



General Assembly

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Agenda item 132**Financing of the United Nations Peacekeeping Force in Cyprus****Report of the Secretary-General***Summary*

The present report contains the financial performance report of the United Nations Peacekeeping Force in Cyprus (UNFICYP) for the period from 1 July 1995 to 30 June 1996. An amount totalling \$43,472,300 gross (\$42,645,700 net) was approved by the General Assembly for the operation of the Force to be met through voluntary contribution from the Government of Cyprus and the annual pledge of \$6.5 million of the Government of Greece. Expenditure totalled \$43,087,000 gross (\$42,432,000 net), of which \$14,136,700 relate to unliquidated obligations, resulting in an unencumbered balance of \$385,300 gross (\$213,700 net).

The action to be taken by the General Assembly as contained in paragraph 11 of the report is a decision on the disposition of the unencumbered balance.



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I. Introduction

1. The Security Council, by its resolution 1062 (1996) of 28 June 1996, extended the mandate of the United Nations Peacekeeping Force in Cyprus (UNFICYP) to 31 December 1996.
2. The financial provision for the period from 1 July 1995 to 30 June 1996 to maintain the operation of UNFICYP was approved by the General Assembly in its resolution 49/230 of 23 December 1994 which appropriated the amount of \$43,472,300 gross (\$42,645,700 net) for the period from 1 July 1995 to 30 June 1996, inclusive of the one-third share of the cost of the Force to be met through voluntary contributions from the Government of Cyprus and the annual pledge of \$6.5 million of the Government of Greece. By the same resolution the Assembly decided to apportion the amount of \$22,481,500 gross (\$21,654,900 net) among Member States.

II. Financial performance for the period from 1 July 1995 to 30 June 1996

3. Annex I, column 1, to the present report sets out by budget line item the cost estimates for maintaining UNFICYP for the period from 1 July 1995 to 30 June 1996, as contained in annex V to document A/49/590 of 28 October 1994. Column 2 reflects the apportionment of the resources provided to UNFICYP during the period from 1 July 1995 to 30 June 1996 pursuant to General Assembly resolution 49/230. The expenditures recorded for the period are shown in column 3 by budget line item. Related unliquidated obligations are reflected in column 4. Savings or overruns which reflect the differences between the apportionment of resources and the actual expenditures are shown in column 5 and result in an unencumbered balance of \$385,300 gross (\$213,700 net).
4. Supplementary information on the financial performance report is presented by budget line item in annex II. The planned and actual deployment of civilian and military personnel for the reporting period is contained in annex III. Annex IV provides the authorized staffing, incumbency and vacancy rates for civilian and military personnel for the reporting period.
5. As shown in annex I, column 2, the total resources made available to UNFICYP for the period from 1 July 1995 to 30 June 1996 amount to \$43,472,300 gross (\$42,645,700 net). Expenditures for the period (column 3) are \$43,087,000 gross (\$42,432,000 net), of which \$14,136,700 relate to unliquidated obligations.
6. The expenditures incurred during the reporting period under the following main budget headings were less than their estimated costs: civilian personnel costs (\$455,700), premises and accommodation (\$16,300), infrastructure repairs (\$276,000), transport operations (\$151,400), communications (\$81,000), other equipment (\$56,600), air and surface freight (\$45,200) and staff assessment (\$171,600).
7. The above savings were realized mainly from: higher than projected vacancy rate for international staff; reduced number of rotation trips for civilian police; lower costs for maintenance of premises; reduced costs for the maintenance of the patrol track; a reduction in the mission vehicle fleet size; reduction in surplus communications lines and limited requirements for communications spare parts and supplies; reduction in procurement of spare parts, repair and maintenance equipment; non-utilization of funds for transportation of contingent-owned equipment; reduced requirements for the Integrated Management Information System; and savings for staff assessment owing to an average 10 per cent vacancy rate for civilian staff.
8. During the reporting period, additional resources were required for military personnel costs (\$414,600), air operations (\$1,100) and supplies and services (\$487,800) resulting in an overall unencumbered balance of \$385,300 gross (\$213,700 net). Additional expenditures resulted from the higher than projected unit costs for rations; troop rotation cost carried over from the prior period; helicopter hire charges that exceeded projected costs; higher than estimated costs for audit services; increased demand for medical

services coupled with a rapid rise in cost of medical treatment; and longer than anticipated costs for miscellaneous ground maintenance and facility services and repairs.

