

UNITED



NATIONS

**FINANCIAL REPORT
AND ACCOUNTS**

for the year ended 31 December 1948

and

REPORT OF THE BOARD OF AUDITORS

GENERAL ASSEMBLY

OFFICIAL RECORDS : FOURTH SESSION

SUPPLEMENT No. 6

LAKE SUCCESS, NEW YORK, 1949

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A/902

27 May 1949

Financial Report and Accounts for the year ended 31 December 1948
and
Report of the Board of Auditors

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LETTER OF TRANSMITTAL

27 April 1949

Sir,

I have the honour to transmit the financial statements which were submitted by the Secretary-General with respect to the financial year ended 31 December 1948. These statements have been examined and certified.

In accordance with the resolution of the General Assembly, I have the honour to present the report of the Board of Auditors with respect to the 1948 financial year.

I have the honour to be, sir,

Your obedient servant,

(signed) Watson SELLAR
On behalf of the Board of Auditors

The President of the General Assembly
of the United Nations

The accounts of the United Nations for the financial year ended 31 December 1948, which are presented herewith, include the following principal statements:

1. Statement of 1948 budget appropriations, obligations incurred and unobligated balances of appropriations;
 2. Statement of income and obligations incurred and surplus account;
 3. Statement of assets and liabilities as at 31 December 1948;
- together with the various schedules supporting these statements.

BUDGETARY POSITION

The budgetary accounts for the year 1948 show a surplus of \$1,673,927.44, which is arrived at as follows:

Members' assessed contributions.....	\$39,298,292.81
Miscellaneous income.....	763,165.60
	<hr/>
	\$40,061,458.41
Less: Obligations incurred.....	38,387,530.97
	<hr/>
Surplus for the year	<u>\$ 1,673,927.44</u>

To this amount must be added the balance of surplus brought forward from 1947, \$851,725.81, and savings effected during 1948 in liquidating 1946 and 1947 obligations, \$429,015.81. This gives a total surplus as at 31 December 1948 of \$2,954,669.06.

Out of this amount, \$1,564,032.81 has been applied in reduction of Members' assessments for 1949; the balance of \$1,390,636.25, available for application against assessments for 1950, is made up as follows:

Savings on appropriations for 1948.....	\$ 898,205.24
Miscellaneous income received in excess of the estimate.....	63,415.20
Savings effected in 1948 in liquidating	
1946 obligations.....	\$144,057.77
1947 obligations.....	284,958.04
	<hr/>
	429,015.81
	<hr/>
	\$ 1,390,636.25

INCOME

The contributions assessed on Members in respect of the original appropriations for the year 1948, totalled \$34,775,775.00, to which is added the amount of \$4,522,517.81 provided under the 1948 supplementary estimates, making a total of \$39,298,292.81.

Miscellaneous income for 1948 amounted to \$763,165.60, and thus exceeded the estimates therefor by \$63,415.20. Details of miscellaneous income are set out in statement 2.

OBLIGATIONS INCURRED

Obligations incurred during the period totalled \$38,387,530.97 (of which \$4,339,897.42 was unliquidated at 31 December 1948) as compared with total appropriations by the General Assembly of \$39,285,736.21, thus showing savings amounting to \$898,205.24 distributed over the various sections of the budget as shown in statement 1. These savings were effected under practically all sections, the principal items being sections 5 and 6, Special Conferences, etc., \$115,885.45, sections 7-21, Secretariat, \$342,652.93, and sections 33-35, Economic commissions and advisory social welfare functions, \$166,837.27.

MAIN FEATURES OF THE BUDGETARY ACCOUNTS

Statement 1 sets out the appropriations for 1948 by sections and the obligations incurred under those sections during the financial year, which may be summarized as follows:

	Amount	Per cent of total
Sessions of the General Assembly, Councils, Commissions and Committees.....	\$ 3,148,518	8.20
Special conferences, investigations and inquiries.....	5,176,865	13.49
The Secretariat.....	22,846,993	59.52
Common services.....	2,459,566	6.41
Capital expenses.....	629,846	1.64
Economic commissions and advisory social welfare functions...	2,227,469	5.80
International Court of Justice.....	596,658	1.55
Transfer of League of Nations assets, liquidation of Members' credits.....	533,767	1.39
Repayment to the Working Capital Fund of advances to finance expenses of the International Conference on Trade and Employment and its preparatory bodies.....	765,849	2.00
	<u>\$38,387,531</u>	<u>100.00</u>

Comments on the principal items included under the various parts and sections are set forth hereunder:

(a) *Sessions of the General Assembly, the Councils, Commissions and Committees:* \$3,148,518. The costs charged in respect of the third session of the General Assembly held in Paris totalled \$2,163,815, of which the greater part consisted of travel and subsistence of staff, \$1,158,206, and salaries and wages for temporary assistance, \$308,475. The costs charged in respect of the second special session, held in April 1948 amounted to \$165,787.

(b) *Special conferences, investigations and inquiries:* \$5,176,866. Of this amount, \$38,216 represents expenses of two special conferences (International Maritime Conference and the Conference on Freedom of Information), and \$5,138,650 was incurred in connexion with investigations and inquiries, as follows:

U. N. Commission on Palestine.....	\$ 148,495
Mission of the U. N. Mediator on Palestine.....	3,616,191
U. N. Special Committee on the Balkans.....	587,564
U. N. Commission on Korea.....	284,116
U. N. Committee of Good Offices on the Indonesian question.....	223,135
U. N. Commission on India and Pakistan.....	231,309
U. N. Trusteeship Council Visiting Mission to East Africa.....	47,840
	<u>\$5,138,650</u>

The principal charges incurred for the major investigations and inquiries are tabulated below:

	Mediator on Palestine	Balkans	Korea	Indonesia	India and Pakistan
Travel of representatives.....		\$129,291	\$116,517	\$30,060	\$40,941
Temporary assistance.....	\$222,638	180,280	32,390	25,184	38,977
Travel and subsistence of staff....	2,002,469	201,529	86,736	107,907	92,181
Indemnity, compassionate and <i>ex gratia</i> payments.....	133,540				
Local transportation.....	649,851	7,055	9,856		41,593
Insurance.....	198,016	6,492	3,687	2,569	2,906
Contractual support services.....	65,094				
Motor vehicles purchased.....				25,536	
Communications equipment.....	50,103				4,128
Cable and telegraph charges.....	83,686	6,698	4,005	15,894	
	<u>\$3,405,397</u>	<u>\$531,345</u>	<u>\$253,191</u>	<u>\$207,150</u>	<u>\$220,726</u>
Other.....	210,794	56,219	30,925	15,985	10,583
	<u>\$3,616,191</u>	<u>\$587,564</u>	<u>\$284,116</u>	<u>\$223,135</u>	<u>\$231,309</u>

(c) *Travel of delegates* for the two sessions of the General Assembly and travel and subsistence (where applicable) of members of various other Committees, Commissions, etc., included in Parts 1 and 2 totalled \$710,027, of which \$98,877 was on account of subsistence allowances.

(d) *The Secretariat*: \$22,848,993. Expenditures directly charged against departments at Headquarters totalled \$16,173,734 and are detailed as follows:

	Salaries and wages	Staff expenses	Other expenses
Office of the Secretary-General.....	\$ 264,635	\$ 47,952	\$ 11,271
Department of Security Council Affairs.....	533,600	49,355	13,597
Military Staff Committee.....	130,459	11,630	23
Department of Economic Affairs.....	1,276,180	111,498	155,319
Department of Social Affairs.....	872,595	80,718	55,714
Department of Trusteeship and Information from Non-Self-Governing Territories.....	551,422	66,423	19,970
Department of Public Information.....	1,769,121	128,154	1,324,634
Department of Legal Affairs.....	285,951	22,155	56,282
Department of Conference and General Services.....	6,195,197	373,233	27,889
Department of Administrative and Financial Services.....	1,450,897	155,955	131,905
	<u>\$13,330,057</u>	<u>\$1,047,073</u>	<u>\$1,796,604</u>

Of the amount of \$1,047,073 charged for staff expenses, \$189,719 was in respect of travel on official business and substantially all of the balance was incurred in connexion with travel on home leave. Other expenses for most of the departments consist principally of communications expenditures and contractual printing, but for the Department of Public Information, the expenditures are much more extensive, as shown below:

Motion picture supplies and services.....	\$ 404,164
Radio and telecommunications.....	412,644
Contractual printing.....	349,493
Communications.....	48,655
Air Freight.....	45,160
Photographic supplies and services.....	21,193
Other expenditures.....	43,325
	<u>\$1,324,634</u>

Expenditures for the Department of Administrative and Financial Services include \$275,266 in respect of the United Nations Appeal for Children, of which \$45,861 was on account of travel on official business. Losses due to non-collection of miscellaneous accounts receivable, \$5,991, and amounts written off as a result of the waiver of certain claims against specialized agencies, \$86,662, are included in the "other expenses" of this Department.

Common staff costs amounting to \$4,847,207 consisted of charges at Headquarters, Geneva and the information centres for recruitment and initial organization costs, \$2,306,093, and for staff benefit and welfare costs, \$2,541,114. The former includes as its major items \$969,655 as reimbursement for national income taxation; \$339,609 for termination pay and commutation of annual leave; \$325,245 for rental allowances, and \$218,642 in respect of installation grants and allowances. The balance of \$452,942 consists mainly of travel on recruitment, transfer or termination, including travel of dependants and removal of effects. Staff benefit and welfare costs include principally \$1,443,725 for contributions to the Provident and Retirement Funds; \$543,707 for expatriation allowances and \$318,552 for children's allowances and education grants.

Comparative figures for costs of personnel services for 1947 and 1948 are not readily available owing to the changes in the form of the budget for 1948, but the obligations incurred for administrative costs over all appropriation sections for 1948 (excluding the International Court of Justice and Advisory Social Welfare), were as under:

(i) Salaries and allowances.....	\$16,931,270
(ii) Direct administrative expenses.....	11,115,132
(iii) Indirect administrative expenses (including \$855,771 for travel on home leave).....	1,083,549
(iv) Common staff costs.....	5,271,304
(v) Capital costs.....	786,851
	<u>\$35,188,106</u>

As regards (i), the details of the sum of \$16,931,270 are as follows:

Established positions.....	\$14,630,901
Temporary assistance.....	1,815,774
Overtime and night differential.....	238,661
Experts and consultants.....	245,841
	<u>\$16,931,270</u>

As regards (ii), direct administrative expenses, the principal items making up the sum of \$11,115,132 are as under:

Travel and subsistence of staff on official business and on missions.	\$ 4,312,304
Communication services.	830,917
Information services	956,592
Rental and maintenance of premises including utilities.	1,077,449
Stationery and office supplies for internal reproduction.	636,426
Contractual printing.	1,241,934
Rental and maintenance of office and other equipment.	351,236
Local transportation.	800,745
Maintenance and operation of U. N. cars	58,774
Freight, cartage and express.	215,622
Insurance.	315,277
Other.	317,856
	\$11,115,132

(e) *Economic commissions*: \$1,634,346. The obligations incurred are summarized as follows:

	Europe	Asia and Far East	Latin America
Salaries and wages.	\$651,161	\$200,719	\$ 64,072
Common staff costs.	210,417	44,431	30,528
Travel.	49,900	210,225	41,916
Contractual printing.	15,536	4,874	172
Communications, etc.	10,810	21,183	4,084
Common services, etc.		32,378	19,897
Furniture and equipment.		3,660	18,383
	\$937,824	\$517,470	\$179,052

(f) *Advisory social welfare functions*: \$593,123. This amount comprises:

Advisers' salaries, travel, etc.	\$182,128
Fellowship stipends, travel, etc.	335,337
Demonstrations.	74,466
Regional seminars.	1,192
	\$593,123

(g) *European Office at Geneva*: The obligations incurred in connexion with the European Office at Geneva, which have been included under the appropriate expenditure classifications, are summarized below:

Section	
1 Committee on Berlin Currency and Trade.	\$ 1,407
3 Narcotics Board.	20,158
17 Geneva Office administration.	1,463,210
20 Hospitality.	548
21 Common staff costs.	293,249
22-27 Common services.	357,746
28-32 Capital expenses.	112,709
33 Economic Commission for Europe.	937,824
35 Social welfare.	254,844
	\$3,441,695

(h) *International Court of Justice, The Hague*: The obligations incurred, as shown under sections 36-39 of the Statement of Appropriations, totalled \$596,658. Of this amount, \$312,717 was for salaries and allowances of the judges.

