Cash at banks, on hand and in transit		
Convertible currency	720 607	80 608
Non-convertible currency	16 768 490	11 530 753
Investments (Schedule 1)	14 926 103	20 121 438
Advance to co-operating agencies and supporting organizations	3 405 862	1 932 682
Pledged contributions receivable from Governments (Schedule 2)	16 586 348	31 824 748
Accrued interest receivable	276 336	148 537
Accounts receivable	472 101	762 657
Deferred charges	1 426 243	282 019
Loan to Capital Asset Fund - UNEP temporary building at Gigiri (Statement IV)	370 800	766 800
Due from United Nations funds and interfund accounts	649 128	--
Total assets	<u>55 602 018</u>	<u>67 450 242</u>
<u>Liabilities</u>		
Accounts payable	778 341	607 798
Advance by co-operating agencies and supporting organizations	3 266 252	665 359
Unliquidated obligations (Schedules 3 and 4)	4 455 193	2 101 855
Deferred contributions (Schedule 2)	15 041 313	31 405 857
Due to United Nations funds and interfund accounts	908 491	2 730 010
Total liabilities	<u>24 449 590</u>	<u>37 510 879</u>

STATEMENT I (continued)

	<u>1979</u>	<u>1977</u>
<u>Unencumbered fund balance</u>		
Fund balance available at 31 December (Statement II)	26 952 428	26 339 363
Financial reserve	4 200 000	3 600 000
Total unencumbered fund balance	<u>31 152 428</u>	<u>29 939 363</u>
Total liabilities and unencumbered fund balance	<u><u>55 602 018</u></u>	<u><u>67 450 242</u></u>

a/ Comparative figures reclassified to conform to current presentation.

CERTIFIED CORRECT

(Signed) Peter OLTMANNS

Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

STATEMENT OF UNENCUMBERED FUND BALANCE
AS AT 31 DECEMBER 1979

(Expressed in United States dollars)

	1979	1977 a/
Balance available at 1 January	26 339 363	17 572 741
<u>Add:</u>		
Excess of income over expenditure (Statement III)	1 210 412	6 577 723
Transfer of advance towards construction of temporary headquarters account to loan account	-	1 150 000
Savings effected in liquidating prior years' obligations	139 036	217 416
Adjustment for cash held by agencies and organizations at 1 January 1976 which were reported as Fund programme expenditure during the years 1973-1975	-	2 221 483
	27 688 811	27 739 363
<u>Less:</u>		
Transfer to financial reserve	600 000	1 400 000
Adjustment of opening balance 1 January 1979 of Revolving Fund (Information)	32 378	-
Allocation in 1979 to Revolving Fund (Information)	104 005	-
	736 383	1 400 000
Balance available at 31 December	26 952 428	26 339 363

a/ Comparative figures reclassified to conform to current presentation.

CERTIFIED CORRECT

(Signed) Peter OLTMANNS

Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

STATEMENT OF INCOME AND EXPENDITURE FOR THE BIENNIUM
1978-1979 ENDED 31 DECEMBER 1979

(Expressed in United States dollars)

	<u>1979</u>	<u>1977 a/</u>
<u>Income</u>		
Contributions from Governments (Schedule 2)	61 436 725	52 133 386
Counterpart contributions for specific projects	-	289 563
Public donations	3 603	940
Interest income	3 360 234	2 073 056
Refund of prior years' project expenditures	303 447	97 558
Other income	122 843	190 650
Gain/loss on exchange	1 112 780	530 015
	<u>66 339 632</u>	<u>55 315 168</u>
<u>Expenditure</u>		
Fund programme activities		
Expenditures and obligations (Schedule 3)	49 812 926	37 002 170
Fund programme reserve activities		
Expenditures and obligations (Schedule 3)	125 845	260 338
Programme and programme support costs		
Expenditures and obligations (Schedule 4)	15 190 449	11 474 937
	<u>65 129 220</u>	<u>48 737 445</u>
Excess of income over expenditure (Statement II)	<u>1 210 412</u>	<u>6 577 723</u>

a/ Comparative figures reclassified to conform to current presentation.