9. As shown in annex I to the present report, additional resources were required under contractual services (\$475,400) in connection with the conversion to United Nations local staff on 1 July 1995 of locally employed civilians who were previously provided through logistic support by the United Kingdom Command Secretariat. At the time of the preparation of the cost estimates for the period from 1 July 1996 to 30 June 1997, the change in the status of locally employed civilians was not anticipated. While budgetary provision was made for locally employed civilians under contractual services based on contractual arrangements with the United Kingdom, actual expenditures incurred were in accordance with UNFICYP local salary scales and common staff costs in effect during the period.
10. It may be recalled that legal advice had been sought from the Office of Legal Affairs concerning the question of liability for terminal benefits for the locally employed civilians. To date, the issue of indemnity payment to locally employed civilians has not yet been resolved. In accordance with the previous recommendation of the Advisory Committee on Administrative and Budgetary Questions contained in paragraph 41 of its report A/50/802, additional appropriation, in connection with the discontinuance of contractual services from the United Kingdom Command Secretariat on 1 July 1995, will be sought from the General Assembly once the issues have been resolved.

III. Action to be taken by the General Assembly at its fifty-first session

11. The action to be taken by the General Assembly at its fifty-first session in connection with the financing of UNFICYP is a decision on the disposition of the unencumbered balance of \$385,300 gross (\$213,700 net) for the period from 1 July 1995 to 30 June 1996, taking into consideration the question of liability for terminal benefits for the locally employed civilians.

Annex I

Financial performance report for the period from 1 July 1995 to 30 June 1996: summary statement

(Thousands of United States dollars)

	(1) <i>Original cost estimate</i> 1 July 1995 to 30 June 1996	(2) <i>Original</i> <i>apportionment</i>	(3) <i>Total</i> <i>expenditures^d</i>	(4) <i>Unliquidated</i> <i>obligations</i>	(5) <i>Savings/</i> <i>(Overruns)</i> (2)-(3)
1. Military personnel costs					
<i>(a) Military observers</i>					
Mission subsistence allowance	65.9	-	-	-	-
Travel costs	30.0	-	-	-	-
Clothing and equipment allowance	2.4	-	-	-	-
Subtotal	98.3	-	-	-	-
<i>(b) Military contingents</i>					
Standard troop cost reimbursement	16 189.0	16 189.0	15 667.5	9 356.2	521.5
Welfare	240.4	240.4	240.4	14.5	-
Rations	2 785.0	2 785.0	3 568.4	360.7	(783.4)
Daily allowance	579.1	579.1	526.1	6.7	53.0
Mission subsistence allowance	-	-	-	-	-
Emplacement, rotation and repatriation of troops	2 106.0	2 106.0	2 311.7	1 006.1	(205.7)
Clothing and equipment allowance	-	-	-	-	-
Subtotal	21 899.5	21 899.5	22 314.1	10 744.2	(414.6)
<i>(c) Other costs pertaining to military personnel</i>					
Contingent-owned equipment	1 669.0	1 669.0	1 669.0	1 386.5	-
Death and disability compensation	200.0	200.0	200.0	200.0	-
Subtotal	1 869.0	1 869.0	1 869.0	1 586.5	-
Total, line 1	23 866.8	23 768.5	24 183.1	12 330.7	(414.6)
2. Civilian personnel costs					
<i>(a) Civilian police</i>					
Mission subsistence allowance	192.2	192.2	193.8	.4	(1.6)
Travel costs	148.5	148.5	76.9	42.2	71.6
Clothing and equipment allowance	7.0	7.0	6.8	.3	.2
Subtotal	347.7	347.7	277.5	42.9	70.2
<i>(b) International and local staff</i>					
International staff salaries	2 204.6	2 181.2	2 086.1	-	95.1
Local staff salaries	-	-	-	-	-
Consultants	-	-	-	-	-
Overtime	-	-	-	-	-
Common staff costs	1 619.8	1 619.8	1 424.6	53.5	195.2
Mission subsistence allowance	-	-	-	-	-
Travel to and from the mission area	-	-	-	-	-
Other travel costs	187.8	187.8	92.6	23.8	95.2
Subtotal	4 012.2	3 988.8	3 603.3	77.3	385.5
<i>(c) International contractual personnel</i>					
<i>(d) United Nations Volunteers</i>					