(i) *Experts and consultants*: In accordance with the request of the Advisory Committee on Administrative and Budgetary Questions, there is attached as Annex A a list of experts and consultants employed during the year 1948, showing the purpose of employment and remuneration.

(j) *Indemnity, compassionate and ex gratia payments* made during the year totalled \$158,469, out of which the amount of \$125,000 was in respect of indemnity payments to dependants of personnel

killed in the course of official duty in Palestine. *Ex gratia* payments included under this heading are reported as follows:

Compensation for services rendered to the Permanent Court of International Justice during the war years:

J. Douma.....	\$4,000	
D. J. Bruinsma.....	4,000	\$ 8,000
		<hr/>
Funeral expenses, etc., of staff members killed in Palestine.....		550
Medical and hospital expenses of staff members.....		1,409
Reimbursement for losses of personal property.....		892
Funeral expenses of deceased staff member.....		1,579
Miscellaneous payments in Palestine.....		402
		<hr/>
		<u>\$12,832</u>

CASH

Cash balances of the General Account and Working Capital Fund, on hand at 31 December 1948, aggregated \$6,777,616.79, and, in addition, cash funds amounting to \$983,074.10 were held in trust accounts.

INVESTMENTS

Investments of Working Capital Fund monies held at 31 December 1948, carried at cost price (on a "yield" basis) of \$12,108,247.37, comprise short-term U. S. Government securities with a face value of \$12,050,000 at approximately 1½ per cent interest, as set forth in schedule E.

Investments in the Trust Funds and special accounts totalling \$27,262,033.65 are detailed in schedule I.

ADVANCES AND CONTRIBUTIONS BY MEMBER STATES

Details of Members' contributions and advances to the Working Capital Fund are set out in schedules A and H respectively. The status of the accounts for contributions to the 1948 budget and prior years and the Working Capital Fund advances as at 31 December 1948, may be summarized as follows:

	Totals Assessed	Amounts collected	Per cent of assessment collected	Balance receivable
Contributions for 1948..... (including those for new Members for 1947)	\$34,775,775.00	\$34,110,390.17	98.08	\$665,384.83
Contributions for 1947.....	27,450,000.00	27,428,040.00	99.92	21,960.00
Contributions for 1946.....	19,386,378.36	19,382,931.56	99.98	3,446.80
Advances: Working Capital Fund..	20,000,000.00	20,000,000.00	100.00	<hr/>
				<u>\$690,791.63</u>

As of 28 February 1949, additional collections have been received on account of the 1948 budget contributions, amounting to \$175,021.87, bringing the percentage of assessments collected to 98.59.

In accordance with the authorization given under Resolution 163 (III) of 20 November 1947, Member States were advised that a total of 20.5 per cent of the 1948 contributions (excluding the United States) could be accepted in currencies other than U. S. dollars, in the following proportions:

	Per cent	
French francs.....	5.5	or \$1,200,000
Netherlands guilders.....	2.5	or 500,000
Swiss francs.....	12.5	or 2,600,000

and under this arrangement, \$4,134,167 was actually allocated to Member States for payment in such currencies in compliance with the requests received.

In the course of the financial year, certain Member States reversed their former decisions and decided to pay in U. S. dollars a portion of the amounts allocated to them for payment in non-U. S. currencies. The total amounts in French francs, Netherlands guilders and Swiss francs finally taken up by Member States were as follows:

The equivalent in French francs of.....	\$ 643,531.35	by 12 Member States
The equivalent in Netherlands guilders of.....	483,406.00	by 14 Member States
The equivalent in Swiss francs of.....	1,863,414.00	by 11 Member States
	<hr/>	
	<u>\$2,990,351.35</u>	

ASSETS OF THE LEAGUE OF NATIONS

Assets acquired by transfer from the League of Nations, which appeared in the accounts for 1947 as a single item of \$12,122,075.60, are shown in the balance sheet at 31 December 1948 under the following classifications:

Deferred charge—unamortized balance of other than permanent capital assets acquired from the League of Nations.....	\$ 533,768.00
Capital assets—Secretariat building and assembly hall, library building and villas, Geneva.....	11,054,540.39
	<hr/>
	\$11,588,308.39
	<hr/> <hr/>

Of this total, \$1,312,546.39 covers assets acquired by gift in respect of which the equivalent amount is included *per contra* in the Donated Funds, while \$10,275,762.00 represents assets for which unliquidated credits are carried in favour of Member States (Schedule D). The reduction of \$533,767.21 on this account, which reflects the total reduction in these assets, corresponds to the amount charged off against the Supplementary Appropriation for 1948, in order to provide for the first instalment due to Members in connexion with the liquidation of the credits, under the terms of Resolution 250 of the General Assembly, adopted on 11 December 1948 (schedule B).

As further provided in this resolution, the amount of \$533,768, carried as a deferred charge, will be covered in the appropriations for the year 1950, and the balance, representing the value of land and buildings, in fifteen annual instalments commencing in 1951.

As regards the allocation of credits among Members, thirty-one out of the thirty-two Members designated by the League of Nations as entitled to credits signified their willingness to surrender *pro rata* shares in order to make shares available to nine additional Members, and the credits have been adjusted accordingly.

PERMANENT HEADQUARTERS SITE

The Loan Agreement entered into between the United States of America and the United Nations was signed on 23 March 1948. It provided for an interest-free loan of \$65,000,000 to the United Nations, to be expended for the construction and furnishing of the Permanent Headquarters in the City of New York, including the necessary architectural and engineering work, landscaping, underground construction and other appropriate improvements to land and approaches and for other related purposes and expenses incidental thereto. The Agreement also provided for the manner of repayment of the loan to the United States of the principal amounts advanced.

Public Law 903 of the 80th Congress, approved by the President of the United States on 11 August 1948, contained an authorization by Congress for funds to be appropriated in an amount not to exceed \$65,000,000 for the construction of the Permanent Headquarters of the United Nations and, pending the actual appropriation of the funds, authorized the Reconstruction Finance Corporation to make advances not to exceed in the aggregate \$25,000,000, to carry out the provisions of the Loan Agreement; it also provided that no interest was to be paid on these advances.

On 23 September 1948, an initial advance of \$2,694,819.39 was made to the United Nations by the United States State Department. No other advance was requested in 1948.

The several accounts relating to operations in connexion with the Headquarters site as at 31 December 1948, are included in the balance sheet under the appropriate captions. Under capital assets, the site value has been shown at \$9,600,000, covering the land purchased with the gift of Mr. John D. Rockefeller, Jr., and the land handed over by the City of New York; the valuation as shown is based on the assessment determined by the Department of Taxation of the City of New York, covering the consolidation of all parcels of land in the site as Block 1354, Lot 1, and excluding a strip of land in Marginal Street, which the City has agreed to convey to the United Nations, but has not as yet transferred.

Preliminary expenditures are shown at \$3,455,615.61, and are detailed in schedule C.

WORKING CAPITAL FUND

In the statement of assets and liabilities, the Working Capital Fund appears as a separate section in recognition of the fact that advances to this Fund are of a fundamentally different nature from contributions to the annual budget, and remain the property of Member States. The Fund is used, in accordance with the directions of the General Assembly, for making advances for specified purposes, with the provision for reimbursement in due course.

The status of the Fund at 31 December 1948 is summarized as follows:

Principal of Fund.....	\$20,000,000.00
Advances outstanding.....	5,962,086.20
	<hr/>
Balance on hand.....	\$14,037,913.80
	<hr/> <hr/>

This balance was represented by:

Cash.....	\$ 1,929,666.43
Short-term investments.....	12,108,247.37
	<hr/>
	\$14,037,913.80
	<hr/> <hr/>

The advances outstanding are classified as follows:

Advances for relief for Palestine refugees.....	\$ 972,118.39
Advances for specialized agencies.....	1,379,164.06
Advances for staff housing, etc.....	412,495.00
Other self-liquidating purchases and activities.....	226,037.77
Advances to the General Account.....	2,961,023.21
Advances to purchase furniture and household goods by staff members....	11,247.77
	<hr/>
	\$ 5,962,086.20
	<hr/> <hr/>

The advances to the specialized agencies, totalling \$1,379,164.06, comprise advances to the World Health Organization, \$1,300,000, and to the Interim Commission of the International Trade Organization, \$79,164.06.

The principal item outstanding under the advances authorized for staff housing is the deposit of \$400,000 in connexion with the Parkway Village housing project.

The usage of the Fund for making advances in the course of the financial year is illustrated by the following table, showing the advances outstanding at interim dates during 1948:

	For budgetary expenditures	Unforeseen and extraordinary expenditures	Loans to specialized agencies	Other	Total
1 January.....	\$ 327,985	\$1,785,998	\$1,876,475	\$ 600,268	\$4,590,726
31 January.....	860,182	19,009	2,228,693	2,517,538	5,625,422
31 March.....	4,351,543	21,838	2,268,753	2,623,161	9,265,295
30 June.....	3,760,290	337,642	2,845,292	2,948,385	9,891,609
30 September.....	—	1,691,184 ¹	3,357,192	3,516,570	8,564,946
31 December.....	—	972,118 ²	1,379,164	3,610,804	5,962,086

¹ Cleared against budget appropriations.

² Relief for Palestine refugees.

TRUST FUNDS AND SPECIAL ACCOUNTS

The assets of the various trust funds and special accounts held by the Organization are summarized in the following table:

	Cash and receivables (less liabilities)	Investments (including gold)	Total of fund
Pension Fund.....	\$146,568.11	\$ 3,469,539.95	\$ 3,616,108.06
Staff Provident Fund.....	6,297.58	731,249.50	737,547.08
Library Endowment Fund.....	23,478.71	539,415.40	562,894.11
International Press House Fund.....	226.63	25,340.12	25,566.75
International Children's Emergency Fund.	471,780.37	22,521,828.80	22,993,609.17
United Nations Relief and Rehabilitation Administration.....	227,062.72	—	227,062.72
	<hr/>	<hr/>	<hr/>
	\$875,414.12	\$27,287,373.77	\$28,162,787.89
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Cash and receivables are represented by cash at banks, \$983,074.10, and amounts currently accrued due from the General Account, \$59,204.54, less liabilities amounting to \$166,864.52.

Pension Fund (schedule J). Credits in the Pension Fund are established on the basis of deductions from participating staff members' salaries at the rate of 7 per cent, with a contribution by the Organization at the rate of 14 per cent, both effective from the date when the staff member is admitted to the Fund. In addition, where such a staff member has previously been a member of the Staff Provident Fund, the balance to his credit in that Fund is transferred to the Pension Fund, plus a further contribution by the Organization equivalent to 75 per cent of that balance.

Administration of the Fund is carried out in accordance with the regulations approved by the General Assembly, and withdrawals from the Fund are made under authority of the Staff Benefit Committee.

Staff Provident Fund (schedule K). The Staff Provident Fund represents the accumulated contributions by staff members of 6 per cent of their salaries, together with an equivalent contribution by the United Nations, and is held in trust for the staff members. The admission of new members to the Staff Provident Fund ceased on 27 January 1947, when the Pension Scheme regulations became effective.

Library Endowment Fund (schedule L). This Fund was transferred to the United Nations by the League of Nations and is administered in accordance with specific rules to ensure its use for the original purpose for which it was established; that is, the maintenance of a library in the Palais des Nations. The income of the Fund only may be used for this purpose, subject to the budgetary provision, while the capital should remain intact apart from adjustments which may arise as a result of changes in investments, etc.

At 31 December 1948, the capital of the Fund was \$541,745.02, while accumulated income amounted to \$21,149.09.

International Press House Fund (schedule M). This Fund, established by voluntary contributions to provide an International Press House near the Palais des Nations in Geneva, was transferred from the League of Nations, subject to the original terms of its establishment. It is accordingly held as an interim custodianship pending clarification as to the bodies legally competent to dispose of the Fund.

International Children's Emergency Fund. The funds held in trust on account of the International Children's Emergency Fund, which total \$22,993,609.17, including short-term investments in United States Government securities, at a cost price of \$22,521,828.80, represent monies received as contributions which have not been requisitioned by the Fund for its operational purposes.

United Nations Relief and Rehabilitation Administration. The General Assembly, under resolution 241 (III), adopted on 18 November 1948, approved the Agreement entered into between the United Nations and the United Nations Relief and Rehabilitation Administration for the handling of certain residual functions of that Organization. This Agreement covered the transfer of the residual accounting functions on the termination of liquidation, the assignment of certain claims for collection for the account of the International Children's Emergency Fund, and also the transfer of the undermentioned projects as from 28 September 1948:

- (i) The completion and publication of the history of UNRRA, and
- (ii) The processing of the UNRRA records for archival purposes and their maintenance as public records.