CERTIFIED CORRECT

(Signed) Peter OLTMANN

Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

CAPITAL ASSET FUND
STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 1979

(Expressed in United States dollars)

	1979	1977 a/
<u>Capital asset</u>		
UNEP temporary building at Gigiri at original cost	1 895 812	1 895 812
Total	1 895 812	1 895 812
<u>Liabilities</u>		
Long-term liability:		
Loan from Fund of UNEP (Statement I)	370 800	766 800
<u>Capital asset fund balance</u>		
Appropriations from regular budget	330 000	160 000
Appropriations from programme and programme support costs of fund of UNEP	456 096	230 096
Donated funds	738 916	738 916
Total	1 525 012	1 129 012
Total	1 895 812	1 895 812

a/ Comparative figures reclassified to conform to current presentation.

CERTIFIED CORRECT

(Signed) Peter OLTMANNNS

Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

REVOLVING FUND (INFORMATION)
STATEMENT OF ASSETS AND LIABILITIES AS AT 31 DECEMBER 1979

(Expressed in United States dollars)

	<u>1979</u>	<u>1977 a/</u>
<u>Assets</u>		
Due from Fund of UNEP	191 485	63 557
Accounts receivable	-	60
Total	<u>191 485</u>	<u>63 617</u>
 <u>Unencumbered fund balance</u>		
Balance available at 1 January	63 617	86 815
Adjustment pertaining to 1977	25 500	..
<u>Add:</u> Allocation from Fund of UNEP	104 005	2 302
Income - sales of publications	13 958	-
	<u>207 080</u>	<u>89 117</u>
<u>Less:</u> Expenditures	15 595	25 500
Balance available at 31 December	<u>191 485</u>	<u>63 617</u>
Total	<u>191 485</u>	<u>63 617</u>

a/ Comparative figures reclassified to conform to current presentation.

CERTIFIED CORRECT

(Signed) Peter OLTMANN

Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

UNEP TRUST FUND FOR INTERNATIONAL PRIZE IN THE FIELD
OF ENVIRONMENT AS AT 31 DECEMBER 1979

(Expressed in United States dollars)

	<u>1979</u>	<u>1977 a/</u>
I. <u>Statement of assets, liabilities and unencumbered fund balance as at 31 December 1979</u>		
<u>Assets</u>		
Due from Fund of UNEP	3 594	4 644
Total	<u>3 594</u>	<u>4 644</u>
<u>Liabilities</u>		
Unliquidated obligations	-	2 714
<u>Unencumbered fund balance</u>		
Balance available at 1 January	1 930	28 631
<u>Add:</u> Excess of income over expenditure (see below)	1 509	(26 701)
Savings effected in liquidating prior years' obligations	<u>155</u>	<u>-</u>
Balance available at 31 December	<u>3 594</u>	<u>1 930</u>
Total	<u>3 594</u>	<u>4 644</u>
II. <u>Statement of income and expenditure for the biennium 1978-1979 ended 31 December 1979</u>		
<u>Income</u>		
Contribution from Government	75 000	98 000
Interest income	<u>602</u>	<u>1 952</u>
	<u>75 602</u>	<u>99 952</u>
<u>Less:</u> Expenditures and obligations		
Prize	50 000	100 000
Other	<u>24 093</u>	<u>26 653</u>
	<u>74 093</u>	<u>126 653</u>
Excess of income over expenditure (see above)	<u>1 509</u>	<u>(26 701)</u>

a/ Comparative figures reclassified to conform to current presentation.

CERTIFIED CORRECT

(Signed) Peter OLTMANN

Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

REGIONAL TRUST FUND FOR THE PROTECTION AND DEVELOPMENT OF
THE MARINE ENVIRONMENT AND THE COASTAL AREAS OF BAHRAIN,
IRAN, IRAQ, KUWAIT, OMAN, QATAR, SAUDI ARABIA AND THE
UNITED ARAB EMIRATES AS AT 31 DECEMBER 1979

(Expressed in United States dollars)

1979

I. Statement of assets, liabilities and unencumbered
fund balance as at 31 December 1979

Assets

Investments	1 922 198
Due from Fund of UNEP	<u>211 602</u>
Total	<u>2 133 800</u>

Liabilities

Reserve for unliquidated obligations	<u>44 224</u>
--------------------------------------	---------------

Unencumbered fund balance

Balance available at 1 January	-
<u>Add: Excess of income over expenditure</u> (see below)	<u>2 089 576</u>
Balance available at 31 December	<u>2 089 576</u>
Total	<u>2 133 800</u>