	(1)	(2)	(3)	(4)	(5)
	<i>Original cost estimate</i>				
	<i>1 July 1995</i>	<i>Original</i>	<i>Total</i>	<i>Unliquidated</i>	<i>Savings/</i>
	<i>to 30 June 1996</i>	<i>apportionment</i>	<i>expenditures^d</i>	<i>obligations</i>	<i>(Overruns)</i>
					<i>(2)-(3)</i>
<i>(e) Government-provided personnel</i>	-	-	-	-	-
<i>(f) Civilian electoral observers</i>	-	-	-	-	-
Total, line 2	4 359.9	4 336.5	3 880.8	120.2	455.7
3. Premises/accommodation					
Rental of premises	1.8	1.8	1.8	1.8	-
Alteration and renovation to premises	101.0	101.0	80.3	38.5	20.7
Maintenance services	240.0	240.0	174.6	64.3	65.4
Utilities	793.7	793.7	863.5	482.3	(69.8)
Construction/prefabricated buildings	-	-	-	-	-
Total, line 3	1 136.5	1 136.5	1 120.2	586.9	16.3
4. Infrastructure repairs					
Upgrading of airstrips	-	-	-	-	-
Upgrading of roads	552.0	552.0	276.0	255.3	276.0
Repair of bridges	-	-	-	-	-
Total, line 4	552.0	552.0	276.0	255.3	276.0
5. Transport operations					
Purchase of vehicles	-	-	-	-	-
Rental of vehicles	853.3	853.3	804.8	67.5	48.5
Workshop equipment	4.2	4.2	2.8	-	1.4
Spare parts, repairs and maintenance	412.6	412.6	277.2	179.9	135.4
Petrol, oil and lubricants	272.2	272.2	359.4	119.1	(87.2)
Vehicle insurance	114.0	114.0	60.7	8.2	53.3
Total, line 5	1 656.3	1 656.3	1 504.9	374.7	151.4
6. Air operations					
<i>(a) Helicopter operations</i>					
Hire/charter costs	518.4	518.4	540.3	4.8	(21.9)
Aviation fuel and lubricants	53.0	53.0	37.0	18.1	16.0
Positioning/depositioning costs	-	-	-	-	-
Resupply flights	-	-	-	-	-
Painting/preparations	-	-	-	-	-
Liability and war-risk insurance	18.4	18.4	13.6	-	4.8
Spare parts repairs and maintenance	379.0	379.0	379.0	-	-
Subtotal	968.8	968.8	969.9	22.9	(1.1)
<i>(b) Fixed-wing aircraft</i>	-	-	-	-	-
<i>(c) Aircrew subsistence allowance</i>	-	-	-	-	-
<i>(d) Other air operation costs</i>	-	-	-	-	-
Total, line 6	968.8	968.8	969.9	22.9	(1.1)
7. Naval operations	-	-	-	-	-
8. Communications					
<i>(a) Complementary communications</i>					
Communications equipment	168.8	168.8	168.7	28.0	.1
Spare parts and supplies	89.5	89.5	115.3	22.6	(25.8)
Workshop and test equipment	22.0	22.0	27.3	.4	(5.3)
Commercial communications	359.2	359.2	247.2	18.6	112.0
Subtotal	639.5	639.5	558.5	69.6	81.0
<i>(b) Main trunking contract</i>	-	-	-	-	-
Total, line 8	639.5	639.5	558.5	69.6	81.0

	(1)	(2)	(3)	(4)	(5)
	<i>Original cost estimate</i>				
	<i>1 July 1995 to 30 June 1996</i>	<i>Original apportionment</i>	<i>Total expenditures^a</i>	<i>Unliquidated obligations</i>	<i>Savings/ (Overruns) (2)-(3)</i>
9. Other equipment					
Office furniture	1.3	1.3	5.0	-	(3.7)
Office equipment	9.4	9.4	5.5	.4	3.9
Data-processing equipment	-	-	3.2	-	(3.2)
Generators	-	-	-	-	-
Observation equipment	15.6	15.6	9.3	-	6.3
Petrol tank plus metering equipment	-	-	-	-	-
Water and septic tanks	-	-	-	-	-
Medical and dental equipment	-	-	-	-	-
Accommodation equipment	4.0	4.0	29.4	-	(25.4)
Miscellaneous equipment	39.2	39.2	37.2	7.0	2.0
Field defence equipment	-	-	-	-	-
Water-purification equipment	-	-	-	-	-
Refrigeration equipment	-	-	-	-	-
Spare parts, repairs and maintenance	184.4	184.4	107.7	47.1	76.7
Total, line 9	253.9	253.9	197.3	54.5	56.6
10. Supplies and services					
<i>(a) Miscellaneous services</i>					
Audit services	20.0	20.0	39.0	-	(19.0)
Contractual services	8 109.8	8 109.8	8 585.2	84.5	(475.4)
Data-processing services	-	-	-	-	-
Security services	-	-	-	-	-
Medical treatment and services	70.0	70.0	110.5	36.0	(40.5)
Claims and adjustments	48.0	48.0	23.9	-	24.1
Official hospitality	4.0	4.0	3.0	1.0	1.0
Miscellaneous other services	54.0	54.0	83.3	19.0	(29.3)
Subtotal	8 305.8	8 305.8	8 844.9	140.5	(539.1)
<i>(b) Miscellaneous supplies</i>					
Stationery/office supplies	155.2	155.2	115.7	16.3	39.5
Medical supplies	80.0	80.0	98.4	59.8	(18.4)
Sanitation and cleaning material	125.2	125.2	109.2	18.6	16.0
Subscriptions	22.8	22.8	16.5	4.2	6.3
Electrical supplies	-	-	-	-	-
Ballistic protective blankets for vehicles	-	-	-	-	-
Uniform items, flags and decals	90.9	90.9	56.6	20.1	34.3
Field defence stores	16.4	16.4	21.3	2.8	(4.9)
Operational maps	-	-	-	-	-
Quartermaster and general stores	46.4	46.4	67.9	41.5	(21.5)
Miscellaneous supplies	-	-	-	-	-
Subtotal	536.9	536.9	485.6	163.3	51.3
Total, line 10	8 842.7	8 842.7	9 330.5	303.8	(487.8)
11. Election-related supplies and services	-	-	-	-	-
12. Public information programmes	-	-	-	-	-
13. Training programmes	-	-	-	-	-
14. Mine-clearing programmes	-	-	-	-	-
15. Assistance for disarmament and demobilization	-	-	-	-	-