The funds held under this heading represent the unexpended monies transferred by UNRRA to United Nations to cover administrative costs, including termination emoluments, etc., of staff engaged on these projects (schedule N).

Darling Foundation and Leon Bernard Fund. These Funds, which appeared in the accounts for 1947, were transferred to the World Health Organization in September 1948, in accordance with the terms of the protocol.

In conclusion, attention is invited to the fact that the financial statements presented herewith do not include the accounts of the International Children's Emergency Fund. Under the provisions of resolution 57 (I), passed by the General Assembly on 11 December 1946, these accounts will be submitted together with the report of the Board of Auditors required by paragraph 6 of the resolution, as a separate document to the General Assembly. Further, the statements do not include the accounts of the operations of the project for the Relief of Palestine Refugees. These accounts are to be presented to the General Assembly with the report on this activity, in accordance with resolution 212 (III), adopted on 19 November 1948.

(signed) Trygve LIE
Secretary-General
6 April 1949

ACCOUNTS FOR THE FINANCIAL YEAR ENDED 31 DECEMBER 1948

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Appropriation
section

Purpose of appropriation

Part I. Sessions of the General Assembly, the Councils, Commissions and Committees

1. The General Assembly and commissions and committees thereof.....
2. The Security Council and commissions and committees thereof.....
3. The Economic and Social Council and commissions and committees thereof.....
4. The Trusteeship Council and commissions and committees thereof.....

TOTAL, Part I.....

Part II. Special conferences, investigations and inquiries

5. Special conferences.....
6. Investigations and inquiries.....

TOTAL, Part II.....

Part III. The Secretariat

7. Executive Office of the Secretary-General.....
8. Department of Security Council Affairs.....
9. Military Staff Committee secretariat.....
10. Department of Economic Affairs.....
11. Department of Social Affairs.....
12. Department for Trusteeship and Information from Non-Self-Governing Territories.....
13. Department of Public Information.....
14. Department of Legal Affairs.....
15. Conference and General Services.....
16. Administrative and Financial Services.....
17. Geneva Office.....
18. Information and correspondent centres.....
19. Overseas recruitment programme.....
20. Hospitality.....
21. Common staff costs.....

TOTAL, Part III.....

Part IV. Common services

22. Telephone and postage.....
23. Rental and maintenance of premises.....
24. Stationery, office supplies, rental and maintenance of office equipment.....
25. Internal reproduction and printing.....
26. Maintenance and operation of transport.....
27. Miscellaneous supplies and contractual services.....

TOTAL, Part IV.....

Part V. Capital expenses

28. Office furniture, fixtures and equipment.....
29. Motion picture, photographic, radio, recording and translation equipment.....
30. Library books and equipment.....
31. Purchase of motor vehicles.....
32. Miscellaneous capital equipment.....

TOTAL, Part V.....

Part VI. Economic commissions, administration of the Free Territory of Trieste, and advisory social welfare functions

33. Economic Commissions for Europe, for Asia and the Far East, and for Latin America.....
34. Administration of the Free Territory of Trieste².....
35. Advisory social welfare functions.....

TOTAL, Part VI.....

and unobligated balances of appropriations

Appropriated by the General Assembly ¹	Obligations incurred			Unobligated balance of appropriation
	Liquidated by disbursements	Unliquidated	Total	
\$ 2,655,244.00	\$ 2,061,593.16	\$ 588,307.39	\$ 2,649,900.55	\$ 5,343.45
211,374.00	162,332.26	34,221.62	196,553.88	14,820.12
324,117.00	216,874.67	48,988.08	265,862.75	58,254.25
51,380.00	26,199.18	10,001.80	36,200.98	15,179.02
<u>\$ 3,242,115.00</u>	<u>\$ 2,466,999.27</u>	<u>\$ 681,518.89</u>	<u>\$ 3,148,518.16</u>	<u>\$ 93,596.84</u>
\$ 40,974.00	\$ 33,123.63	\$ 5,092.11	\$ 38,215.74	\$ 2,758.26
5,251,777.00	3,831,388.93	1,307,260.88	5,138,649.81	113,127.19
<u>\$ 5,292,751.00</u>	<u>\$ 3,864,512.56</u>	<u>\$1,312,352.99</u>	<u>\$ 5,176,865.55</u>	<u>\$115,885.45</u>
\$ 338,000.00	\$ 307,919.53	\$ 15,938.68	\$ 323,858.21	\$ 14,141.79
609,867.00	553,390.83	43,161.22	596,552.05	13,314.95
156,830.00	137,230.61	4,881.82	142,112.43	14,717.57
1,580,199.00	1,433,201.57	109,794.90	1,542,996.47	37,202.53
1,050,515.00	944,499.75	64,527.67	1,009,027.42	41,487.58
649,262.00	590,498.88	47,315.95	637,814.83	11,447.17
3,258,952.00	2,689,562.89	532,346.12	3,221,909.01	37,042.99
397,070.00	333,850.36	30,537.67	364,388.03	32,681.97
6,596,320.00	6,285,521.55	310,797.63	6,596,319.18	.82
1,738,757.00	1,663,607.09	75,149.05	1,738,756.14	.86
1,467,900.00	1,453,588.64	9,620.97	1,463,209.61	4,690.39
348,758.00	297,098.51	25,122.59	322,221.10	26,536.90
37,736.00	19,454.03	5,333.69	24,787.72	12,948.28
20,000.00	16,901.71	932.08	17,833.79	2,166.21
4,941,480.00	4,396,487.50	450,719.58	4,847,207.08	94,272.92
<u>\$23,191,646.00</u>	<u>\$21,122,813.45</u>	<u>\$1,726,179.62</u>	<u>\$22,848,993.07</u>	<u>\$342,652.93</u>
\$ 409,487.00	\$ 345,746.97	\$ 43,561.71	\$ 389,308.68	\$ 20,178.32
998,900.00	895,716.80	81,146.68	976,863.48	22,036.52
216,318.00	177,963.05	19,548.02	197,511.07	18,806.93
350,800.00	333,689.78	6,392.24	340,082.02	10,717.98
50,400.00	41,528.94	4,742.28	46,271.22	4,128.78
529,518.00	391,368.65	118,160.45	509,529.10	19,988.90
<u>\$ 2,555,423.00</u>	<u>\$ 2,186,014.19</u>	<u>\$ 273,551.38</u>	<u>\$ 2,459,565.57</u>	<u>\$ 95,857.43</u>
\$ 216,400.00	\$ 197,375.10	\$ 15,411.38	\$ 212,786.48	\$ 3,613.52
99,500.00	62,645.66	25,269.22	87,914.88	11,585.12
129,000.00	103,815.84	16,432.52	120,248.36	8,751.64
82,000.00	71,984.97	4,676.75	76,661.72	5,338.28
153,175.00	108,240.24	23,993.95	132,234.19	20,940.81
<u>\$ 680,075.00</u>	<u>\$ 544,061.81</u>	<u>\$ 85,783.82</u>	<u>\$ 629,845.63</u>	<u>\$ 50,229.37</u>
\$ 1,698,620.00	\$ 1,479,535.64	\$ 154,810.62	\$ 1,634,346.26	\$ 64,273.74
695,686.00	492,156.28	100,966.19	593,122.47	102,563.53
<u>\$ 2,394,306.00</u>	<u>\$ 1,971,691.92</u>	<u>\$ 255,776.81</u>	<u>\$ 2,227,468.73</u>	<u>\$166,837.27</u>

Appropriation
section

Purpose of appropriation

Part VII. The International Court of Justice

36. Salaries and expenses of members of the Court.....
37. Salaries, wages and expenses of the Registry.....
38. Common services of the Court.....
39. Capital expenses of the Court.....

TOTAL, *Part VII*.....*Special*

40. Transfer of League of Nations assets: liquidating of Members' credit.....
41. Repayment to the Working Capital Fund of advances made to finance expenses of the International Conference on Trade and Employment and its preparatory bodies.....

TOTAL, *Special*.....TOTAL, *Parts I-VII and Special*..

¹ Appropriations by the General Assembly under Part A of resolution no. 166 (II) adopted on 20 November 1947, revised under resolution no. 251 (III) adopted on 11 December 1948 and subsequently modified by transfers between appropriation sections totalling \$42,237.00 made with the prior concurrence of the Advisory Committee on Administrative and Budgetary Questions.

² An appropriation of \$150,000.00, under this heading, in the main appropriations, was cancelled by the resolution adopting the supplementary appropriations.

Certified correct (*signed*) H. C. ELVINS
Comptroller

A U D I T

The above accounts have been examined in accordance with our directions. We have obtained all the information accounts are correct, subject to the observations in our report.

and unobligated balances of appropriations (continued)

Appropriated by the General Assembly ¹	Obligations incurred			Unobligated balance of appropriation
	Liquidated by disbursements	Unliquidated	Total	
\$ 344,943.00	\$ 337,994.66	\$ 2,916.45	\$ 340,911.11	\$ 4,031.89
199,388.00	189,382.18	—	189,382.18	10,005.82
60,604.00	56,226.76	654.96	56,881.72	3,722.28
11,076.00	9,482.83	—	9,482.83	1,593.17
<u>\$ 616,011.00</u>	<u>\$ 593,086.43</u>	<u>\$ 3,571.41</u>	<u>\$ 596,657.84</u>	<u>\$ 19,353.16</u>
\$ 533,767.21	\$ 533,767.21	\$ —	\$ 533,767.21	\$ —
779,642.00	764,686.71	1,162.50	765,849.21	13,792.79
<u>\$ 1,313,409.21</u>	<u>\$ 1,298,453.92</u>	<u>\$ 1,162.50</u>	<u>\$ 1,299,616.42</u>	<u>\$ 13,792.79</u>
<u>\$39,285,736.21</u>	<u>\$34,047,633.55</u>	<u>\$4,339,897.42</u>	<u>\$38,387,530.97</u>	<u>\$898,205.24</u>

Approved (signed) Trygve LIE
Secretary-General

CERTIFICATE

tion and explanations that we have required, and we certify, as the result of the audit, that, in our opinion, the above

(signed) Watson SELLAR, Canada
Antonio ORDOÑEZ CEBALLOS, Colombia
Uno BRUNSKOG, Sweden

**Statement of income and obligations incurred and surplus account
for the year ended 31 December 1948**

Income:

Members' contributions:

Assessed (schedule A).....	\$34,775,775.00		
Assessable in connexion with 1948' supplementary estimates.....	4,522,517.81	\$39,298,292.81	

Miscellaneous income:

Rentals of office accommodation.....	\$ 167,513.66		
Sale of publications.....	148,096.24		
Income from investments.....	100,927.30		
Interest on advances.....	19,567.86		
Sales of furniture and equipment.....	59,905.23		
Instalment received on note receivable for special sale of furniture and equipment in prior year..	38,274.84		
Personnel and other services and supplies provided to specialized agencies.....	52,080.57		
Refunds of prior years' expenditures: travel, \$49,196.85; other, \$51,680.49.....	100,877.34		
Other miscellaneous income.....	75,922.56	763,165.60	\$40,061,458.41

Deduct—Obligations incurred, per statement of 1948 budget appropriations, etc.....			38,387,530.97
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Excess of income over obligations incurred, carried to Surplus Account.....			<u>\$ 1,673,927.44</u>
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Surplus Account

Balance as at 1 January 1948.....			\$ 851,725.81
Add—Savings effected, during 1948, in liquidating:			
1946 obligations.....	\$ 144,057.77		
1947 obligations.....	284,958.04	\$ 429,015.81	
Excess of income over obligations incurred, as above.....		1,673,927.44	2,102,943.25
Balance as at 31 December 1948.....			<u>\$ 2,954,669.06</u>

Certified correct
(signed) H. C. ELVINS
Comptroller

Approved
(signed) Trygve LIE
Secretary-General

AUDIT CERTIFICATE

The above accounts have been examined in accordance with our directions. We have obtained all the information and explanations that we have required, and we certify, as the result of the audit, that, in our opinion, the above accounts are correct, subject to the observations in our report.