II. Statement of income and expenditure for the
biennium 1978-1979 ended 31 December 1979

Income

Contributions from Governments	1 922 198
Interest from investment	<u>280 462</u>
	2 202 660
<u>Less: Expenditures</u>	<u>113 084</u>
Excess of income over expenditure (see above)	<u>2 089 576</u>

CERTIFIED CORRECT

(Signed) Peter OLTMANN
Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

UNEP TRUST FUND FOR THE PROTECTION OF THE MEDITERRANEAN
SEA AGAINST POLLUTION AS AT 31 DECEMBER 1979

(Expressed in United States dollars)

1979

I. Statement of Assets, liabilities and unencumbered
fund balance as at 31 December 1979

Assets:

Cash at banks	378 782
Investments	<u>741 537</u>
Total	<u>1 120 319</u>

Liabilities

Reserve for unliquidated obligations	43 351
Due to Fund of UNEP	155 904

Unencumbered fund balance

Balance available at 1 January	-
<u>Add:</u> Excess of income over expenditure (see below)	<u>921 064</u>
Balance available at 31 December	<u>921 064</u>
Total	<u>1 120 319</u>

II. Statement of income and expenditure for the
biennium 1978-1979 ended 31 December 1979

Contributions from Governments	1 119 790
Interest from investments	121 787
Bank interest	<u>493</u>
Total	1 242 070
<u>Less:</u> Expenditures	<u>321 006</u>
Excess of income over expenditure	<u>921 064</u>

CERTIFIED CORRECT

(Signed) Peter OLTMANN

Assistant Executive Director

Bureau of the Environment Fund and Administration

Nairobi, 31 March 1980

INVESTMENTS AS AT 31 DECEMBER 1979
(Expressed in United States dollars)

	<u>Book value</u>
Chemical Bank	
5 1/4 per cent, savings account	366 091
Chemical Bank	
5 1/4 per cent, savings account	9 231
Chemical Bank, Nassau	
13 1/4 per cent, 24 hours call	3 170 000
Chase Manhattan Bank, Nassau	
15 3/8 per cent, 15 February 1980	3 000 000
Mitsubishi Bank, Akasaka	
15 1/8 per cent, 17 April 1980	2 664 401
Mitsubishi Bank, Akasaka	
15 per cent, 20 March 1980	1 012 187
Mitsubishi Bank, Akasaka	
15 7/16 per cent, 20 February 1980	2 167 518
Mitsubishi Bank, Akasaka	
12 1/2 per cent, 31 January 1980	3 801 250
Mitsubishi Bank, Akasaka	
12 15/16 per cent, 25 March 1980	1 019 160
Mitsui Bank, Tokyo	
14 3/8 per cent, 5 August 1980	<u>380 000</u>
Total	<u><u>17 589 838 a/</u></u>
a/ Investment pertaining to the Fund of UNEP (statement I).	14 926 103
Investment pertaining to the Trust Fund for the Protection of the Mediterranean Sea against Pollution (statement VIII).	741 537
Investment pertaining to the Trust Fund for the Protection and Development of the Marine Environment and Coastal Areas of Bahrain, Iran, Iraq, Kuwait, Oman, Qatar, Saudi Arabia and the United Arab Emirates (statement VII).	<u>1 922 198</u>
Total	<u><u>17 589 838</u></u>

STATUS OF PLEDGES UNPAID AS AT 31 DECEMBER 1979
(Expressed in United States dollars)