	(1)	(2)	(3)	(4)	(5)
	<i>Original cost estimate</i>				
	<i>1 July 1995</i>	<i>Original</i>	<i>Total</i>	<i>Unliquidated</i>	<i>Savings^a</i>
	<i>to 30 June 1996</i>	<i>apportionment</i>	<i>expenditures^a</i>	<i>obligations</i>	<i>(Overruns)</i>
					<i>(2)-(3)</i>
16. Air and surface freight					-
Transport of contingent-owned equipment	44.0	44.0	-	-	44.0
Military airlifts	-	-	-	-	-
Commercial freight and cartage	36.0	36.0	34.8	18.1	1.2
Total, line 16	80.0	80.0	34.8	18.1	45.7
17. Integrated Management Information System					-
System	70.0	70.0	35.0	-	35.0
18. Support account for peacekeeping operations					-
operations	341.0	341.0	341.0	-	-
19. Staff assessment					
Staff assessment	870.0	826.6	655.0	-	171.6
Total, lines 1-19	43 637.4	43 472.3	43 087.0	14 136.7	385.3
20. Income from staff assessment					
Income from staff assessment	(870.0)	(826.6)	(655.0)	-	(171.6)
Total, lines 1-20	42 767.4	42 645.7	42 432.0	14 136.7	213.7
21. Voluntary contributions in kind					
Voluntary contributions in kind	-	-	-	-	-
Total resources, lines 1-21	42 767.4	42 645.7	42 432.0	14 136.7	213.7

^a Total expenditures are inclusive of unliquidated obligations, which are presented in column (4) for information purposes only.

Annex II
Financial performance report for the period from
1 July 1995 to 30 June 1996: supplementary
information

Savings/(overruns)
(United States dollars)

1. **Military personnel costs**
 - (a) *Military observers* —
 1. No provision was made under this heading
 - (b) *Military contingents* (414 600)
 2. Savings realized under standard troop cost reimbursement (\$521,500) and daily allowance (\$53,000) were offset by additional requirements for rations (\$783,400) and emplacement, rotation and repatriation of troops (\$205,700).
 3. Savings realized under standard troop cost reimbursement (\$521,500) and daily allowance (\$53,000) were due to the fact that the average monthly troop strength was 1,162 troops during the reporting period while estimated requirements were based on a projected troop strength of 1,230 troops.
 4. The additional requirement of \$783,400 for rations reflects higher actual unit costs than was originally budgeted. The daily rations scale during the period July 1995 to June 1996 was valued at \$6.61 compared with the budgeted rate of \$5.93 per troop per day. Of the additional resources of \$783,400, an amount of \$402,900 relates to overexpenditures for rations incurred during the prior period from 1 January to 30 June 1995 as reflected in the report of the Secretary-General of 6 November 1995 (A/50/722).
 5. In this connection, it will be recalled that with the withdrawal of its logistical support to the Force, the Government of the United Kingdom of Great Britain and Northern Ireland decided to discontinue supplying the Force with rations under the letter-of-assist arrangements. As a result, a commercial contractor had to be found through competitive bidding. Prior to the commencement of the commercial rations contract on 1 February 1995, the three contingents were authorized to overdraw an additional 25 per cent of their monthly consumption for December 1994 and January 1995 in order to ensure a smooth changeover from a military supplier to a commercial supplier, resulting in overexpenditures under this heading.
 6. In accordance with the recommendation contained in paragraph 41 of the report of the Advisory Committee on Administrative and Budgetary Questions contained in document A/50/802 of 4 December 1995, a request for additional requirements of \$402,900 is reflected in the present report.
 7. An additional requirement of \$205,700 under rotation costs relates to costs for the United Kingdom contingent which were carried over from the prior reporting period.
 - (c) *Other costs pertaining to military personnel*
 - (i) *Contingent-owned equipment* —
 8. No change
 - (ii) *Death and disability compensation* —
 9. The amount allocated under this heading has been fully obligated to cover potential claims from death, disability or injury of military personnel.
2. **Civilian personnel costs**
 - (a) *Civilian police* (70 200)
10. Savings totalling \$71,800 under travel (\$71,600) and clothing and equipment (\$200) were partially offset by additional requirements of \$1,600 under mission subsistence allowance.