(signed) Watson SELLAR, *Canada*
Antonio ORDOÑEZ CEBALLOS, *Colombia*
Uno BRUNSKOG, *Sweden*

ASSETS

General Account

Cash at banks, on hand and in transit.....		\$ 4,847,950.36	
Contributions receivable from Members (schedule A).....		690,791.63	
Contributions assessable against Members in connexion with 1948 supplementary appropriations.....	\$ 4,522,517.81		
Less—Credits made available in connexion with transfer of League of Nations assets (schedule B).....	533,767.21		3,988,750.60
			<hr/>
Accounts receivable, advances, deposits, etc.....			488,764.20
Balance of note receivable in connexion with a conditional sales agreement respecting furniture and equipment, dated 26 September 1947, due in annual instalments terminating on 26 September 1956 (contra).....			306,198.75
Deferred charge—unamortized balance of other than permanent capital assets acquired from League of Nations.....			533,768.00
Capital assets:			
Secretariat Building and Assembly Hall, Library Building and Villas, Geneva.....	\$11,054,540.39		
Land for Permanent Headquarters Site, New York.....	9,600,000.00		
Permanent Headquarters—preliminary expenditures (schedule C)	3,445,615.61		24,100,156.00
			<hr/>

\$34,956,379.54*Working Capital Fund*

Cash at banks.....		\$ 1,929,666.43	
Investments, at cost (schedule E).....		12,108,247.37	
Advances to General Account.....		2,961,023.21	
Loans to Specialized Agencies and Preparatory Commissions (schedule F).....		1,379,164.06	
Advances to United Nations Relief for Palestine Refugees.....		972,118.39	
Rental advances for staff housing.....		412,495.00	
Loans to staff members for purchase of furniture and household goods.....		11,247.77	
Advances for other self-liquidating purchases and activities (schedule G).....		226,037.77	
			<hr/>
			\$20,000,000.00
			<hr/>

Trust Funds and Special Accounts

Cash at banks.....		\$ 983,074.10	
Gold.....		25,340.12	
Investments, at cost (schedule I).....		27,262,033.65	
Due from General Account.....		59,204.54	
			<hr/>

\$28,329,652.41

Certified correct

(signed) H. C. ELVINS
Comptroller

A U D I T

The above statement of assets and liabilities has been examined in accordance with our directions. We have in our opinion, the above statement is correct, subject to the observations in our report.

LIABILITIES

unliquidated obligations:		
Financial year 1948.....	\$ 4,339,897.42	
Financial year 1947.....	173,484.52	\$ 4,513,381.94
	<hr/>	
Advances received from Members and others to cover cost of services.....		66,814.37
Balance held for Relief for Palestine Refugees.....		49,196.10
Due to other Funds:		
Working Capital Fund.....	\$ 2,961,023.21	
Trust funds and special accounts.....	59,204.54	3,020,227.75
	<hr/>	
Inventory credit balances.....		162,763.79
Deferred income from sale of furniture and equipment on instalment basis, under conditional sales agreement (contra).....		306,198.75
Advances received from the Government of the United States under the agreement dated 11 August 1948, respecting the financing of the Permanent Headquarters.....		2,694,819.39
Deferred credits to Members as a result of the transfer of assets from the League of Nations (schedule D).....		10,275,762.00
Donated funds.....		10,912,546.39
Surplus available for adjustment in assessing Members for future budgets, per Statement of Income and Obligations Incurred and Surplus Account.....		2,954,669.06
		<hr/>
		<u>\$34,956,379.54</u>
Principal of fund, representing advances received from Members (schedule H).....		\$20,000,000.00
		<hr/>
		<u>\$20,000,000.00</u>
Commitments outstanding:		
Joint Staff Pension Fund.....	\$ 165,710.93	
Staff Provident Fund.....	1,153.59	\$ 166,864.52
	<hr/>	
Principal and accumulated income of Trust Funds:		
Joint Staff Pension Fund (schedule J).....		3,616,108.06
Staff Provident Fund (schedule K).....		737,547.08
Library Endowment Fund (schedule L).....		562,894.11
International Press House Fund (schedule M).....		25,566.75
Accounts held in special accounts:		
International Children's Emergency Fund.....	\$22,993,609.17	
United Nations Relief and Rehabilitation Administration (schedule N).....	227,062.72	23,220,671.89
	<hr/>	
		<u>\$28,329,652.41</u>

Approved

(signed) Trygve LIE
Secretary-General

CERTIFICATE

We have obtained all the information and explanations that we have required, and we certify, as the result of the audit, that,

(signed) Watson SELLAR, Canada
Antonio ORDOÑEZ CEBALLOS, Colombia
Uno BRUNSKOG, Sweden

Schedules to the statement of assets and liabilities as at 31 December 1948

SCHEDULE A

**Contributions receivable from Members
as at 31 December 1948**

	1948 assessments			Prior years' assessments: balance due	Total: balances due
	Assessments	Collections	Balance due		
Afghanistan.....	\$ 17,349.00	\$ 17,349.00	\$ —	\$ —	\$ —
Argentina.....	641,913.00	641,913.00	—	—	—
Australia.....	683,551.00	683,551.00	—	—	—
Belgium.....	468,423.00	468,423.00	—	—	—
Bolivia.....	27,758.00	27,758.00	—	—	—
Brazil.....	641,913.00	641,913.00	—	—	—
Byelorussian SSR.....	76,336.00	76,336.00	—	—	—
Canada.....	1,110,336.00	1,110,336.00	—	—	—
Chile.....	156,141.00	156,141.00	—	—	—
China.....	2,081,880.00	2,081,880.00	—	—	—
Colombia.....	128,383.00	—	128,383.00	—	128,383.00
Costa Rica.....	13,879.00	—	13,879.00	14,422.00 ¹	28,301.00
Cuba.....	100,624.00	—	100,624.00	—	100,624.00
Czechoslovakia.....	312,282.00	306,871.49	5,410.51	—	5,410.51
Denmark.....	274,114.00	274,114.00	—	—	—
Dominican Republic.....	17,349.00	17,349.00	—	—	—
Ecuador.....	17,349.00	17,349.00	—	—	—
Egypt.....	274,114.00	274,114.00	—	—	—
El Salvador.....	17,349.00	17,349.00	—	—	—
Ethiopia.....	27,758.00	10,656.00	17,102.00	—	17,102.00
France.....	2,081,880.00	1,892,562.00	189,318.00	—	189,318.00
Greece.....	58,987.00	58,987.00	—	—	—
Guatemala.....	17,349.00	17,349.00	—	—	—
Haiti.....	13,879.00	13,879.00	—	—	—
Honduras.....	13,879.00	13,879.00	—	—	—
Iceland.....	13,879.00	13,879.00	—	—	—
India and Pakistan.....	1,370,571.00	1,370,571.00	—	—	—
Iran.....	156,141.00	139,733.00	16,408.00	—	16,408.00
Iraq.....	58,987.00	—	58,987.00	—	58,987.00
Lebanon.....	20,819.00	20,819.00	—	—	—
Liberia.....	13,879.00	13,879.00	—	—	—
Luxembourg.....	17,349.00	17,349.00	—	—	—
Mexico.....	218,598.00	218,598.00	—	—	—
Netherlands.....	485,772.00	485,772.00	—	—	—
New Zealand.....	173,490.00	173,490.00	—	—	—
Nicaragua.....	13,879.00	3,605.68	10,273.32	—	10,273.32
Norway.....	173,490.00	173,490.00	—	—	—
Panama.....	17,349.00	17,349.00	—	—	—
Paraguay.....	13,879.00	—	13,879.00	10,984.80 ¹	24,863.80
Peru.....	69,396.00	69,396.00	—	—	—
Philippines.....	100,624.00	100,624.00	—	—	—
Poland.....	329,631.00	329,631.00	—	—	—
Saudi Arabia.....	27,758.00	27,758.00	—	—	—
Siam—1947.....	74,115.00	74,115.00	—	—	—
Siam—1948.....	93,685.00	93,685.00	—	—	—
South Africa.....	388,618.00	388,618.00	—	—	—
Sweden.....	707,839.00	707,839.00	—	—	—
Syria.....	41,638.00	—	41,638.00	—	41,638.00
Turkey.....	315,752.00	315,752.00	—	—	—
Ukrainian SSR.....	291,463.00	291,463.00	—	—	—
USSR.....	2,199,853.00	2,199,853.00	—	—	—
United Kingdom.....	3,983,331.00	3,983,331.00	—	—	—
United States.....	13,841,032.00	13,841,032.00	—	—	—
Uruguay.....	62,456.00	5,476.00	56,980.00	—	56,980.00
Venezuela.....	93,685.00	93,685.00	—	—	—
Yemen—1947.....	3,660.00	3,660.00	—	—	—
Yemen—1948.....	13,879.00	13,879.00	—	—	—
Yugoslavia.....	114,503.00	102,000.00	12,503.00	—	12,503.00
TOTAL.....	\$34,775,775.00	\$34,110,390.17	\$665,384.83	\$25,406.80	\$690,791.63

¹ Details of balances due in respect of prior years' assessments:

	Assessments	Collections	Balances due
Costa Rica 1946.....	\$ 7,692.00	\$ 4,250.00	\$ 3,442.00
1947.....	10,980.00	—	10,980.00
Paraguay 1946.....	7,692.00	7,687.20	4.80
1947.....	10,980.00	—	10,980.00
	<u>\$37,344.00</u>	<u>\$11,937.20</u>	<u>\$25,406.80</u>

SCHEDULE B

**Credits made available to Members
as at 31 December 1948
in connexion with transfer of League of Nations assets**

Afghanistan.....	\$ 385.62
Argentina.....	19,636.59
Australia.....	26,012.63
Belgium.....	14,468.29
Bolivia.....	1,512.07
Canada.....	34,288.55
China.....	21,832.34
Chile.....	5,737.54
Cuba.....	4,857.44
Czechoslovakia.....	21,022.42
Denmark.....	10,026.99
Dominican Republic.....	593.50
Ecuador.....	174.23
Egypt.....	3,455.39
El Salvador.....	561.72
France.....	64,116.70
Greece.....	5,544.31
Guatemala.....	363.18
Haiti.....	954.64
Honduras.....	226.02
India.....	50,973.48
Iran.....	3,091.48
Iraq.....	1,439.37
Luxembourg.....	1,042.87
Mexico.....	3,386.50
Netherlands.....	18,784.97
New Zealand.....	8,566.07
Nicaragua.....	125.87
Norway.....	8,167.73
Panama.....	1,133.12
Peru.....	1,818.91
Poland.....	23,839.30
Siam.....	6,733.23
Sweden.....	19,179.50
Turkey.....	4,804.56
Union of South Africa.....	16,196.69
USSR.....	12,207.95
United Kingdom.....	94,622.14
Uruguay.....	4,034.26
Venezuela.....	2,830.63
Yugoslavia.....	15,018.41
	<hr/>
TOTAL	\$533,767.21
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SCHEDULE C

**Permanent Headquarters
Preliminary expenditures to 31 December 1948**

Search of title to site property.....		\$ 19,090.68
Housing Authority Building (Manhattan Building)		
Instalment paid on purchase price (\$1,494,000.00).....	\$597,600.00	
Alterations.....	55,463.08	653,063.08
	<hr/>	
Architectural and engineering services.....		1,364,539.29
Re-location and rehabilitation of persons resident in buildings located on the site (including \$5,000.00 for special consultant's fee).....		455,000.00
Models, exhibits, photography and motion picture expenses.....		48,694.52
Demolition costs.....		307,195.91
Preliminary excavation costs.....		122,443.14
Advances to the City of New York for plans, designs and shrubbery removals in connexion with reconstruction of Franklin D. Roosevelt Drive.....		128,000.00
Administrative expenses—Headquarters Planning Office		
Salaries and allowances.....	\$269,142.52	
Printing.....	53,014.74	
Public accounting and auditing services.....	1,892.34	
Furniture and equipment.....	7,225.06	
Miscellaneous expenses.....	16,314.33	347,588.99
	<hr/>	
TOTAL		\$3,445,615.61
		<hr/> <hr/>

