



Audit reports relating to expenditure by specialized agencies and the International Atomic Energy Agency:

(b) Allocations from the Special Fund

DOCUMENT A/6512

Audit reports for the year ended 31 December 1965 relating to expenditure by executing agencies of funds allocated from the Special Fund

[Original text: English/French]
[11 November 1966]

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Letter of transmittal

1 November 1966

Sir,

I have the honour to transmit to you the consolidated status of funds of the Special Fund as at 31 December 1965 which was submitted by the Secretary-General. This document has been examined and certified by me on behalf of the Board of Auditors. Attached thereto are the following annexes:

Annex 1. Combined statement showing the status of the executing agencies as at 31 December 1965.

Annex 2. Combined statement showing the status of funds from Governments' cash counterpart contributions to the executing agencies as at 31 December 1965.

Annex 3. Combined statement showing commitments against allocations issued to the executing agencies and under the Managing Director's preparatory authority as at 31 December 1965.

In addition to the above I have the honour to present the Report of the Board with respect to the consolidated status of funds mentioned above.

Accept, Sir, the assurance of my highest consideration.

(Signed) S. M. RAZA, S.Pk.,
Member, Board of Auditors

The President of the General Assembly
of the United Nations,
New York

Note by the Secretary-General

1. I submit herewith the audited accounts showing the consolidated financial position of the Special Fund as at 31 December 1965 and the report of the Board of Auditors in accordance with article 25.3 of the Financial Regulations of the Special Fund.

2. Detailed supporting schedules furnished by the executing agencies are not included in the submission but are made available to the Advisory Committee on Administrative and Budgetary Questions.

3. The audit reports of the following executing agencies for the year 1965 have been approved:

International Atomic Energy Agency by its General Conference on 27 September 1966;

International Labour Organisation by its General Conference on 14 June 1966;

International Telecommunication Union by its Administrative Council in June 1966;

World Health Organization by the Nineteenth World Health Assembly on 11 May 1966;

World Meteorological Organization by its Executive Committee on 10 June 1966.

The audit reports of the following executing agencies for the year 1965 will be submitted to their legislative bodies for approval as follows:

Food and Agriculture Organization of the United Nations at its Conference in November 1967;

International Civil Aviation Organization at its Assembly in June 1968;

United Nations Educational, Scientific and Cultural Organization at its General Conference in November 1966.

The audit report of the International Bank for Reconstruction and Development requires no action by its Board of Governors.

4. The audit reports of the following executing agencies for the year 1964 have been approved:

Food and Agriculture Organization of the United Nations by its Conference on 6 December 1965;

United Nations Educational, Scientific and Cultural Organization by its Executive Board on behalf of its General Conference in November 1965.

5. The audit report of the Food and Agriculture Organization of the United Nations for the year 1963 was approved by its Conference on 6 December 1965.

6. The audited financial statements of the United Nations as an executing agency of the Special Fund are presented in the financial report and accounts for the year ended 31 December 1965. Also included in the same document are financial statements in respect of the Administrative Budget of the Managing Director as well as a statement showing the status of income and allocations of the Special Fund as at 31 December 1965.¹

¹ *Official Records of the General Assembly, Twenty-first Session, Supplement No. 6 (A/6306), statements V, VIII, IX and X.*

*Consolidated status of funds as at 31 December 1965**(Expressed in United States dollars)*