Countries	Unpaid pledges as at	Pledges and adjustments		Pledges for future years	Collections and adjustments		Unpaid pledges as at
	1 January 1978	for 1978	for 1979		during 1978	during 1979	
Algeria	-	9 995	10 000	10 000	9 995	-	20 000
Argentina	-	60 000	60 000	210 000	48 000	72 000	210 000
Australia	-	500 000	500 000	-	500 000	490 953	9 047
Austria	-	200 000	500 000	-	200 000	300 000	-
Bahamas	-	500	-	-	500	-	-
Bangladesh	-	2 000	5 000	10 000	2 000	2 000	13 000
Barbados	-	-	1 000	-	-	1 000	-
Belgium	-	300 000	300 000	-	300 000	-	300 000
Benin	-	-	4 945	-	-	2 945	2 000
Bhutan	-	-	1 000	-	-	1 000	-
Botswana	1 208	(2)	1 266	-	1 206	-	1 266
Brazil	-	20 000	20 000	-	20 000	20 000	-
Bulgaria	-	1 029	5 714	11 542	1 029	5 714	11 542
Byelorussian Soviet Socialist Republic	-	18 845	19 549	19 547	18 845	19 549	19 547
Canada	-	1 000 000	1 000 000	-	1 000 000	1 000 000	-
Cape Verde	-	-	2 000	-	-	2 000	-
Chile	-	3 000	3 000	-	3 000	3 000	-
China	-	-	312 500	-	-	-	312 500
Colombia	-	10 000	5 000	-	5 000	5 000	5 000
Cyprus	1 000	2 000	2 000	4 000	1 000	3 000	5 000
Czechoslovakia	-	28 195	28 736	-	28 195	28 736	-
Democratic Yemen	-	1 000	-	-	-	1 000	-
Denmark	240 000	185 000	400 000	800 000	425 000	400 000	800 000
Dominican Republic	-	1 000	1 000	2 000	-	-	4 000
Egypt	-	-	29 649	-	-	29 649	-
Finland	-	200 000	313 265	-	200 000	313 265	-
France	-	1 290 323	1 764 706	1 463 414	1 290 323	1 764 706	1 463 414
Gabon	-	-	1 034	-	-	1 034	-
German Democratic Republic	-	91 721	198 424	396 848	91 721	198 424	396 848
Germany, Federal Republic of	-	2 265 367	2 500 600	2 500 600	2 265 367	2 500 600	2 500 600
Ghana	2 000	19 000	19 000	-	8 700	-	31 300
Greece	-	11 985	-	-	11 985	-	-
Guinea-Bissau	-	2 000	2 000	4 000	-	-	8 000
Hungary	-	25 668	28 137	56 274	25 668	28 137	56 274
Iceland	-	5 500	6 000	-	5 500	6 000	-
India	100 000	50 356	150 323	100 000	150 356	100 062	150 261
Indonesia	2 000	12 000	12 000	-	14 000	12 000	-
Iran	-	100 000	100 000	300 000	-	-	500 000
Iraq	-	75 013	-	-	75 013	-	-
Ireland	-	23 483	26 374	-	-	49 857	-

Schedule 2 (continued)

Countries	Unpaid pledges as at 1 January 1978	Pledges and adjustments for 1978	for 1979	Pledges for future years	Collections and adjustments during 1978	during 1979	Unpaid pledges as at 31 December 1979
Israel	-	10 000	15 000	-	10 000	15 000	-
Italy	20 682	400 000	-	-	420 682	-	-
Jamaica	-	-	8 000	-	-	8 000	-
Japan	-	3 000 000	3 319 660	-	3 000 000	3 319 660	-
Kenya	-	44 565	45 998	-	44 565	45 998	-
Kuwait	50 000	50 000	100 000	-	100 000	-	100 000
Laos	-	-	4 000	-	-	4 000	-
People's Democratic Republic of Lesotho	-	1 000	-	-	1 000	-	-
Liberia	-	-	1 500	-	-	1 500	-
Libyan Arab Jamahiriya	-	400 000	400 000	-	-	400 000	400 000
Luxembourg	-	13 258	10 000	-	13 258	10 000	-
Malawi	-	2 305	2 439	-	2 305	1 000	1 439
Malaysia	-	-	20 000	20 000	-	20 000	-
Malta	-	1 792	1 980	-	1 792	1 980	-
Mauritius	-	1 000	1 000	1 000	-	-	3 000
Mexico	-	100 000	100 000	-	100 000	100 000	-
Netherlands	-	330 000	416 913	-	330 000	416 913	-
New Zealand	-	83 137	87 110	-	83 137	87 110	-
Nicaragua	-	-	-	12 000	-	-	12 000
Nigeria	(32 000)	32 000	-	-	-	-	-
Norway	-	556 328	804 085	-	556 328	804 085	-
Oman	-	-	3 333	-	-	3 333	-
Pakistan	-	5 000	5 000	-	5 000	2 000	3 000
Panama	-	-	4 000	-	-	-	4 000
Peru	-	2 000	-	-	-	-	2 000
Philippines	10 000	12 000	14 000	54 000	12 000	9 000	69 000
Poland	-	50 201	45 181	135 543	50 201	45 181	135 543
Portugal	2 000	4 000	3 000	9 000	3 000	3 000	12 000
Republic of Korea	-	10 000	10 000	-	10 000	-	10 000
Romania	-	5 000	5 000	15 000	-	10 000	15 000
Rwanda	2 133	2 132	-	-	4 265	-	-
Saudi Arabia	-	-	500 000	500 000	-	500 000	500 000
Senegal	-	5 000	5 000	-	-	-	10 000
Singapore	-	1 000	1 000	3 000	1 000	1 000	3 000
Spain	-	200 000	200 000	600 000	200 000	200 000	600 000
Sri Lanka	-	500	1 500	-	-	1 000	1 000
Sudan	-	1 500	-	-	-	1 500	-
Sweden	-	1 875 000	1 875 000	3 750 000	1 875 000	1 875 000	3 750 000
Switzerland	-	489 476	592 242	-	489 476	592 242	-
Syrian Arab Republic	-	-	1 000	-	-	1 000	-