SCHEDULE D

**Deferred credits to Members
as at 31 December 1948,
as a result of the transfer of assets from the League of Nations**

	Due in 1950 ¹	Due in 15 equal instalments of \$649,466.00 each from 1951 to 1965 ²	Total
Afghanistan.....	\$ 385.00	\$ 7,065.00	\$ 7,450.00
Argentina.....	19,636.00	358,380.00	378,016.00
Australia.....	26,012.00	474,750.00	500,762.00
Belgium.....	14,469.00	264,060.00	278,529.00
Bolivia.....	1,513.00	27,585.00	29,098.00
Canada.....	34,289.00	625,741.00	660,030.00
China.....	21,832.00	398,445.00	420,277.00
Chile.....	5,738.00	104,760.00	110,498.00
Cuba.....	4,858.00	88,635.00	93,493.00
Czechoslovakia.....	21,022.00	383,625.00	404,647.00
Denmark.....	10,027.00	183,060.00	193,087.00
Dominican Republic.....	594.00	10,875.00	11,469.00
Ecuador.....	174.00	3,210.00	3,384.00
Egypt.....	3,456.00	63,045.00	66,501.00
El Salvador.....	562.00	10,245.00	10,807.00
France.....	64,117.00	1,170,136.00	1,234,253.00
Greece.....	5,544.00	101,220.00	106,764.00
Guatemala.....	364.00	6,570.00	6,934.00
Haiti.....	954.00	17,460.00	18,414.00
Honduras.....	226.00	4,170.00	4,396.00
India.....	50,973.00	930,330.00	981,303.00
Iran.....	3,092.00	56,430.00	59,522.00
Iraq.....	1,439.00	26,325.00	27,764.00
Luxembourg.....	1,042.00	19,080.00	20,122.00
Mexico.....	3,386.00	61,845.00	65,231.00
Netherlands.....	18,784.00	342,825.00	361,609.00
New Zealand.....	8,566.00	156,375.00	164,941.00
Nicaragua.....	125.00	2,325.00	2,450.00
Norway.....	8,167.00	149,010.00	157,177.00
Panama.....	1,134.00	20,685.00	21,819.00
Peru.....	1,819.00	33,180.00	34,999.00
Poland.....	23,839.00	435,075.00	458,914.00
Siam.....	6,734.00	122,910.00	129,644.00
Sweden.....	19,180.00	349,981.00	369,161.00
Turkey.....	4,805.00	87,735.00	92,540.00
Union of South Africa.....	16,197.00	295,545.00	311,742.00
USSR.....	12,208.00	222,826.00	235,034.00
United Kingdom.....	94,622.00	1,727,040.00	1,821,662.00
Uruguay.....	4,035.00	73,695.00	77,730.00
Venezuela.....	2,830.00	51,570.00	54,400.00
Yugoslavia.....	15,019.00	274,170.00	289,189.00
TOTALS	\$533,768.00	\$9,741,994.00	\$10,275,762.00

¹ For balance of other than permanent capital assets.

² For permanent capital assets.

SCHEDULE E

**Working Capital Fund Investments
as at 31 December 1948**

United States Treasury Notes, Series A, 1½%, due 1 January 1949.....	\$ 5,046,760.83
United States Treasury Certificates of Indebtedness, Series C, 1½% due 1 March 1949.....	3,022,765.27
United States Treasury Bills, due 13 January 1949.....	997,219.44
United States Treasury Bills, due 27 January 1949.....	1,495,867.08
United States Treasury Bills, due 24 February 1949.....	997,150.00
United States Treasury Bills, due 24 March 1949.....	548,484.75
TOTAL	\$12,108,247.37

SCHEDULE F

**Advances to Specialized Agencies and Preparatory Commissions
for the year ended 31 December 1948**

	Balance 1 January 1948	Advances during year	Repayments during year	Balance 31 December 1948
Interim Commission for the International Trade Organization.....	\$ —	\$ 79,164.06	\$ —	\$ 79,164.06
International Civil Aviation Organization.....	7,075.51	—	7,075.51	—
International Conference on Trade and Employment.....	768,822.46	—	768,822.46	—
International Refugee Organization.....	16,702.51	—	16,702.51	—
World Health Organization.....	1,083,874.10	1,466,125.90	1,250,000.00	1,300,000.00
TOTALS	\$1,876,474.58	\$1,545,289.96	\$2,042,600.48	\$1,379,164.06

SCHEDULE G

**Advances for other self-liquidating purchases and activities
as at 31 December 1948**

	Balance 1 January 1948	Advances during year	Repayments during year	Balance 31 December 1948
Expenses of the Palestine Investigating Committee.....	\$ 3,266.53	\$ 2,404.57	\$ 2,383.65	\$ 3,287.45
Expenses of delegates in connexion with the Commission of Good Offices on the Indonesian Question.....	334.75	21,182.15	6,453.14	15,063.76
Expenses of delegates in connexion with the Commission of Investigation concerning Greek Frontier.....	14,985.00	2,261.48	3,959.44	13,287.04
Travel of representatives to the General Assembly, the Councils and Commissions	50,942.56	71,542.49	54,340.96	68,144.09
Extra local transportation costs for delegates to the General Assembly.....	53,522.40	6,086.33	56,498.97	3,109.76
Advances to finance travel of staff members loaned to specialized agencies, etc.....	11,370.46	25,464.09	12,879.71	23,954.84
Rentals and cost of improvements to accommodations occupied by member delegations and specialized agencies in the Empire State Building.....	42,858.96	274,293.64	305,819.03	11,333.57
Advances to finance cafeteria operations..	25,000.00	10,000.00	10,000.00	25,000.00
Purchase of motor vehicles for resale to staff members to assist them in carrying out their duties.....	71,849.98	89,199.56	99,616.41	61,433.13
Miscellaneous self-liquidating purchases...	3,460.01	10,565.21	12,601.09	1,424.13
TOTALS	\$277,590.65	\$512,999.52	\$564,552.40	\$226,037.77

SCHEDULE H

**Advances received from Members for the Working Capital Fund
as at 31 December 1948**

Afghanistan	\$ 10,000.00
Argentina	370,000.00
Australia	394,000.00
Belgium	270,000.00
Bolivia	16,000.00
Brazil	370,000.00
Byelorussian SSR	44,000.00
Canada	640,000.00
Chile	90,000.00
China	1,200,000.00
Columbia	74,000.00
Costa Rica	8,000.00
Cuba	58,000.00
Czechoslovakia	180,000.00
Denmark	158,000.00
Dominican Republic	10,000.00
Ecuador	10,000.00
Egypt	158,000.00
El Salvador	10,000.00
Ethiopia	16,000.00
France	1,200,000.00
Greece	34,000.00
Guatemala	10,000.00
Haiti	8,000.00
Honduras	8,000.00
Iceland	8,000.00
India	790,000.00
Iran	90,000.00
Iraq	34,000.00
Lebanon	12,000.00
Liberia	8,000.00
Luxembourg	10,000.00
Mexico	126,000.00
Netherlands	280,000.00
New Zealand	100,000.00
Nicaragua	8,000.00
Norway	100,000.00
Panama	10,000.00
Paraguay	8,000.00
Peru	40,000.00
Philippines	58,000.00
Poland	190,000.00
Saudi Arabia	16,000.00
Siam	54,000.00
South Africa	224,000.00
Sweden	408,000.00
Syria	24,000.00
Turkey	182,000.00
Ukrainian SSR	168,000.00
USSR	1,268,000.00
United Kingdom	2,296,000.00
United States	7,978,000.00
Uruguay	36,000.00
Venezuela	54,000.00
Yemen	8,000.00
Yugoslavia	66,000.00
	<hr/>
TOTAL	\$20,000,000.00
	<hr/>

**Trust Funds and Special Accounts investments
as at 31 December 1948**

Joint Staff Pension Fund:

United States Savings Bonds, Registered Series F, dated 1 November 1946, due 1 November 1958 (final redemption value, \$135,125.00).....	\$ 99,992.50	
United States Savings Bonds, Registered Series F, dated 1 January 1947, due 1 January 1959 (final redemption value, \$135,125.00)	99,992.50	
United States Savings Bonds, Registered Series F, dated 1 April 1948, due 1 April 1960 (final redemption value \$135,125.00) ..	99,992.50	
United States Savings Bonds, Registered Series F, dated 1 July 1948, due 1 July 1960 (final redemption value \$1,216,225)...	900,006.50	
United States Treasury Bonds, 2¼%, due 15 June 1962.....	201,187.50	
United States Treasury Bonds, 2½%, due 15 June 1967.....	204,687.50	
United States Treasury Bonds, 2½%, due 15 December 1968...	203,750.00	
United States Treasury Bonds, 2½%, due 15 March 1970.....	202,750.00	
United States Treasury Bonds, 2½%, due 15 June 1972.....	201,656.25	
Chicago Union Station Company, First Mortgage Guaranteed, Series F, 3½%, due 1 July 1963.....	62,146.88	
Quaker Oats Company Debenture, 2½%, due 1 July 1964.....	60,334.41	
Texas Corporation Debenture, 3%, due 15 May 1965.....	63,225.00	
National Steel Corporation, First Collateral Mortgage, 3%, due 1 April 1965.....	62,855.42	
Southern California Edison Company, Ltd., First and Refunding Mortgage, 3%, due 1 September 1965.....	62,100.00	
Atlantic Refining Company, Debenture, 2½%, due 15 January 1966.....	59,919.48	
Monongahela Railway Company, Guaranteed First Mortgage, Series B, 3¼%, due 1 February 1966.....	41,503.40	
Standard Oil Company of California, Debenture, 2¾%, due 1 August 1966.....	61,649.62	
Philadelphia Electric Company, First and Refunding Mortgage, 2¾%, due 1 November 1967.....	60,150.00	
Consolidated Natural Gas Company, Debenture 2¾%, due 1 April 1968.....	61,200.00	
Public Service Electric and Gas Company, First and Refunding Mortgage, 3¼%, due 1 July 1968.....	11,863.67	
Ohio Power Company, First Mortgage, 3¼%, due 1 October 1968	63,424.54	
Cleveland Electric Illuminating Company, First Mortgage, 3%, due 1 July 1970.....	62,750.34	
Detroit Edison Company, Guaranteed and Refunding Mortgage, Series H, 3%, due 1 December 1970.....	60,900.00	
Boston Edison Company, First Mortgage, Series A, 2¾%, due 1 December 1970.....	59,750.00	
Standard Oil Company of New Jersey, Debenture, 2¾%, due 5 May 1971.....	76,534.93	
Consolidated Edison Company of New York, First and Refunding Mortgage, Series C, 2¾%, due 1 June 1972.....	69,641.24	
Pacific Gas and Electric Company, First and Refunding Mortgage, 3%, Series L, due 1 June 1974.....	60,755.00	
Consumers Power Company, First Mortgage, 2⅞%, due 1 September 1975.....	60,547.71	
American Telephone and Telegraph Company, Debenture, 2¾%, due 1 October 1975.....	75,367.64	
Buffalo Niagara Electric Company, First Mortgage, 2¾%, due 1 November 1975.....	58,905.42	\$ 3,469,539.95

Staff Provident Fund:

United States Savings Bonds, Registered Series F, dated 1 December 1947, due 1 December 1959 (final redemption value \$135,125.00).....	\$ 99,992.50	
United States Savings Bonds, Registered Series F, dated 1 April 1948, due 1 April 1960 (final redemption value \$135,125.00) ..	99,992.50	
United States Savings Bonds, Registered Series F, dated 1 July 1948, due 1 July 1960 (final redemption value \$717,925.00)...	531,264.50	731,249.50

Trust Funds and Special Accounts Investments as at 31 December 1948 (continued)

Library Endowment Fund:

German External Loan, 1924, 7%	\$	1.00	
Greek Government Loan, 1964, 7%		4,200.00	
Government of Denmark, 1925-1955, 5½%		10,225.00	
Commonwealth of Australia, 1962, 3⅞%		13,974.63	
Government of Sweden Bonds, 1939 (J and D), 2¾%		47,185.39	
Government of Sweden Bonds, 1942 (F and A), 3½%		28,556.28	
Government of Sweden Bonds, 1943 (M and S), 3½%		28,587.70	
Government of Sweden Bonds, 1944, 3½%		28,835.56	
United States Treasury Bonds, 1967-1972 (J and D), 2½%		40,598.59	
United States Treasury Bonds, 1962 (J and D), 2¼%		17,361.25	
United States Savings Bonds, Registered Series G, due 1 June 1960, 2½%		100,000.00	
United States Savings Bonds, Registered Series G, due 1 June 1960, 2½%		200,000.00	
Bank of Canton of Berne, 1949, 2¾%		4,680.00	
Swiss Federal Loan, 1942-1949, 2½%		15,210.00	\$ 539,415.40

International Children's Emergency Fund:

United States Treasury Certificates of Indebtedness, Series A, 1⅞%, due 1 January 1949	\$2,017,300.20	
United States Treasury Certificates of Indebtedness, Series B, 1⅞%, due 1 February 1949	2,016,195.26	
United States Treasury Certificates of Indebtedness, Series C, 1⅞%, due 1 March 1949	2,014,546.68	
United States Treasury Certificates of Indebtedness, Series E, 1⅞%, due 1 June 1949	1,005,106.66	
United States Treasury Notes, Series due 1 January 1949	1,009,578.64	
United States Treasury Bills, due 13 January 1949	7,977,755.56	
United States Treasury Bills, due 17 February 1949	1,994,258.00	
United States Treasury Bills, due 24 February 1949	3,489,990.00	
United States Treasury Bills, due 17 March 1949	997,098.00	22,521,828.80

TOTAL

\$27,262,033.65

As at 31 December 1948, the market value of the above-listed investments was \$27,308,000.