11. Savings for travel of \$71,600 were attributable to a reduction in the number of rotation trips (39) as opposed to the 70 trips which were estimated for the reporting period, and to lower actual costs of air fares compared to the projected figure on which the cost estimates were based.
12. Savings of \$200 under clothing and equipment arose as a result of a 2 per cent vacancy rate for the civilian police during the period under review.
13. Additional expenditures of \$1,600 for mission subsistence allowance were due to overlap of civilian police monitors during rotation. Mission handover resulted in overlap equivalent to 103 person days for the 12-month period, for which no resources were provided for in the cost estimates.
(b) International and local staff 385 500
14. The cost estimate was based on a total strength of 42 civilian staff (9 Professional, 6 General Service and 27 Field Service staff) for the period 1 July 1995 to 30 June 1996. As shown in annex IV, the average vacancy rate for civilian staff was approximately 10 per cent of the authorized level. This resulted in savings of \$95,100 for international staff salaries and \$195,200 for common staff costs.
15. Additional savings of \$95,200 under other travel costs were due to a reduction in the number of official trips undertaken as compared to provision in the cost estimates. A total of 11 trips were made and a daily subsistence allowance was paid for 88 days at a cost of \$92,600. This was lower than the budgeted number of 24 trips and 100 days daily subsistence allowance valued at \$187,800.
(c) International contractual personnel —
16. No provision was made under this heading.
(d) United Nations Volunteers —
17. No provision was made under this heading.
(e) Government-provided personnel —
18. No provision was made under this heading.
(f) Civilian electoral observers —
19. No provision was made under this heading.
3. **Premises/accommodation** 16 300
20. Article 19 of the Status of the Force Agreement requires the Government of Cyprus to provide to UNFICYP certain types of premises and for its maintenance. The Agreement excludes alterations and renovations for the enhancement of premises, which are paid for by UNFICYP.
21. Savings of \$20,700 under alterations and renovations to premises resulted due to the fact that minor construction was undertaken at costs lower than budgeted.
22. While provision was made for the cost of contractual maintenance, cleaning and general upkeep all locations, including garbage and sewage removal, at an estimated cost of \$20,000 per month, actual expenditures averaged \$13,700 per month, resulting in savings of \$75,700.
23. Additional requirements of \$69,800 under utilities reflect higher usage rates coupled with higher actual unit costs resulting in actual utility costs of \$72,000 per month as compared with estimated requirements of \$66,140 per month.
4. **Infrastructure repairs** 276 000
24. Savings of \$276,000 under infrastructure repairs represent half the provision for maintenance of the patrol track for the 12-month period from July 1995 to June 1996. While it was originally foreseen that UNFICYP would provide for the full cost of the project, following negotiations with the Government of Cyprus, agreement was reached that part of the costs (\$276,000) would be met by the Government.
5. **Transport operations** 151 400
25. The cost estimates for the period under review provided for commercial rental of an average of 165 vehicles per month at an estimated daily rate of \$14.13, or \$431 per vehicle per month. As a result of a

redistribution of vehicle tasks, the number of vehicles which UNFICYP actually utilized was reduced to an average of 151 vehicles per month. The reduction in the vehicle fleet size resulted in savings of \$48,500.

26. Savings of \$1,400 were realized under workshop equipment due to the lower than estimated number of vehicle workshop tools purchased for the contingent and support services workshops.
27. Savings of \$135,400 were realized under spare parts, repairs and maintenance. While provision was made for the purchase of spare parts for 185 vehicles based on a rate of \$186 per vehicle per month, actual costs averaged \$153 per month.
28. Provision was made in the amount of \$40,000 for local third-party liability insurance to cover 38 United Nations-owned and 147 contingent-owned vehicles. Provision was also made for worldwide coverage at the rate of \$400 per vehicle per annum for the same vehicles. Actual costs for local third-party liability insurance and worldwide insurance for 185 vehicles amounted to \$26,100 and \$34,600, respectively, resulting in savings of \$53,300 under this heading.
29. Additional requirements of \$87,200 under petrol, oil and lubricants were due to the fact that expenditures relating to prior mandate periods were charged against the period under review.

6. Air operations

(a) *Helicopter operations* (1 100)

30. The table below provides the projected and actual hours flown by the two helicopters used in the Mission during the reporting period.

**Actual requirements for helicopter operations for the period from
1 July 1995 to 30 June 1996**

	1995						1996						Total	Estimated cost/hour	Actual cost/hour	Total cost
	July	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	June				
Projected hours/month	90.0	90.0	90.0	90.0	90.0	90.0	90.0	90.0	90.0	90.0	90.0	90.0	1 080.0	480.0	500.3	540 300
Actual hours/month	76.9	103.1	87.9	88.8	87.8	95.5	57.3	115.7	92.6	84.0	99.6	90.8	1 080.0	480.0	500.3	540 300
Difference	13.1	(13.1)	2.1	1.2	2.2	(5.5)	32.7	(25.7)	(2.6)	6.0	(9.6)	(0.8)	—	—	—	—