Balance as at 31 December 1964:		
Funds available for allocations		94,445,552
Funds available from cash counterpart contributions to executing agencies		894,670
		<u>95,340,222</u>
Contributions pledged by Governments for 1967 and 1968		22,000,000
Contributions pledged by Governments for 1966 and prior years, less exchange adjustments on collection		143,311,043
Governments' obligations for local costs in respect of projects, less exchange adjustments on collection		6,479,385
Governments' obligations to Special Fund for cash counterpart contributions in respect of projects, less exchange adjustments on collection		4,346,470
Government cash counterpart contributions to executing agencies ..		715,902
Donations		653
Miscellaneous income and exchange adjustments (<i>net</i>)		5,616,673
Refund of prior years' expenditures and savings in liquidating prior year's obligations of the Managing Director's administrative budget		29,125
		<u>277,839,473</u>
<i>Less:</i>		
Commitments incurred in 1965:		
Against the Managing Director's administrative budget	6,163,936	
Against current and prior years' allocations for projects	83,877,925	
Against executing agencies' cash counterpart contributions	1,007,681	
Preparatory costs absorbed for projects not approved by the Governing Council	53,753	91,103,295
		<u>91,103,295</u>
Increase during 1965 of unencumbered allocations		101,082,831
		<u>176,756,642</u>
Represented by:		
Cash at banks, on hand and in transit		26,156,702
Non-interest bearing and non-negotiable Government bonds redeemable on demand		57,939,824
Investments		129,096,486
Accrued interest on investments		2,014,080
Contributions pledged but not received at 31 December 1965		166,922,092
Governments' local costs receivable in respect of projects		13,102,664
Governments' cash counterpart contributions receivable in respect of projects		8,816,830
Accounts receivable, deferred charges and sundry debit balances		5,834,292
		<u>409,882,970</u>

Consolidated status of funds as at 31 December 1965 (continued)*(Expressed in United States dollars)*

Less:

Unliquidated obligations of the Managing Director's administrative budget		115,283	
Reserve for projects as at 31 December 1965:			
Unliquidated commitments	58,897,700		
Unencumbered allocations	168,191,834	227,089,534	
Funds in trust, accounts payable and sundry credit balances		5,921,511	233,126,328
			<u>176,756,642</u>

CERTIFIED CORRECT:

(Signed) B. R. TURNER
Controller

APPROVED:

(Signed) U THANT
Secretary-General

AUDIT CERTIFICATE

The above statement showing the status of funds of the Special Fund as at 31 December 1965 has been examined in accordance with my directions. I have obtained all information and explanations I have required, and I certify, as a result of the audit, that, in my opinion, the above statement is correct.

On behalf of the Board of Auditors,
(Signed) S. M. RAZA, S.Pk., *Pakistan*,
Member

November 1966

Report of the Board of Auditors to the General Assembly on the consolidated status of funds of the Special Fund as at 31 December 1965

1. Pursuant to article 25.3 of the Financial Regulations of the Special Fund, as adopted by the Governing Council at its twelfth session, the Board of Auditors shall audit, certify and report on the annual accounts showing the consolidated financial position of the Special Fund.

2. The Secretary-General submitted to the Board the following documents as at 31 December 1965.

- (a) *Statement*. Consolidated status of funds;
- (b) *Annex 1*. Combined statement showing the status of funds of the executing agencies;
- (c) *Annex 2*. Combined statement showing the status of funds from Governments' cash counterpart contributions to the executing agencies;
- (d) *Annex 3*. Combined statement showing allocations and commitments of the executing agencies.

3. Some observations made during the audit as regards the presentation of the consolidated status have been taken into account for the statement as at year-end 1965. The commitments by the executing agencies for projects (\$83,877,925), are those incurred in 1965 against current and prior years' allocations for projects.

4. The consolidation of the annual accounts includes the data based on the following documents as at 31 December 1965;

- (a) Status of income and allocations of the Special Fund (statement V of the United Nations accounts for 1965);
- (b) Status of funds from allocations to the United Nations as executing agency of the Special Fund (statement VIII of the United Nations accounts for 1965);
- (c) Certified status of funds from allocations to the other executing agencies of the Special Fund;
- (d) Status of funds from Governments' cash counterpart contributions to the United Nations as executing agency of the Special Fund (statement IX of the United Nations accounts for 1965);
- (e) Certified status of funds from Governments' cash counterpart contributions to the other executing agencies of the Special Fund;
- (f) Status of funds of the Administrative Budget of the Managing Director (statement X of the United Nations accounts for 1965).