SCHEDULE J

Joint Staff Pension Fund

SUMMARY OF TRANSACTIONS FOR THE YEAR ENDED 31 DECEMBER 1948

Principal of Fund as at 1 January 1948.....			\$1,339,376.28
Add—Contributions received during year:			
Staff participants.....	\$ 580,129.45		
United Nations.....	1,405,903.19	\$1,986,032.64	
		<hr/>	
Transfers from Staff Provident Fund:			
Staff members' contributions.....	\$ 166,408.23		
United Nations' contributions.....	166,408.23	332,816.46	
		<hr/>	
Interest on investments during year (including interest on investments held for Staff Provident Fund).....		24,906.94	2,343,756.04
		<hr/>	3,683,132.32
Deduct—Pension payments.....	\$ 1,136.32		
Refunds of contributions.....	65,887.94		67,024.26
		<hr/>	<hr/>
Principal of Fund as at 31 December 1948.....			<u>\$3,616,108.06</u>
Principal represented by:			
Cash at bank.....	\$ 284,396.78		
Investments at cost (schedule I).....	3,469,539.95		
Due from General Account.....	27,981.32	\$3,781,918.05	
		<hr/>	
Deduct:			
Commitments for investments in transit.....	\$ 165,319.78		
Held in trust pending committee decision.....	391.15		
Due to Staff Provident Fund.....	99.06	165,809.99	
		<hr/>	<hr/>
			<u>\$3,616,108.06</u>

SCHEDULE K

Staff Provident Fund

SUMMARY OF TRANSACTIONS FOR THE YEAR ENDED 31 DECEMBER 1948

Principal of Fund as at 1 January 1948.....			\$ 843,893.67
Add—Contributions received during year:			
Staff members.....		\$203,750.14	
United Nations.....		203,750.14	407,500.28
		<hr/>	<hr/>
			\$1,251,393.95
Deduct—Payments to staff members on separation during year.....		\$181,030.41	
Transfers to Joint Staff Pension Fund:			
Staff members' contributions.....	\$166,408.23		
United Nations' contributions.....	166,408.23	332,816.46	513,846.87
		<hr/>	<hr/>
Principal of Fund as at 31 December 1948.....			<u>\$ 737,547.08</u>
Principal represented by:			
Investments at cost (schedule I).....		\$731,249.50	
Due from General Account.....		7,352.11	
Due from Joint Staff Pension Fund.....		99.06	\$ 738,700.67
		<hr/>	<hr/>
Deduct—Held in trust-Unclaimed contributions...			1,153.59
			<hr/>
			<u>\$ 737,547.08</u>

SCHEDULE L

Library Endowment Fund

SUMMARY OF TRANSACTIONS FOR THE YEAR ENDED 31 DECEMBER 1948

Principal:	
Balance as at 1 January 1948.....	\$542,141.94
Deduct—Loss on realization or redemption of investments.....	396.92
Balance as at 31 December 1948.....	\$541,745.02
Accumulated income:	
Balance as at 1 January 1948.....	\$ 12,974.32
Add—Net interest received on investments during the year.....	8,174.77
Balance as at 31 December 1948.....	21,149.09
Principal and accumulated income of Fund as at 31 December 1948.....	\$562,894.11
Principal and accumulated income represented by:	
Cash at banks.....	\$ 23,473.34
Investments at cost (schedule I).....	539,415.40
Due from other Funds.....	5.37
	\$562,894.11

SCHEDULE M

International Press House Fund

SUMMARY OF TRANSACTIONS FOR THE YEAR ENDED 31 DECEMBER 1948

Principal of Fund as at 1 January 1948.....	\$ 25,614.18
Deduct—Safe custody charges.....	47.63
Principal of Fund as at 31 December 1948.....	\$ 25,566.75
Principal represented by:	
Cash at bank.....	\$ 226.63
Gold, 726.804 fine ounces.....	25,340.12
	\$ 25,566.75

SCHEDULE N

United Nations Relief and Rehabilitation Administration

SUMMARY OF TRANSACTIONS FOR THE PERIOD ENDED 31 DECEMBER 1948

Archives and records:	
Receipts.....	\$144,383.44
Deduct—Expenditures.....	24,697.15
Balance as at 31 December 1948.....	\$119,686.29
History project:	
Receipts.....	\$111,588.11
Deduct—Expenditures.....	16,629.24
Balance as at 31 December 1948.....	94,958.87
Rental and maintenance of premises:	
Receipts.....	\$ 14,916.55
Deduct—Expenditures.....	2,563.52
Balance as at 31 December 1948.....	12,353.03
Miscellaneous income—salvage sales.....	64.53
Amount held in Special Account as at 31 December 1948.....	\$227,062.72

Annex A

STATEMENT OF PAYMENTS TO EXPERTS AND CONSULTANTS DURING 1948

	Purpose of employment	Amount paid in 1948
<i>Department of Security Council Affairs</i>		
Frase, R. W.	Political, social and scientific bibliography of atomic energy.	\$ 263
Goldsmith, H. H.	Political, social and scientific bibliography of atomic energy.	1,000
Light, I.	Political, social and scientific bibliography of atomic energy.	700
Lipetz, Ben-Ami	Political, social and scientific bibliography of atomic energy.	129
Luntz, J. D.	Political, social and scientific bibliography of atomic energy.	300
Schram, S. R.	Political, social and scientific bibliography of atomic energy.	1,180
Silverman, J.	Political, social and scientific bibliography of atomic energy.	234
		\$ 3,806
<i>Department of Economic Affairs</i>		
Azkoul, K.	Preparatory Committee on U.N. Scientific Conference on Conservation and Utilization of Resources (UNSCCURE)...	\$ 70
Brady, Dorothy	Advisory Committee on Cost of Living Index.....	145
Camejo, D.	Preparatory Committee on UNSCCUR.....	90
Coppock, J.	Preparatory Committee on UNSCCUR.....	160
Diska, S. L.	Editing economic publications for consistency and uniformity of presentation.....	207
Ekwall, A.	Preparatory Committee on UNSCCUR.....	80
Goldschmidt, A. E.	Preparatory Committee on UNSCCUR.....	228
Goodrich, C.	Preparatory Committee on UNSCCUR.....	2,360
Henson, E. R.	Policy and technique on providing expert assistance in economic development.....	5,148
Kolesnikoff, A. S.	Listing commodities for international trade with Dominion Bureau of Statistics.....	207
Latham, E.	Survey of needs for education and training in statistics.....	1,320
Lehmann, K. G.	Preparatory Committee on UNSCCUR.....	240
Mahalanobis, P. C.	Preparatory Committee on UNSCCUR.....	220
Rauschenbush, S.	Preparatory Committee on UNSCCUR.....	1,000
Salas, F.	Preparatory Committee on UNSCCUR.....	70
Sundelson, J.	Public finance survey.....	1,430
Tychanowicz, R. M.	Preparatory Committee on UNSCCUR.....	120
Venneman, H.	Monthly supplement—Bulletin of Statistics.....	150
Woodward, A. N.	Preparatory Committee on UNSCCUR.....	220
		\$ 13,465
<i>Department of Social Affairs</i>		
Brandon, H.	Documentation for the Conference on Freedom of Information.	\$ 4,250
Crane, Jacob	Consultant on international housing.....	50
Dolivet, L.	Report on the meetings of the International Committee on Non-Governmental Organizations.....	1,260
Mirkin-Guetzevitch, B.	Preparation of Human Rights Year Book.....	8,900
Hamberger, E. J.	Preparation of Human Rights Year Book.....	7,410
Hambro, C. J.	Special report on European refugees.....	3,750
Huth, Arno	Documentation for the Conference on Freedom of Information.	500
Notestein, F.	Consultant director.....	4,629
Pindor, K.	Preparation of document on social activities published in Europe.....	2,900
Rothenberg, I.	Documentation for the Conference on Freedom of Information.	2,790
Rodzinowicz, L.	Consultant on social defence.....	2,480
Savage, John M.	Consultant on freedom of information.....	40
Sotiroff, G.	Studies on migration.....	257
Wickwar, W.	Consultant on social administration and methods.....	1,295
Williams, P.	Special report on European refugees.....	1,925
		\$ 42,436
<i>Department of Trusteeship and Information from Non-Self-Governing Territories</i>		
Finkelstein, L. S.	Study of development of Trusteeship System.....	\$ 243

Annex A (continued)

Department of Public Information

Anderson, D.	Study of distribution of Press releases, etc.	\$ 350
Bratland, P.	Survey of distribution of material produced by the Films and Visual Information Division.	400
Kressy, E.	Restyling and type setting on special promotion drive for the U.N. Bulletin.	200
McClarrin, J. K.	Survey of distribution problems.	315
Milam, C. H.	Reviewing library problems.	320
Scanlon, Helen L.	Reference services of library for Paris General Assembly.	65
Sutnar, L.	Restyling and type-setting on special promotion drive for the U.N. Bulletin.	600
Vacquero, E.	Work on Spanish Bulletin.	150
Van Dissel, G. F.	Consultant on panel of radio-engineering experts investigating establishment of U.N. broadcasting facilities.	10,048
Zilliacus, L.	Problems connected with teaching of purposes and aims of U.N. to schools in Member States.	2,360
		<hr/> \$ 14,808 <hr/>

Legal Department

Gross, Leo	Adviser to Secretary of Committee on Development and Codification on International Law.	\$ 1,000
Henkin, Louis	Research expert on legislation affecting United Nations.	400
		<hr/> \$ 1,400 <hr/>

Department of Conference and General Services

Batur, M. F.	Translation services on "How People Work Together"	\$ 184
Bjorklund, S.	Translation services on "How People Work Together"	184
Fromm, P.	Verbatim reporter.	1,400
Homiduddin	Translation services on "How People Work Together"	184
Leme, J.	Translation services on "How People Work Together"	184
Meghani, M. J.	Translation services on "How People Work Together"	184
Ruebsam, Chas.	Printing arrangements.	2,873
Sayegh, F. A.	Translation services on "How People Work Together"	184
		<hr/> \$ 5,377 <hr/>

Department of Administrative and Financial Services

Buck, G. B.	Actuarial consultant for Staff Pension Scheme.	\$ 2,979
Byrnes & Baker	Auditing contractors' charges.	5,221
Camu, L.	Development of international facilities for promotion of science of administration and training of candidates.	1,500
Fiduciary Trust	Custodian fee for Provident and Pension Funds.	2,094
de Haan, Hugo	Training and staff activities consultant.	225
Lasser, J. K.	Management survey.	6,780
Sette, Francis	Management survey.	1,050
Schoell, F. L.	Management survey.	450
Signer, A.	Medical doctor for the staff.	180
Wang, Chi Chen	Consultant on Chinese Advisory Board.	35
Wyss, Hans	Actuarial consultant for Staff Pension Scheme.	500
		<hr/> \$ 21,014 <hr/>

Headquarters Planning Office

Abramovitz, M.	Deputy Director of Planning.	\$ 10,000
Bolt, R. H.	Acoustical engineering.	5,000
Clarke, G. D.	Associate architect.	10,000
Clarke, Rapuano and Holleran	Technical architects and associates.	13,216
Dawson, J.	Construction consultant.	13,667
Edwards & Hjorth	Technical architects and associates.	96,008
Feder, A.	Lighting.	4,928
Harrison, W. K.	Director of Planning.	19,500
Harrison and Abramovitz	Technical architects and associates.	326,097
Knudsen, V. O.	Acoustical consultant.	2,500

Annex A (continued)

Headquarters Planning Office (continued)

Madigan-Hyland	Technical architects and associates.....	\$ 174,950
Moram, Proctor, Freeman and Meuser	Technical architects and associates.....	66,937
Morrissey, G.	Insurance consultant.....	800
Nowicki, M.	Architectural adviser.....	330
Schlanger and Hoffberg	Sight lines and seating problems.....	880
Seif, J.	Legal adviser.....	6,570
Skidmore, L.	Associate architect.....	10,000
Skidmore, Owings and Merrill	Technical architects and associates.....	13,148
Soilleux, G. A.	Architectural adviser.....	870
Syska and Hennessy	Technical architects and associates.....	265,617
Voorhees, Walker, Foley and Smith	Technical architects and associates.....	17,971
Zunser, J.	Construction consultant.....	2,350
		<hr/>
		\$1,061,339