31. Additional requirements under hire/charter cost of two helicopters used by the Force was \$21,900 higher than estimated. These requirements were partly offset by savings totalling (\$20,800) under aviation fuel and lubricants (\$16,000) and liability and war risk insurance (\$4,800) which were due to lower than projected costs.
- (b) *Fixed-wing aircraft* —
32. No provision was made under this heading
- (c) *Aircrew subsistence allowance* —
33. No provision was made under this heading.
- (d) *Other air operation costs* —
34. No provision was made under this heading.
7. **Naval operations** —
35. No provision was made under this heading.
8. **Communications**
- (a) *Complementary communications* 81 000
36. Savings totalling \$112,000 under communications equipment (\$100) and commercial communications (\$112,000), were partially offset by additional requirements under spare parts and supplies (\$25,800) and workshop and test equipment (\$5,300).
37. Cost of communications equipment acquired during the reporting period was slightly lower than anticipated, which resulted in savings of \$100.
38. Savings of \$112,000 under commercial communications resulted from a concerted effort to reduce the number of surplus telephone lines and strict enforcement of control procedures for telephone usage enabling the monitoring of outgoing calls.
39. In July 1995 a fire broke out in the communications workshop, resulting in severe damage to communications equipment, workshop and test equipment and spare parts and supplies. The need to re-establish urgently the Mission's ability to service and maintain the communications network dictated immediate expenditure to replace and/or repair the equipment, tools, spare parts and supplies that were destroyed or damaged by the fire. This unforeseen expenditure resulted in additional requirements of \$5,300 for workshop and test equipment and \$25,800 for spare parts and supplies.

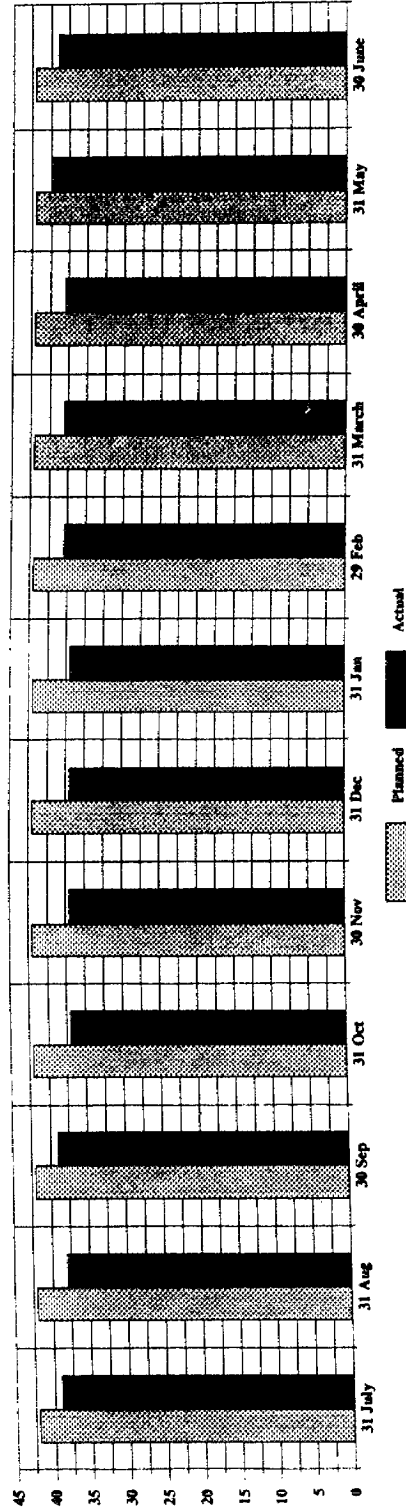
- (b) *Main trunking contract* 81 000
40. No provision was made under this heading.
9. **Other equipment** 56 600
41. Procurement was limited to immediate operational requirements, which resulted in savings under office equipment (\$3,900) and miscellaneous equipment (\$2,000) and spare parts, repairs and maintenance (\$76,700). Additional savings in the amount of \$6,300 were recorded under observation equipment arising from delays in procurement due to availability of required goods in the market place.
42. Total savings of \$88,900 under this line item were partially offset by additional requirements of \$3,700 for office furniture caused by the need to replace furniture destroyed in the July 1995 fire and expenditures of \$3,200 for data processing equipment obtained from the United Nations Logistics Base at Brindisi which were not budgeted for in the mandate period.
43. The savings were further offset by additional requirements of \$25,400 due to the acquisition of urgently needed accommodation equipment for military personnel, as replacement for worn out items and to replenish existing stock, which was not anticipated.
10. **Supplies and services**
- (a) *Miscellaneous services* (539,100)
44. The overexpenditure of \$564,200 under miscellaneous services represents additional requirements for audit services (\$19,000), contractual services (\$475,400), medical treatment and services (\$40,500) and miscellaneous services (\$29,300). These requirements were partly offset by savings under claims and adjustments (\$24,100) and official hospitality (\$1,000).
45. Additional expenditures of \$19,000 under audit services were due to actual costs which were higher than estimated cost of these services.
46. An overexpenditure of \$475,400 resulted under contractual services due to the change in contractual arrangements for locally employed civilians. Prior to 1 July 1995, local staff services were provided to UNFICYP by the United Kingdom Command Secretariat via a contractual arrangement whereby UNFICYP reimbursed the United Kingdom for these services. Under this arrangement, budgetary provision in respect of locally employed civilians was made under contractual services. Effective 1 July 1995, the arrangement whereby UNFICYP was provided with locally employed civilians by the United Kingdom was discontinued. Locally employed civilians were therefore converted to United Nations local staff. At the time of the preparation of the cost estimates for the period from 1 July 1995 to 30 June 1996, the change in the status of locally employed civilians was not anticipated. While budgetary provision was made for 318 locally employed civilians based on contractual arrangements with the United Kingdom, actual expenditures incurred were in accordance with UNFICYP local staff salary scales and common staff costs in effect during the period.
47. Additional requirements of \$40,500 under medical treatment and services for military personnel and civilian police, resulted from higher than estimated number of claims processed during the reporting period coupled with some 30 to 40 per cent increase in the cost of medical consultations and treatment in Cyprus over the last 12 months.
48. Additional requirements of \$29,300 under miscellaneous other services relate to anticipated payments to the United Kingdom Government for miscellaneous services rendered to the Mission at British retained sites located within the United Nations Protected Area. These payments included \$11,500 for UNFICYP's share of the cost of a battery for the standby generator, \$7,600 for two months' payments for miscellaneous grounds maintenance work carried out in the previous mandate and \$8,400 for services and repairs to buildings. The remaining \$1,800 represents bank charges incurred.