Schedule 2 (continued)

Countries	Unpaid pledges	Pledges and adjustments		Pledges for	Collections and adjustments		Unpaid pledges
	as at 1 January 1978	for 1978	for 1979	future years	during 1978	during 1979	as at 31 December 1979
Thailand	10 000	10 000	10 000	20 000	20 000	10 000	20 000
Togo	-	909	13	-	-	-	922
Turkey	7 623	6 000	6 000	18 000	-	7 901	29 722
Uganda	1 234	1 291	1 326	2 653	2 525	-	3 979
Ukrainian Soviet Socialist Republic	-	46 378	48 120	48 120	46 378	48 120	48 120
Union of Soviet Socialist Republics	-	3 800 087	3 942 857	3 942 857	3 800 087	3 942 857	3 942 857
United Kingdom of Great Britain and Northern Ireland	-	1 144 705	1 341 094	-	557 621	1 928 178	-
United Republic of Cameroon	-	1 343	4 657	6 000	5 369	-	6 631
United Republic of Tanzania	-	5 305	5 305	15 915	-	-	26 525
United States of America	-	10 000 000	10 000 000	-	10 000 000	10 000 000	-
Upper Volta	-	1 000	-	-	-	-	1 000
Venezuela	-	30 000	30 000	-	30 000	30 000	-
Yugoslavia	1 011	35 000	-	-	-	-	36 011
Zaire	-	25 000	-	-	-	25 000	-
	<u>418 891 a/</u>	<u>29 310 190</u>	<u>32 126 535</u>	<u>15 041 313</u>	<u>28 477 392 b/</u>	<u>31 833 189 c/</u>	<u>16 586 348</u>

a/ Adjusted by \$31,405,857 in respect of pledges made for future years at 31 December 1977.

b/ Out of which a sum of \$4,106,649 was received in non-convertible currency.

c/ Out of which a sum of \$4,306,004 was received in non-convertible currency.

SUMMARY OF APPROPRIATIONS, ALLOCATIONS ISSUED, EXPENDITURE INCURRED AND UNOBLIGATED BALANCE OF APPROPRIATIONS AND ALLOCATIONS FOR FUND PROGRAMME AND FUND PROGRAMME RESERVE ACTIVITIES FOR THE BIENNIUM 1978-1979 ENDED 31 DECEMBER 1979

(Expressed in United States dollars)

	Appropriations 1978-1979	Allocations issued 1978-1979	Unallocated appropriations	C b l i g a t i o n s I n c u r e d			Unobligated balance of allocations	Unobligated balance of appropriations
				Disbursements 1978-1979	Unliquidated obligations	Total expenditure		
I. <u>Fund programme activities</u>								
Human settlements, human health Support	7 635 350 12 472 112	6 709 026 12 122 112	926 324 350 000	5 218 501 9 964 768	379 115 679 692	5 597 616 10 644 460	1 111 410 1 477 652	2 037 734 1 827 652
Environment and development	4 442 231	4 142 231	300 000	3 340 338	222 889	3 563 227	579 004	879 004
Oceans	7 366 428	6 761 963	604 465	4 556 967	547 535	5 104 502	1 657 461	2 261 926
Energy	1 349 160	1 199 160	150 000	807 604	18 836	826 440	372 720	522 720
Environmental management and environmental law	2 100 239	1 204 298	895 941	1 011 222	91 568	1 102 790	101 508	097 449
Ecosystems	13 429 643	12 544 395	885 248	9 783 873	314 828	10 098 701	2 445 694	3 330 942
Natural disasters	495 267	195 428	299 839	169 613	-	169 613	25 815	325 654
Earthwatch	10 795 943	10 172 512	623 431	8 579 814	723 538	9 303 352	869 160	1 492 593
United Nations Habitat and Human Settlements Foundation	700 000	700 000	-	700 000	-	700 000	-	-
Environmental data	1 075 499	975 499	100 000	712 675	185 716	898 391	77 108	177 108
Arid lands, including desertification	3 714 752	2 200 000	1 514 752	3 515 209	288 625	1 803 834	396 166	1 910 918
	65 576 624	58 926 624	6 650 000	46 360 584	3 452 342	49 812 926	9 113 698	15 763 698
II. <u>Fund programme reserve activities</u>								
	1 125 845 a/	1 021 840	-	125 845	-	125 845	895 995	1 000 000
	66 702 469 b/	59 948 464	6 650 000	46 486 429	3 452 342	49 938 771	10 009 693	16 763 698