United Nations Appeal for Children

Boscome, R. W.	Special adviser on publicity and promotion.....	\$ 945
Bowles, Chester	Consultant to the Secretary-General.....	1,525
Fliegers, Serge	Secretary to Special Committee of the Economic and Social Council.....	80
Hertzberg, Sydney	Liaison work in connexion with promotion of United States campaign.....	280
Simon, M.	Special assistant to the Director on legal and political matters.	7,875
		<hr/>
		\$ 10,705

Economic Commission for Latin America

Carlson, R. E.	FAO/ECLA working party.....	\$ 5,025
Garzia, J. A.	Study of Latin-American countries.....	1,050
Hoerning, C.	Preparation of questionnaires and technical assistance.....	617
Oela, J.	FAO/ECLA working party.....	2,475
Tenham, O.	FAO/ECLA working party.....	2,475
		<hr/>
		\$ 11,642

Economic Commission for Asia and the Far East

Abarquez, R.	Heavy engineering.....	\$ 717
Ahmen, Y.	Heavy engineering.....	547
Alicante, M. M.	Industrial development working party.....	1,320
Brittingham, G. J.	Basic materials.....	858
Burgess, A. J.	Basic materials.....	617
Carter, E.	Industrial training.....	3,338
Belshaw, Dr. H.	Agriculture and trade promotion.....	3,761
Chang, P. K.	Fuel and power.....	1,875
Chi, C. T.	Finance.....	500
Challis, R. L.	Trade promotion.....	560
Das Gupta, B.	Economic survey.....	1,900
Diehl, W. W.	Trade promotion.....	680
Gomez, B. S.	Industrial development working party.....	974
Guillott, R.	Technical training.....	332
Gould, J. S.	Finance.....	1,440
Heintz, J. L.	Industrial development working party.....	1,360
Hu, W. T.	Industrial development working party.....	847
Krishna-Moorthi, E. S.	Industrial development working party.....	260
Ling, C. K.	Flood control.....	213
Majundar, S.	Technical training and flood control.....	1,410
Van Os	Industrial development working party.....	780
Pai, T. P.	Flood control.....	120
Pan, L. C.	Fertilizer and agriculture.....	857
Querishi, M. L.	Finance.....	413
Rao, M. K.	Industrial development working party.....	1,567
Raghaven, V. R.	Industrial development working party.....	1,320
Rerolle, M.	Basic materials.....	420

Annex A (continued)

Economic Commission for Asia and the Far East (continued)

Rosenfeld, F.	Industrial development working party.....	\$ 400
Roy, S. N.	Technical training.....	1,011
Sen, B. R.	Food and agriculture.....	1,253
Shaikh, A. M.	FAO/ECAFE joint working party.....	330
Shenoy, B. R.	Banking and finance.....	949
Shih, C. H.	Industrial development working party.....	2,776
Shu Kai	Flood control.....	611
van Stappen, J.	Transport.....	859
Stenhouse, J.	Trade promotion.....	2,695
Subbiah, R.	Transport.....	1,584
Tung, O. T.	Trade promotion.....	130
Turnage, W.	Industrial development working party.....	680
Viswanath, B.	Industrial development working party.....	1,213
Wongsman,	Industrial development working party.....	335
Wu, C. H.	Flood control.....	4,500
Young, P.	Trade promotion.....	4,140
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		\$ 52,452

Economic Commission for Europe

Aicard, Basil	Allocations procedure during transfer of functions from Euro- pean Coal Organization to ECE.....	\$ 930
Brunner, Karl	Analysis of long-term economic plans of Western Europe....	468
Chamelot, Charles	Coal consumption study.....	748
Leacock, D. J.	Needs and availabilities of maintenance supplies for motor vehicles.....	2,730
Muddiman, E.	Coal consumption study.....	1,028
Rollman, Tony	Organization of the work of the Steel Sub-Committee.....	2,424
Rostow, Elspeth	Preparing manuscript for publication popular edition "Survey of Economic Situation and Prospects of Europe".....	1,500
Scudamore, Charles	Spare parts agreement between Italy, Poland, Czechoslovakia and Yugoslavia.....	600
Waldenstrom, Erland	Practical means of solving equipment shortages.....	3,138
Warriner, Doreen	Industrial development project in Research Division.....	1,680
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		\$ 15,246

European Office—Geneva

Rapp, Oscar	Actuarial advice, Staff Insurance Association.....	\$ 304
Walters, Frank	Chairman Appeals Board.....	93
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		\$ 397

United Nations Conciliation Commission in Palestine

Johnson, A.	Adviser to the Palestine Commission.....	\$ 800
Mohn, P.	Adviser to the Palestine Commission and the U.N. Mediator in Palestine.....	16,600
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		\$ 17,400

Interim Committee of the General Assembly

Eagleton, C.	Study on international political co-operation and pacific set- tlement of disputes.....	\$ 3,140
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Report of the Board of External Auditors to the General Assembly

1. The audit has been made of the 1948 accounts of the United Nations and the International Court of Justice. Records and vouchers were examined, to the extent considered necessary, at The Hague, Geneva and Lake Success.
2. Audit certificates have been given, subject to the observations in this report, to the following financial statements submitted by the Secretary-General:
 - (a) Statement of 1948 budget appropriations, obligations incurred and unobligated balances of appropriations;
 - (b) Statement of income and obligations incurred and surplus account for the year ended 31 December 1948;
 - (c) Statement of assets and liabilities as at 31 December 1948.
3. In addition to the report to the General Assembly, a memorandum is being submitted to the Advisory Committee on Administrative and Budgetary Questions with respect to various administrative practices and accounting transactions not involving general policy.
4. Appropriations for the year were \$39,285,736.21 and the recorded obligations incurred amounted to \$38,387,530.97. Thus, the unobligated balances of appropriations were \$898,205.24.
5. The accumulated surplus as of 31 December 1948 was \$2,954,669.06. An analysis of the sources of the surplus, showing its availability for reductions of assessments on Members in 1949 and 1950, in accordance with financial regulation 17 (Resolution 163 (II) of the General Assembly) is:

Applied in 1949:

Unobligated balances of 1947 appropriations.....	\$1,326,326.79	
1947 miscellaneous income in excess of budget estimate...	118,847.37	
Savings effected during 1947 in liquidating 1946 obligations	118,858.65	
		\$1,564,032.81

To be applied in 1950:

Unobligated balances of 1948 appropriations.....	898,205.24	
1948 miscellaneous income in excess of budget estimate...	63,415.20	
Savings effected during 1948 in liquidating 1946 obligations	144,057.77	
Savings effected during 1948 in liquidating 1947 obligations	284,958.04	
		1,390,636.25
		\$2,954,669.06

Consequently, throughout the current year the Secretary-General will have available for working capital purposes surplus funds of \$1,390,636.25, in addition to the \$20,000,000 Working Capital Fund. There does not appear to be any practical reason for preserving a surplus account balance; therefore further consideration might be given to the text of financial regulation 17.

6. The Budget Estimates of the Secretary-General (A/318 of 14 July 1947) set out in detail proposed expenditures of \$39,403,792. Material variations were made in the amounts by the General Assembly and, in addition, transfers were authorized during the year between appropriation sections. Consequently, the Board did not attempt to reconcile the budget estimates with the actual outcome of the year. Compared with 1947, there was an increase of over \$11,050,000 in obligations incurred. The 1947 budget consisted of eight sections while 41 were used in 1948, therefore the following comparison is by objects of expenditure and not by appropriation sections:

	1948	1947	Increase	Decrease
Personnel costs.....	\$23,123,000	\$18,739,000	\$ 4,384,000	\$
Travel and subsistence.....	5,059,000	1,576,000	3,483,000	
Printing, reproduction and office supplies...	1,968,000	1,720,000	248,000	
Miscellaneous supplies and services.....	1,155,000	1,041,000	114,000	
Premises: rentals and maintenance.....	1,092,000	1,135,000		43,000
Costs related to dissemination of information.	966,000	444,000	522,000	
Transportation.....	849,000	253,000	596,000	
Equipment purchases.....	787,000	895,000		108,000
International Court of Justice.....	597,000	526,000	71,000	
Advisory social welfare activities.....	593,000	436,000	157,000	
International Trade and Employment conferences.....	766,000		766,000	
Payment on League of Nations assets.....	534,000		534,000	
Other charges.....	853,000	525,000	328,000	
	\$38,342,000	\$27,290,000	\$11,203,000	\$151,000
			151,000	
			\$11,052,000	

The increase in the cost of personnel was mainly due to additions in staff and to grade increases, and also to increases in (a) contributions to pension fund, (b) reimbursement for income tax, and (c) travel on home leave. The large increase for travel and subsistence is associated, in part, with the holding of the session of the General Assembly in Paris, but more particularly with the Palestine Mission. The latter was also the principal reason for the material increase in transportation costs.

7. *Ex gratia, compassionate and indemnity payments:* Financial Regulation 26 (Resolution 163 (II) of the General Assembly) vests in the Secretary-General a discretion to make "such *ex gratia* payments as he deems to be necessary in the interests of the United Nations" and directs that a statement of such payments be submitted to the General Assembly with the annual accounts. The Financial Report of the Secretary-General states that: "Indemnity, compassionate and *ex gratia* payments made during the year totalled \$158,469 . . ." and lists those classified as *ex gratia* to an amount of \$12,832. A review was made of the principal obligations which, it was stated to the Board, were treated as "compassionate":

Payment to widow of UN guard killed in Palestine	\$ 25,000
Compassionate payments of \$25,000 each to widows of four French military observers killed in Palestine	100,000
Provision for funeral expenses of the four French military observers	7,709
and of two payments rated as "indemnity" settlements:	
To an officer of the rank of Assistant Secretary-General, on abolition of post	11,000
To an officer of the rank of administrative officer grade 14, on abolition of post	1,675

8. This Board is directed to draw to the notice of the General Assembly, among other things, "expenditure not in conformity with the authority which governs it". With respect to the first of the indemnity payments, the post was established on 18 March 1948 and was abolished as of 1 September 1948. In the period of employment, payments were controlled by General Assembly "Organization of the Secretariat" resolution, dated 13 February 1946, in particular, by:

"15. An Assistant Secretary-General shall receive a net salary of \$13,500 (U. S.) together with an allowance varying from \$7,000 (U. S.) to \$11,500 (U. S.) at the Secretary-General's discretion."

The standard form of contract for short-term appointments, bearing no expiration date, was used for the contract with the administrative officer. Both payments were made by relying on staff regulation 22 (also approved by the General Assembly on 13 February 1946), which reads:

"22. If the Secretary-General terminates an appointment under regulation 21 he shall give at least three months' notice and pay an indemnity equivalent to at least three months' salary. The amount of the indemnity shall be increased with length of service up to a maximum of nine months' salary. These provisions of notice and indemnity shall not apply to probationers, to persons holding short-term contracts, or to persons summarily dismissed."

The Board notes that (a) the \$11,000 payment was computed by construing "salary" in regulation 22 to mean the "net salary" fixed by organization regulation 15, plus the \$8,500 allowance fixed by the Secretary-General under the authority of the same regulation; and (b) the contract held by the administrative officer was in a form within the ambit of the concluding sentence of regulation 22.

9. *Reimbursement for national income taxation:* The charges recorded in the allotment account total \$969,655. When reporting on the 1947 accounts, the Board of Auditors drew attention (paragraph 7) to the fact that an unliquidated obligation of \$80,326 was being carried into 1948 for income tax reimbursement claims although known liabilities for the total amount were not a matter of record. At the close of 1948 an unliquidated balance of \$49,577 in the account was allowed to remain unadjusted although it bore no relation to any known liability. In the opinion of the Board, it would be a safeguard were the financial regulations to provide that, when it is impracticable to estimate liabilities accurately, no unliquidated obligation should be included in the accounts; instead, any claim arising be recorded as a charge to the year in which it comes for payment.