Report of the Board of Auditors to the General Assembly on the consolidated status of funds of the Special Fund as at 31 December 1965 (continued)

5. The balance as at 31 December 1965 viz \$176,756,642 consists of \$176,153,751 available for allocation by the Managing Director and \$602,891 unspent balance of Governments' cash counterpart contributions.

6. The following gives a summary of the turnover of the consolidated funds for the years 1964 and 1965.

	1964		1965	
	<i>Expressed in United States dollars</i>			
Available at 1 January		102,016,778		95,340,222
Income		67,724,021		182,499,251
		<u>169,740,799</u>		<u>277,839,473</u>
Commitments incurred	61,847,157		91,103,295	
Increase in reserve for unencumbered allocations	12,553,420	74,400,577	9,979,536	101,082,831
		<u>95,340,222</u>		<u>176,756,642</u>
Balance available as at 31 December ..				

7. For observations by the External Auditors on the status of funds of various executing agencies, reference is invited to their certificates and audit reports.

8. The audit of the consolidation as such did not give rise to comments. Consequently, the consolidated status of funds of the Special Fund as at 31 December 1965 has been certified without observations.

On behalf of the Board of Auditors,
 (Signed) S. M. RAZA, S.Pk., Pakistan,
 Member

2 November 1966

*Combined statement showing the status of funds of
(Expressed in*

	<i>FAO</i>	<i>IAEA</i>	<i>IBRD</i>	<i>ICAO</i>
Balance of allocations and other available funds as at 31 December 1964	55,048,075	599,337	1,802,372	6,073,400
Miscellaneous income and exchange adjustments (<i>net</i>) surrendered to the central fund	4,090	—	(25)	56
Funds allocated during 1965	34,409,292	883,200	3,688,565	(44,854)
	<u>89,461,457</u>	<u>1,482,537</u>	<u>5,490,912</u>	<u>6,028,602</u>
<i>Deduct:</i>				
Commitments during 1965				
Liquidated by disbursements	24,752,874 ^a	427,356	2,013,653	1,816,481
Unliquidated at 31 December 1965	24,984,851 ^b	197,430	4,288,300	947,676
	<u>49,737,725</u>	<u>624,786</u>	<u>6,301,953</u>	<u>2,764,157</u>
<i>Less:</i>				
Unliquidated at 31 December 1964	17,183,793	128,482	2,357,175	1,206,395
	<u>32,553,932</u>	<u>496,304</u>	<u>3,944,778</u>	<u>1,557,762</u>
Unencumbered balance of allocations at 31 December 1965	56,907,525	986,233	1,546,134	4,470,840
<i>Add:</i>				
Miscellaneous income and exchange adjustments (<i>net</i>)	(8,815)	—	14	3,256
Balance of allocations and other available funds as at 31 December 1965	<u>56,898,710</u>	<u>986,233</u>	<u>1,546,148</u>	<u>4,474,096</u>
Represented by:				
Cash at banks, on hand and in transit	1,732,928	33,342	1,201,491	167,365
Undrawn allocations	77,251,944	1,144,781	4,533,406	5,358,638
Accounts receivable and sundry debit balances	2,998,475	7,286	105,616	93,215
	<u>81,983,347</u>	<u>1,185,409</u>	<u>5,840,513</u>	<u>5,619,218</u>
<i>Less:</i>				
Unliquidated commitments as at 31 December 1965	24,984,851	197,430	4,288,300	947,676
Accounts payable and sundry credit balances ..	99,786	1,746	6,065	197,446
	<u>25,084,637</u>	<u>199,176</u>	<u>4,294,365</u>	<u>1,145,122</u>
	<u>56,898,710</u>	<u>986,233</u>	<u>1,546,148</u>	<u>4,474,096</u>

^a Effective 1 January 1965, WMO assumed administrative responsibility for six projects previously administered on its behalf by the United Nations. Unencumbered allocations of \$721 and unliquidated commitments of \$110,058, reported at 31 December 1964 under the United Nations, have been transferred to, and reported under, WMO in 1965. The United Nations still administers two projects on behalf of WMO. For this purpose, allocations totalling \$1,266,800 have been transferred from WMC to the United Nations.