49. Savings of \$24,100 were recorded under claims and adjustments as the number of actual claims paid to third parties during the mandate period were less than anticipated.
50. Resources for hospitality were not fully utilized due to lower actual costs for activities under this line item, resulting in savings of \$1,000.
- (b) Miscellaneous supplies* 51 300
51. Savings totalling (\$96,100) under the line items stationery and office supplies (\$39,500), sanitation and cleaning materials (\$16,000), subscriptions (\$6,300) and uniforms, flags and decals (\$34,300) were realized due to improved control over supplies inventories and the purchase of supplies by bulk order resulting in economies of scale and greater vendor price discounts for the benefit of the Mission.
52. The above savings were partially offset by additional requirements totalling \$44,800 under medical supplies (\$18,400) for field defence stores (\$4,900) and quartermaster and general stores (\$21,500).
53. The cost of medical supplies for civilian and military personnel was higher than anticipated, resulting in additional requirements of \$18,400.
54. Additional resources of \$4,900 for field defence stores were required as a result of immediate operational requirements to purchase concertina wire and pickets for the use of military and civilian police personnel for crowd control purposes at the several demonstrations that occurred during the period.
55. Provision under quartermaster and general stores at the estimated rate of \$3,875 per month proved to be insufficient. Due to excessive wear for most of the household items in the Mission Sectors, the actual cost of their urgent replacements was \$8,000 higher than projected. Furthermore, costs of paper products, photographic supplies, garbage bags, water, fuel cans and other supplies were \$13,500 higher than projected. This resulted in additional requirements of \$21,500 for this line item.
- 11. Election-related supplies and services** —
56. No provision was made under this heading.
- 12. Public information programmes** —
57. No provision was made under this heading.
- 13. Training programmes** —
58. No provision was made under this heading.
- 14. Mine-clearing programmes** —
59. No provision was made under this heading.
- 15. Assistance for disarmament and demobilization** —
60. No provision was made under this heading.
- 16. Air and surface freight** 45 200
61. Savings of \$44,000 resulted from non-utilization of funds provided for the transport of contingent-owned equipment as no such equipment was emplaced during the reporting period. Further savings of \$1,200 arose from lower than projected costs for commercial freight and cartage.