10. Associated with these payments is the intent of the authorizing resolution of the General Assembly as to the length of time over which reimbursements may be made to former staff members. The declared purpose of the reimbursing practice is "to achieve equality among staff members". The claimants are almost invariably citizens of the United States, and the laws of that country provide that any sum reimbursed is taxable income. The case now used to illustrate is selected because amounts involved are substantial. An officer left the service of United Nations in 1947. During 1948 he claimed and was reimbursed approximately \$8,000, being the amount of tax levied on his 1947 income received from United Nations. In March 1949 he claimed and was reimbursed approximately \$2,200, being the tax levied on the \$8,000 reimbursed in 1948. The point is: Do the pertinent resolutions of the General Assembly contemplate that reimbursements continue to be made after a staff member leaves the service of the United Nations?

11. *Palestine Mediation Mission:* The 1948 cost of the Mission is stated in the accounts as being \$3,616,000. A classification of outlays is given in the Financial Report of the Secretary-General, under the heading "Main Features of the Budgetary Accounts". Included in the local transportation item are charges of approximately \$450,000 for the charter hire of 12 aircraft and of \$80,000 for fueling aircraft. Not included is the cost of four other aircraft for which no billing was received in the year and for which no obligation was entered in the accounts. Nine out of the 16 were light transport aircraft, and the records disclose that these were found to be unsuited for the work to be performed. Seven of these aircraft were flown to the point of delivery; two others did not leave their home base. The contracts for the charter hire of these transport planes included a three-day cancellation clause, but it was not exercised until 25 days had elapsed. The registered obligation for five is \$56,469, and information provided to the Board is to the effect that the account is in the process of being settled at approximately \$50,000. Because sums involved in aircraft charters are substantial, and because special types of aircraft are sometimes required by missions, the Board is of opinion that steps should be taken to safeguard against repetition of 1948 experience.

12. *Insurance:* The cost of insurance in 1947 approximated \$57,000; in 1948 it was about \$315,000. The United Nations portion of the Sperry building and its contents are insured against fire to the amount of \$8,500,000; the Manhattan building for \$1,500,000; the Palais des Nations and contents for 75,000,000 Swiss francs, and the five villas at Geneva for 2,000,000 Swiss francs. Insurance is carried against various other risks. Illustrations are: In New York and Geneva public liability policies are in effect. All persons travelling by air on United Nations instructions are covered by a blanket policy costing \$6,000 per annum. Articles in transit are insured under a blanket policy costing \$8,000 annually. In addition, the following special policies were in effect at the year-end:

Blanket accident policy insuring Secretariat members serving on the Balkan, Korean, Kashmir and Indonesian missions.....	\$10,000 per annum
Personal baggage insurance for Secretariat members serving on the Balkan, Korean, Kashmir, Indonesian and Palestine missions.....	\$8,000 per annum
Blanket accident policy insuring Secretariat members serving on the Palestine Mediation Mission, including war risks.....	\$20,000 per month
Blanket accident policy insuring military observers serving on the Palestine Mediation Mission, excluding war risks.....	\$18,000 per month
Blanket accident policy insuring crews of KLM planes under charter for use in Palestine, including war risks.....	\$4,000 per month

The Board was informed that more favourable rates are, in some cases, now in effect. In addition to insurance policies, employees in New York and Geneva are within the scope of workmen's compensation schemes; for these, charges in the year exceeded \$110,000, which is not included in the \$315,000 paid for insurance premiums. Direct recoveries by United Nations from insurance policies, etc., were less than \$1,000. However, insurance companies paid \$104,000 directly to beneficiaries of the late Count Bernadotte. Workmen's compensation payments, until remarriage, were put into effect for the widow of the guard killed in Palestine. The Board was informed that companies accept liability for, but have not yet paid, \$25,000 to the widows of two military observers killed in a road accident. On the other hand, a compassionate payment of \$25,000 to the widow of the guard mentioned above, and like payments to widows of four French military observers are charged to appropriations because no insurance policy was applicable on the causes of death. The Board was informed that a Secretariat committee is currently reviewing insurance practices.

13. *Sales of publications:* Income from sales approximated \$150,000. Agreements with "authorized sales agents" require a semi-annual accounting to be made. By March 1949, only 12 out of the 23 agents had made an accounting for the half-year ending 30 June 1948: In two instances amounts received had not been reconciled with sales reported at time of audit. Another agent paid more than the agreement requires, and in one instance a sum was paid in anticipation of sales but no particulars were given with respect to actual sales. The major distributor is Columbia University Press, which made payments of \$95,900 on account during the year. It was indicated to the Board that only Columbia University Press and the Stationery Office of the United Kingdom Government earmark a portion of commissions to promote sales. It is not believed that other authorized agents will adopt that practice, because their earnings are not substantial. The Board was informed that, were the United Nations to undertake a sales promotion programme to test world-wide market possibilities, at least \$25,000 would be necessary.

14. The Board examined sales records with respect to some publications. The direct production costs of the *Yearbook of the United Nations* (English edition) amounted to \$34,000 during the year. Sales amounted to \$25,000. The French edition was issued under the supervision of an independent agency, the commitment of United Nations being to take 1,000 copies at a cost of \$10,000 and to provide paper. In all, the cost was about \$10,000. No accounting for sales has been made, but the demand for copies is believed to be much below expectations. The cost of printing (in English and French)

the *Yearbook on Human Rights* was \$22,000. As of 31 December 1948, no accountings of sales had been received. The cost of printing the *UN Bulletin* in English, French and Spanish was about \$85,000 in the year. Delivery charges approximated \$8,000. Proceeds of sales were about \$16,000. The *Monthly Bulletin of Statistics* cost about \$50,000 to print and distribute. Proceeds from sales were about \$7,500. No statistics are maintained to establish managing, editing and translating costs for any of these publications.

15. It is appreciated that it is not the primary object of these publications to make money. On the other hand, they are not intended to be the equivalent of annual "reports" of public authorities. The combined print order for the English, French and Spanish editions of the *UN Bulletin* was 19,000 at the year-end—it has since been increased to 21,500. Subscribers total 6,000, but it was stated to the Board that to evaluate worth by a comparison of these figures would not give a true indication of the service performed by the *Bulletin*. In the opinion of those associated with the work of disseminating information with respect to the United Nations, the primary objective of the *Bulletin* is to provide up-to-date, factual information to newspaper editors, writers, commentators, etc. In other words, the role of the *Bulletin* is that of a means to an end; for that reason there is a copy "deadline" of three days before publishing date, and issues are released simultaneously in New York, Mexico City and Geneva. On the other hand, the view was expressed that a publication such as the *Monthly Bulletin of Statistics* is susceptible to the tests applicable to a commercial venture of like character, because it is in demand by commerce and industry.

16. The Board is of opinion that publications of the classes enumerated might profitably be made the subject of inquiry to establish whether it is practicable and in the interests of the United Nations to consider changes in policy and in the method of financing costs.

17. *Contributions of Members*: Schedule A to the Statement of Assets and Liabilities lists \$665,384.83 as still to be paid on 1948 assessments on Members. When the audit was completed on 15 April, it was noted that the amount had been reduced to \$461,577.28 by reason of the following payments having been received between 1 January and 11 April: Costa Rica \$13,879; Czechoslovakia \$5,410.51; France \$123,166; Nicaragua \$7,211.04; Syria \$1,638; and Yugoslavia \$12,503. In addition, Costa Rica paid \$14,422, being the balance due on 1946 and 1947 assessments.

18. *Accounts with Members*: The Secretariat performs various services for Member Nations on repayment basis. The majority of transactions are related to the providing of transportation. As of 31 December 1948 about \$175,000 was recorded as due by Members. While the bulk of the sum can be classified as "current", numerous billings have been outstanding for over a year and there are two charges which have been recorded for over two years. Examinations of files indicate a need for a better follow-up procedure than is now in effect. As the accounts "age", it becomes increasingly difficult to find persons who are familiar with the transactions, and as litigation is out of the question, files become dormant when requests for payment go unacknowledged. There is also a question as to the classes of services the Secretariat should undertake to provide Members. Attention is drawn to the matter because the general question is one more susceptible to control by regulation of the General Assembly than by Secretariat directives. It might be added that in the scrutiny of the records it was observed that approximately \$9,200 has been owing by a non-member Government (Bulgaria) for over a year.

19. *Stores accounts, Lake Success*: The financial regulations require a statement showing the supplies in hand as of 31 December to be rendered to the Board of Auditors. The statement submitted is:

Stationery and office supplies.....		\$ 47,995.63
Printing and mimeograph paper (including \$23,104 of printing paper in hands of printers).....		79,494.32
Maintenance and engineering supplies:		
Cleaning materials.....	\$ 4,944.77	
Hardware supplies.....	3,750.26	
Paint, etc.....	1,355.43	
Plumbing supplies.....	6,179.60	
Electrical supplies.....	13,811.88	30,041.94
		<hr/>
Photographic supplies.....		11,377.84
Radio and sound supplies.....		12,082.47
Badges for guards.....		7,000.00
Miscellaneous.....		6,646.53
		<hr/>
		<u>\$ 194,638.73</u>

20. The quantities used in computing the inventory values used for the purposes of this statement have been test-checked. Like checks were made of prices, extensions and additions. The inventory, as classified, has been found to be correct, subject to the fact that the following classes of supplies are not included since they were not under stores control. They consist of: supplies ordered to fill

special departmental needs and charged directly to requisitioning departments; supplies found surplus to ordinary departmental needs and returned to storerooms; building supplies unused in the construction of temporary headquarters; reserve inventories of tableware for the dining room and cafeteria; surplus stores held pending decisions by the Board of Survey as to disposal; and drums, cylinders and other containers which are returnable to suppliers. It is desirable that the above classes of supplies should be made subject to stores control.

21. *Furniture and equipment accounts, Lake Success:* The Board of Auditors has previously reported that records with respect to these accounts were only in process of development. The same comment must be made with respect to the current situation. On 1 January 1949 a new system was undertaken. The intent now is to record by values as well as quantities. The Board doubts if any benefit, from the control point of view, will be derived from valuing such items. The essential—and it has been too long delayed—is to secure quantitative control, especially over (a) items such as cameras, typewriters, brief cases, sound and recording equipment, machine shop equipment, etc., and (b) items shipped for use away from headquarters.

22. *The Geneva Office:* The Geneva accounts were found to be in good order, without any transaction requiring special comment to the General Assembly. Audit examinations made at Geneva and Lake Success disclosed marked improvements in accounting relations between the two offices.

23. As required by the financial regulations, a statement was rendered by the Finance Officer showing the expendable supplies in hand as of 31 December. It is:

Paper supplies.....	\$116,196.04
Printing paper and covers for binding.....	13,261.86
Cleaning supplies and material.....	5,275.77
Electric light bulbs.....	1,630.60
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	\$136,364.27
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Test-checks made indicate that the statement is correct.

24. The Finance Officer also presented statements with respect to office appliances, furniture and other equipment in charge of the Geneva Office as of 31 December. These were examined, test-checked and found to be in order.

25. *The International Court of Justice:* The accounts maintained at The Hague were examined and found to be correct. The only exceptional payments were *ex gratia* awards of \$4,000 each to two officials for services rendered during the war years. The stores statement, showing \$6,481 held, was submitted and test-checked.

26. *The accounting system:* On 17 January 1949 the Bureau of the Comptroller and the Bureau of Administrative Management and Budget were combined into a Bureau of Finance. It is to be hoped that the amalgamation will result in intensified effort further to simplify the system of budgetary control and accounting. To end the year, as was the case on 31 December last, with actual disbursements of approximately \$34,000,000 and unliquidated obligations of almost \$4,350,000 is undesirable. It is, of course, to be borne in mind that the session of the General Assembly in Paris and the extent of activities in Palestine created an abnormal situation. Now that there is a single head over the budgetary and accounting divisions, it should be practicable to evaluate more easily the accounting requirements of each division and those of the spending departments, and to bring into effect a system better adapted, than is the present one, to the needs of the United Nations Organization. We add that it is our opinion that the staff now assigned to budget and accounting work have the experience and qualifications necessary to develop adjustments without requiring employment of outside experts.

27. The accounts at Lake Success were examined by officers provided by the Government of Canada, and those in Europe by the representative of Sweden on this Board. The audits were facilitated in every way by officers of the Secretariat and of the International Court of Justice. Full opportunity was afforded to examine records, vouchers and papers; for all of which the members of the Board express their appreciation.

28. *International Children's Emergency Fund:* The transactions of this Fund have been examined by staff under the supervision of the representative of Colombia on this Board. In accordance with the provisions of resolution 57 (I) of the General Assembly, the report on that audit will be made, through the Secretary-General, to the Executive Board of the Fund.

(signed) Watson SELLAR, Canada
(Chairman)

Antonio ORDOÑEZ CEBALLOS, Colombia
Uno BRUNSKOG, Sweden