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*the executing agencies as at 31 December 1965**United States dollars)*

<i>ILO</i>	<i>ITU</i>	<i>UNESCO</i>	<i>United Nations^a</i>	<i>WHO</i>	<i>WMO^a</i>	<i>Total</i>
13,091,727	4,931,488	34,514,868	32,656,800 ^a	557,150	1,118,555 ^a	150,393,772
1,544	356	4,151	(6,525)	—	(1)	3,646
9,308,354	4,362,875	8,074,661	19,534,118	1,762,050	1,146,020	83,124,281
<u>22,401,625</u>	<u>9,294,719</u>	<u>42,593,680</u>	<u>52,184,393</u>	<u>2,319,200</u>	<u>2,264,574</u>	<u>233,521,699</u>
6,536,085	2,234,729	11,637,290	15,518,597	841,853	567,651	66,346,569
5,872,506	1,911,225	10,396,575	8,792,012	1,070,902	436,223	58,897,700
<u>12,408,591</u>	<u>4,145,954</u>	<u>22,033,865</u>	<u>24,310,609</u>	<u>1,912,755</u>	<u>1,003,874</u>	<u>125,244,269</u>
4,261,318	1,409,622	8,064,895	6,003,622 ^a	639,313	111,729 ^a	41,366,344
8,147,273	2,736,332	13,968,970	18,306,987	1,273,442	892,145	83,877,925
<u>14,254,352</u>	<u>6,558,387</u>	<u>28,624,710</u>	<u>33,877,406</u>	<u>1,045,758</u>	<u>1,372,429</u>	<u>149,643,774</u>
(7,796)	2,961	290	17,144	—	121	7,175
<u>14,246,556</u>	<u>6,561,348</u>	<u>28,625,000</u>	<u>33,894,550</u>	<u>1,045,758</u>	<u>1,372,550</u>	<u>149,650,949</u>
1,343,569	385,722	1,102,721	—	—	82,775	6,049,913
18,719,225	8,141,540	38,560,763	44,771,035	2,147,206	1,770,471	202,399,009
131,078	23,319	183,096	23,205	61,783	18,291	3,645,364
<u>20,193,872</u>	<u>8,550,581</u>	<u>39,846,580</u>	<u>44,794,240</u>	<u>2,208,989</u>	<u>1,871,537</u>	<u>212,094,286</u>
5,872,506	1,911,225	10,396,575	8,792,012	1,070,902	436,223	58,897,700
74,810	78,008	825,005	2,107,678	92,329	62,764	3,545,637
<u>5,947,316</u>	<u>1,989,233</u>	<u>11,221,580</u>	<u>10,899,690</u>	<u>1,163,231</u>	<u>498,987</u>	<u>62,443,337</u>
<u>14,246,556</u>	<u>6,561,348</u>	<u>28,625,000</u>	<u>33,894,550</u>	<u>1,045,758</u>	<u>1,372,550</u>	<u>149,650,949</u>

^b Adjusted in accordance with paragraph 3 of the FAO auditor's report supporting annex 4.

ANNEX 2

Combined statement showing the status of funds from Governments' cash counterpart contributions to the executing agencies as at 31 December 1965*(Expressed in United States dollars)*

