

UNITED NATIONS SECURITY COUNCIL



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LETTER DATED 12 JUNE 1979 FROM THE SECRETARY-GENERAL TO GOVERNMENTS OF ALL STATES MEMBERS OF THE UNITED NATIONS AND MEMBERS OF THE SPECIALIZED AGENCIES, CONTAINING A FURTHER APPEAL FOR VOLUNTARY CONTRIBUTIONS FOR THE FINANCING OF THE UNITED NATIONS PEACE-KEEPING FORCE IN CYPRUS

I should be most grateful if you would bring to the urgent attention of your Government this further appeal which I am addressing to all States Members of the United Nations or members of specialized agencies in order to obtain additional voluntary contributions for the United Nations Peace-keeping Force in Cyprus (UNFICYP).

The importance of UNFICYP has been emphasized time and again by the Security Council, and the stationing of the Force in the island has been repeatedly extended by it. In its resolution 443 (1978) 1/ of 14 December 1978, the Council, noting my report of 1 December, decided to extend the stationing of the Force in Cyprus for a further period ending 15 June 1979 and requested me to continue my mission of good offices. I have reported to the Council that the continued presence of UNFICYP remains indispensable and that, in helping to maintain calm in the island, UNFICYP also facilitates the continued search for a peaceful settlement.

In pursuance of the mission of good offices entrusted to me by the Security Council, I visited Nicosia on 18 and 19 May for the high-level meeting in the course of which a ten-point agreement for the resumption of the intercommunal talks was worked out by the leaders of the two communities, under my personal auspices. The talks will resume on 15 June.

This hopeful event makes it even more essential, in my view, that peaceful conditions in Cyprus be maintained to facilitate the resumed negotiating process and the solution of the many difficulties which still remain.

In this connexion I am obliged to draw attention to the difficulties I face in maintaining the United Nations Peace-keeping Force in Cyprus, owing to the continuing deficit in the UNFICYP budget. The United Nations operation in Cyprus is financed in part by the troop-contributing Governments making voluntary contributions. But the voluntary contributions received have consistently fallen short of needs, resulting in an accumulated deficit for the period ending

^{1/} Circulated as S/RES/443 (1978).

15 December 1978 of more than \$53 million. Additionally, \$11.8 million, of which \$100,000 have been received, are required to meet that portion of the total cost of UNFICYP for the current six-month period ending 15 June 1979 that is normally financed by such contributions. This would leave costs of approximately \$17.7 million, based on past practice, to be met by the troop-contributing countries, a figure that included both certain reimbursable extra costs and the non-reimbursable regular costs incurred by them which these countries finance at their own expense (see annex). The Governments concerned have conveyed to me their growing and very serious concern over the disproportionate financial burden they have been carrying which has obliged some of them to review their commitments relating to their participation in UNFICYP. I am equally concerned at the inability of UNFICYP to meet its financial commitments in full and at the implications of this situation in regard to the continued functioning of this peace-keeping operation.

I consider it essential to rectify the serious financial situation confronting UMFICYP. Under existing arrangements, this can only be done by obtaining additional voluntary contributions to replenish the UMFICYP Special Account. I therefore urgently request Governments to consider increasing their contributions, or to begin making voluntary contributions, if not made before. I also wish to express the hope that regular financial contributors to the UMFICYP Account will find it possible at least to maintain the level of their contributions. I now appeal to your Government to respond promptly and generously with a voluntary contribution to enable UMFICYP to carry out its important function.

(Signed) Kurt WALDHEIM Secretary-General

Annex

FINANCIAL POSITION OF UNFICYP

Since 1964, 65 countries have made payments or pledges of voluntary contributions to support the United Nations operation in Cyprus. Contributions to the UNFICYP Special Account since the beginning of the operation, as well as the pledges and payments received so far for the period from 16 June 1978 to 15 December 1978, are listed in the attached table.

In order to provide contingents for UNFICYP, the troop-contributing Governments divert from national duty troops and other resources at an ongoing cost to them of some \$17.7 million for each six-month period. This figure includes (a) the troops' regular pay and allowances and normal matériel expenses for which, under existing arrangements, the United Nations is not required by the troop contributors to remiburse them; these therefore constitute costs of maintaining the Force which are being financed directly by the troop-contributing Governments; and (b) certain extra and extraordinary costs that they incur in respect of UNFICYP for which, under existing arrangements, the troop contributors would be entitled to claim reimbursement from the United Nations, but which they have agreed to finance at their own expense, as a further contribution to the United Nations operation in Cyprus.

Including the above two elements of costs, the actual cost of financing the United Nations operation in Cyprus for the six-month period ending 15 June 1979 would total approximately \$29.5 million, estimated as follows:

		<pre>\$ (million)</pre>
(1)	(a) Regular troops' pay and allowances and normal matériel costs, and	
	(b) Certain extra and extraordinary costs of the troop-contributing Governments that are financed directly by them	17.7
(2)	Direct costs to the United Nations which the Organization is required to meet (including the extra and extraordinary costs of Governments providing contingents for which they seek to be reimbursed), financed through voluntary contributions	11.8
	contributions	
	Total costs	29.5

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Voluntary contributions from Governments are required to finance the second of these cost elements, as indicated in the cost estimates included in my report to the Security Council of 1 December 1978 (S/12946, sect. VI).