a/ Out of which an amount of \$104,005 was allocated to the Revolving Fund (information) in accordance with Governing Council decision 6/13 A, para. 6.

b/ Based on 1978 expenditures and Governing Council decision 7/14 C, para. 5.

SUMMARY OF APPROPRIATIONS, ALLOTMENTS ISSUED, EXPENDITURES INCURRED AND UNOBLIGATED
BALANCES OF ALLOTMENTS AND APPROPRIATIONS FOR PROGRAMME AND PROGRAMME SUPPORT COSTS
FOR THE BIENNIUM 1978-1979 ENDED 31 DECEMBER 1979

(Expressed in United States dollars)

	Revised appropriations 1978-1979	Allotments issued 1978-1979	Unallotted appropriations	O b l i g a t i o n s i n c u r r e d		Unobligated balance of allotments	Unobligated balance of appropriations
				Disbursements	Unliquidated obligations		
					Total		
Salaries:							
Established posts	7 121 300	7 121 300	-	6 993 674	19 973	7 013 647	107 653
General temporary assistance	653 400	640 600	12 800	664 779	15 128	679 907	(26 507)
Consultants (including travel)	567 300	567 300	-	344 462	97 094	441 556	125 744
Overtime and night differential	93 800	84 400	9 400	87 969	1 087	89 056	4 744
Ad hoc expert groups	146 700	146 700	-	67 599	34 747	102 346	44 354
Language training	35 900	35 900	-	49 050	11 003	60 053	(24 153)
Common staff costs	3 246 300	3 246 300	-	2 916 937	298 904	3 215 841	30 459
Travel on official business	1 087 500	993 600	93 900	908 749	90 979	999 728	87 772
Contractual services	210 300	210 300	-	138 770	44 675	183 445	26 855
General operating expenses	1 048 400	1 048 400	-	1 220 747	100 458	1 321 205	(272 805)
Supplies and materials	541 600	541 600	-	325 562	172 715	498 277	43 323
Furniture and equipment	391 000	391 000	-	237 002	115 823	352 825	38 175
Improvement to premises	11 600	11 600	-	2 971	265	3 236	8 364
Amortization of loan - temporary headquarters building	226 000	226 000	-	226 000	-	226 000	-
Fellowships, grants and contributions	9 700	9 700	-	3 327	-	3 327	6 373
	15 390 800	15 274 700	116 100	14 187 598	1 002 851	15 190 449	200 351

ANNEX

Notes to the financial statements

Summary of significant accounting policies

1. The following are some of the significant accounting policies of the United Nations and the United Nations Environment Programme:

(a) The accounts are maintained in accordance with the Financial Regulations of the United Nations as adopted by the General Assembly, the rules formulated by the Secretary-General as required under the regulations, including the Financial Rules of UNEP, specific decisions of the Governing Council of UNEP and administrative instructions, and in conformance with generally accepted government accounting principles.

(b) The financial period is a biennium and consists of two consecutive calendar years.

(c) The assets and liabilities and income and expenditure are recorded on the accrual basis of accounting.

(d) Project expenditures with respect to UNEP projects undertaken by co-operating agencies and supporting organizations are recorded in the UNEP accounts on the basis of actual expenditure of funds remitted to them by UNEP. In 1979, for the first time, UNEP also recognized as expenditures the unliquidated obligations of co-operating agencies. The unspent balances of the remittances held by agencies and organizations are recorded as advances in the UNEP accounts.