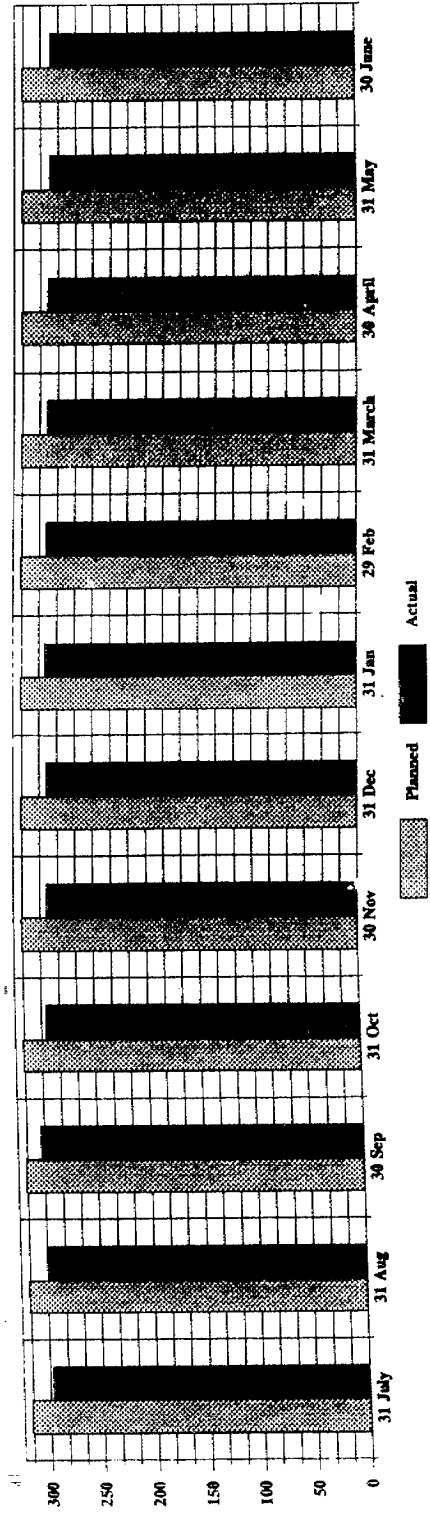
17. **Integrated Management Information System** **35 000**
62. Savings of \$35,000 under this heading represent a reduction in resource requirements in respect of the Integrated Management Information System since the proportionate share of financing from peacekeeping budgets has been met.
18. **Support account for peacekeeping operations** **—**
63. No change.
19. **Staff assessment** **171 600**
64. The average vacancy rate for civilian staff was 10 per cent resulting in savings under this heading.
20. **Income from staff assessment** **(171 600)**
65. This amount is derived from item 19 above.
21. **Voluntary contributions in kind** **—**
66. No change.

**Annex III
 Planned and actual deployment of civilian and military personnel
 for the period from 1 July 1995 to 30 June 1996**

International staff



Local staff



Annex IV Authorized staffing, incumbency and vacancy rate for the period from 1 July 1995 to 30 June 1996

	Actual staff on board												Average	
	Authorized staffing	31 Jul 1995	31 Aug 1995	30 Sep 1995	31 Oct 1995	30 Nov 1995	31 Dec 1995	31 Jan 1996	29 Feb 1996	31 Mar 1996	30 Apr 1996	31 May 1996		30 June 1996
Military personnel														
<i>Military contingents</i>	1 230	1 165	1 177	1 171	1 150	1 141	1 165	1 166	1 164	1 165	1 162	1 165	1 147	1 162
Vacancy rate (percentage)		5	4	5	7	7	5	5	5	5	6	5	7	6
Total, military personnel	1 165	1 177	1 171	1 171	1 150	1 141	1 165	1 166	1 164	1 165	1 162	1 165	1 147	1 162
Vacancy rate (percentage)	5	4	5	7	7	7	5	5	5	5	6	5	7	6
Civilian component														
<i>Civilian police</i>	35	35	35	34	34	34	33	35	35	35	33	35	35	34
Vacancy rate (percentage)	-	-	-	3	3	3	6	-	-	-	6	-	-	2
International staff														
<i>Under-Secretary-General</i>	1	1	1	1	1	1	1	1	1	1	1	1	1	1
<i>Assistant Secretary-General</i>	1	1	1	1	1	1	1	1	1	1	1	1	1	1
<i>D-2</i>	1	1	1	1	1	1	1	1	1	1	1	1	1	1
<i>D-1</i>	1	1	1	1	1	1	1	1	1	1	1	1	1	1
<i>P-5</i>	2	2	2	2	1	1	1	1	1	1	1	2	2	1
<i>P-4</i>	1	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>P-3</i>	2	1	1	1	1	1	1	1	2	2	2	2	2	1
<i>P-2</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Subtotal	9	6	6	6	5	5	5	4	5	5	5	6	6	5
Vacancy rate (percentage)	33	33	33	44	44	44	44	56	44	44	44	33	33	41
Field Service (Level 7)	2	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>Field Service (Levels 6/1)</i>	25	26	26	26	25	25	25	26	25	25	25	26	25	25
<i>General Service (Principal level)</i>	-	-	-	-	-	-	-	-	-	-	-	-	-	-
<i>General Service (Other level)</i>	6	6	5	6	6	6	6	6	7	7	7	7	7	6
Subtotal	33	32	31	32	31	31	31	32	32	32	32	33	32	32
Vacancy rate (percentage)	3	6	6	3	6	6	6	3	3	3	3	-	3	4
Total, international staff	42	38	37	38	36	36	36	36	37	37	37	39	38	37
Vacancy rate (percentage)	10	12	10	10	14	14	14	14	12	12	12	7	10	12
Local staff	318	297	300	303	296	294	294	295	294	293	293	292	291	295
Vacancy rate (percentage)	7	6	6	5	7	8	8	7	8	8	8	8	8	7
Total, civilian personnel	395	370	372	375	366	364	363	366	366	365	363	366	364	367
Vacancy rate (percentage)	6	6	6	5	7	8	8	7	7	8	8	8	8	7