The voluntary contributions received from Governments have not been sufficient to cover these costs. The accumulated deficit from the inception of the operation through 15 December 1978 now stands at \$53 million, as compared to the deficit of \$52.3 million about six months ago, as indicated in my letter to you of 10 November 1978. Two payments, amounting to \$125,960, have been received so far towards that portion of the costs of maintaining the operation during the current six-month period ending 15 June 1979 (that is, \$11.8 million) that are to be financed by voluntary contributions.

As a result of the deficit, the bills presented by the troop-contributing Governments to the United Nations for reimbursement of extra and extraordinary costs have been met only to September 1975. The practical effect of this situation has been that, as indicated above, these Governments have continued to shoulder a disproportionate burden in providing contingents for this United Nations peacekeeping operation.

PLEDGES AND PAYMENTS TO THE UNFICYP SPECIAL ACCOUNT FOR THE PERIOD 27 MARCH 1964-15 DECEMBER 1978 AS AT 25 MAY 1979

(In United States dollar equivalent)

Country	34th period 16/6/70 to 	Total pledges	Payments received
Australia Austria Belgium Botswana Canada	50 000 125 000 144 362 -	2 219 875 2 690 000 3 060 522 500	2 219 875 <u>a/</u> 2 690 000 <u>a/ b/ h/</u> 3 060 522 500 - <u>a/</u>
Cyprus Democratic	150 000	2 116 359	2 116 359
Kampuchea Denmark Finland Germany, Federal	120 000	600 3 645 000 900 000	600 <u>e</u> / 3 645 000 <u>a</u> / <u>b</u> / 900 000 <u>b</u> /
Republic of	500 000	17 500 000	17 500 000
Ghana Greece Guyana Iceland India	400 000 - 2 750 10 000	76 897 15 750 000 11 812 47 157 30 000	76 897 15 750 000 11 812 47 157 30 000
Iran Iraq Ireland Israel Italy	50 000 5 000 200 000	144 500 30 000 50 000 26 500 5 981 645	94 500 30 000 50 000 26 500 5 947 128
Ivery Coast Jamaica Japan Kuwait Lao People's	200 000 25 000	60 000 29 137 2 440 000 65 000	60 000 29 137 <u>h</u> / 2 440 000 65 000
Democratic Republic	n	1 500	l 500 <u>f</u> /
Lebanon Liberia Libyan Arab	- -	3 194 13 321	3 194 11 821
Jamahiriya	44.16	50 000	50 000

PLEDGES AND PAYMENTS TO THE UNFICYP SPECIAL ACCOUNT FOR THE PERIOD 27 MARCH 1964-15 DECEMBER 1978 AS AT 25 MAY 1979 (continued)

(In United States dollar equivalent)

Country	34th period 16/6/78 to 15/12/78	Total pledges	Payments received
Luxembourg Malawi Malaysia Malta	4 509 	80 139 5 590 7 500 1 820	80 139 5 590 7 500 1 820
Mauritania Morocco Nepal Hetherlands New Zealand	- - 219 901	4 370 20 000 800 2 518 425 51 697	4 370 20 000 800 2 518 425 51 697
Niger Migeria Norway	 <u>-</u> 327 985	2 041 10 800 5 258 265	2 041 10 800 5 258 265
Oman Pakistan Philippines Qatar Republic of Korea	 500 	8 000 35 791 11 000 21 000 16 000	8 000 35 791 11 000 21 000 16 000
Senegal Sierra Leone Singapore Somalia Sweden	 200 000	4 000 46 425 7 500 1 000 5 720 000	46 425 7 500 1 000 5 720 000 <u>a</u> / <u>b</u> /
Switzerland Thailand Togo Trinidad and Tobago	274 194 - -	4 077 796 2 500 1 020 2 400	4 077 796 2 500 - 2 400 1 839 253
Turkey United Arab Emirates United Kingdom of Greateritain and Northern		1 839 253 10 000	10 000
Ireland United Republic of Cameroon United Republic of	1 643 645 -	50 894 092 <u>c</u> / 13 567	50 894 092 <u>a</u> / <u>b</u> / 13 567
Tanzania United States of America	- 4 350 000	7 000 113 550 000 <u>a</u> /	7 000 110 371 177

PLEDGES AND PAYMENTS TO THE UNFICYP SPECIAL ACCOUNT FOR THE PERIOD 27 MARCH 1964-15 DECEMBER 1978 AS AT 25 MAY 1979 (continued)

(In United States dollar equivalent)

Country	34th period 16/6/78 to _15/12/78	Total pledges	Payments received
Uruguay Venezuela Viet Nam Yugoslavia Zaire	2 500 - - -	2 500 8 000 4 000 40 000 30 000	2 500 8 000 4 000 <u>g</u> / 40 000 30 000
Zambia		38 000	28 000
	9 005 346	241 295 810	238 015 950

a/ Indicative figures over a six-month period of the costs absorbed by Governments providing contingents (see above, annex, page 2, item 1 of tabulation) are as follows: Australia \$300,000, Austria \$1.1 million, Canada \$5.2 million, Denmark \$400,000, Sweden \$2.6 million and the United Kingdom \$8.1 million.

 $[\]underline{b}$ / Payment has been made or will be made by means of an offset against the Government's claims for reimbursement of its costs.

c/ Maximum amount pledged.

 $[\]underline{d}$ / Maximum amount pledged. The ultimate contribution will be dependent on contributions of other Governments.

e/ Contributions received in 1964.

f/ Contributions received in 1967.

g/ Contributions received in 1964-1966.

 $[\]underline{h}/$ In addition, the following payments have been received for the period from 16 December 1978 to 15 June 1979: Austria \$125,000; Jamaica \$960.