(e) The accounts are presented in United States dollars. Transactions in currencies other than United States dollars are recorded at the United Nations rate of exchange prevailing at the time of the transaction. Differences arising from the conversion of currencies at the United Nations rate of exchange are accounted for as gain or loss on exchange. At year-end, cash, unpaid pledges other than pledges for future years, and accounts receivable and payable in currencies other than United States dollars are retranslated at the applicable United Nations rates of exchange.

(f) Fixed assets. Furniture, equipment and other non-expendables are not included in the assets of UNEP. Acquisitions are charged against the appropriate budget accounts in the year of purchase.

(g) Capital assets. The UNEP temporary building is reported at original cost. No depreciation is provided for. Maintenance and repairs are charged against the appropriate budget accounts.

(h) Contributions. Pledges received for future years are recorded as deferred income.

(i) Provision to meet contingent liabilities for compensation payments

under Appendix D of the Staff Rules of the United Nations for personnel financed under trust funds and the Fund of UNEP is calculated on the basis of 1 per cent of net base pay.

Capital assets: UNEP temporary office premises at Gigiri

2. The capital asset fund account in statement IV shows the total cost of construction in the amount of \$1,895,812 when the premises were completed at the end of 1976, together with the sources of financing. These comprise the sum donated by the Government of Kenya and annual appropriations from the United Nations regular budget and from the programme and programme support costs of the Fund of UNEP. These appropriations are set off against the temporary loan made available by the Fund in 1976 (\$1,150,000), of which a balance of \$370,800 remains at 31 December 1979.

Utilization of non-convertible currencies

3. Expenditures on Fund programme activities during the biennium 1978-1979 (schedule 3) included expenditures of \$4.5 million in non-convertible currencies made up of:

	<u>Equivalent in millions of United States dollars</u>
Expenditures reported by supporting organizations	2.3
Expenditures undertaken through co-operating agencies	0.4
Payments to vendors by UNEP	1.4
Payments to project staff, reimbursable	<u>0.4</u>
Total	<u>4.5</u>

In addition, there were expenditures in non-convertible currency in connexion with programme and programme support costs staff of \$0.7 million. Total use of non-convertible currencies was therefore \$5.2 million. The currencies involved were USSR roubles, Hungarian forints, Polish zlotys, GDR marks and Chinese yuan.

4. At 31 December 1979, the non-convertible currencies cash balance held in banks for account of UNEP amounted to \$16,768,490 (statement I).

Financial reporting by co-operating agencies and supporting organizations

5. One co-operating agency holding a cash balance of \$49,929.89 and eight supporting organizations (non-governmental organizations and Government institutions) holding cash advances totalling \$283,048.05 did not report their expenditures as at 31 December 1979.

Accounts payable and unliquidated obligations

6. Among the liabilities of the Fund of UNEP (statement I) at 31 December 1979 are \$778,341 for accounts payable and \$4,455,193 for unliquidated obligations. The following table is an analysis of the accounts payable:

United States dollars

Staff members (medical insurance claims)	66,873
Vendors	26,753
Others (expected interoffice vouchers from Headquarters)	<u>684,715</u>
Total	<u>778,341</u>

7. The amounts shown in schedules 3 and 4 for unliquidated obligations include \$1,823,655 set aside for co-operating agencies.

Deferred charges

8. The table below provides an analysis of the amount shown on statement I as deferred charges as at 31 December 1979:

United States dollars

Education grant advance	67,681
Charges in transit from offices away from Headquarters (interoffice vouchers)	1,050,582
Others	<u>307,980</u>
Total	<u>1,426,243</u>

9. The portion of the education grant advance which is assumed to pertain to the scholastic year completed as of the date of the financial statement is shown for balance sheet purposes only.

Interfund balances

10. The following is the breakdown of interfund balances as at 31 December 1979 appearing in statement I.

United States dollars

Due from United Nations funds and interfund accounts

United Nations Habitat and Human Settlements Foundation	493,224
Trust Fund for the Protection of the Mediterranean Sea against Pollution (statement VIII)	<u>155,904</u>
Total	<u>649,128</u>

Due to United Nations funds and interfund accounts

United Nations General Fund	501,810
UNEP Trust Fund for the International Prize in the Field of Environment (statement VI)	3,594
Revolving Fund (Information) (statement V)	191,485
Regional Trust Fund for the Protection and Development of the Marine Environment and Coastal Areas of Bahrain, Iran, Kuwait, Oman, Iraq, Qatar, Saudi Arabia and the United Arab Emirates (statement VII)	<u>211,602</u>
Total	<u>908,491</u>

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