	<i>FAO</i>	<i>ICAO</i>	<i>UNESCO</i>	<i>United Nations</i>	<i>WHO</i>	<i>Total</i>
Balance of available funds as at 31 December 1964	486,279	142,889	101,956	163,546	—	894,670
Cash counterpart contributions received during 1965	387,235	14,500	—	165,698	148,469	715,902
	<u>873,514</u>	<u>157,389</u>	<u>101,956</u>	<u>329,244</u>	<u>148,469</u>	<u>1,610,572</u>
<i>Less:</i>						
Expenditures	515,839	70,970	19,847	352,449	50,309	1,009,414
Exchange adjustments and miscellaneous income (<i>net</i>)	1,282	(3,015)	—	—	—	(1,733)
	<u>517,121</u>	<u>67,955</u>	<u>19,847</u>	<u>352,449</u>	<u>50,309</u>	<u>1,007,681</u>
Balance of available funds as at 31 December 1965	<u>356,393</u>	<u>89,434</u>	<u>82,109</u>	<u>(23,205)</u>	<u>98,160</u>	<u>602,891</u>
Represented by:						
Cash at banks, on hand and in transit	—	92,433	—	—	—	92,433
Accounts receivable and sundry debit balances	356,393	—	82,109	—	98,160	536,662
	<u>356,393</u>	<u>92,433</u>	<u>82,109</u>	<u>—</u>	<u>98,160</u>	<u>629,095</u>
<i>Less:</i>						
Accounts payable and sundry credit balances	—	2,999	—	23,205	—	26,204
	<u>356,393</u>	<u>89,434</u>	<u>82,109</u>	<u>(23,205)</u>	<u>98,160</u>	<u>602,891</u>

**Combined statement showing commitments against allocations
and under the Managing Director's preparatory**

(Expressed in

<i>Executing agency</i>	<i>Funds allocated</i>						
	<i>Allocations for approved projects</i>			<i>Preparatory assistance</i>			<i>Total allocations</i>
	<i>Prior years</i>	<i>Current year</i>	<i>Total</i>	<i>Prior years</i>	<i>Current year</i>	<i>Total</i>	
FAO	114,244,462	34,329,882	148,574,344	113,290	79,410	192,700	148,767,044
IAEA	1,088,100	883,200	1,971,300	—	—	—	1,971,300
IBRD	11,308,770	3,688,565	14,997,335 ^a	—	—	—	14,997,335
ICAO	11,817,116	(44,854)	11,772,262	—	—	—	11,772,262
ILO	35,131,800	9,323,854	44,455,654	48,500	(15,500)	33,000	44,488,654
ITU	8,277,565	4,362,875	12,640,440	—	—	—	12,640,440
UNESCO	66,462,648	8,057,011	74,519,659	14,850	17,650	32,500	74,552,159
United Nations	65,408,896 ^b	19,588,868	84,997,764 ^c	84,200	(54,750)	29,450	85,027,214
WHO	2,178,850	1,758,050	3,936,900	—	4,000	4,000	3,940,900
WMO	2,901,510 ^b	1,135,720	4,037,230 ^c	—	10,300	10,300	4,047,530
	<u>318,819,717</u>	<u>83,083,171</u>	<u>401,902,888</u>	<u>260,840</u>	<u>41,110</u>	<u>301,950</u>	<u>402,204,838</u>
Allocations not issued pending authorization to commence operations:							
At 31 December 1964	7,428,430	(7,428,430)	—				
At 31 December 1965	—	17,909,310	17,909,310	—	—	—	17,909,310
	<u>326,248,147</u>	<u>93,564,051</u>	<u>419,812,198</u>	<u>260,840</u>	<u>41,110</u>	<u>301,950</u>	<u>420,114,148</u>
Allocations issued to the Managing Director in respect of preparatory assistance	—	—	—	386,450	252,300	638,750	638,750
	<u>326,248,147</u>	<u>93,564,051</u>	<u>419,812,198</u>	<u>647,290</u>	<u>293,410</u>	<u>940,700</u>	<u>420,752,898</u>

^a Excludes an allocation of \$287,500 in respect of a completed project.

^b Effective 1 January 1965, WMO assumed administrative responsibility for six projects previously administered on its behalf by the United Nations. The allocations and related commitments, heretofore reported under United Nations, have been retransferred to, and reported under WMO.

ssued to the executing agencies for approved projects
 uthority as at 31 December 1965

(United States dollars)

<i>Liquidated by disbursement</i>			<i>Commitments incurred</i>			<i>Total commitments</i>	<i>Unencumbered balance of allocations</i>
<i>Prior years</i>	<i>Current year</i>	<i>Total</i>	<i>31 December 1964</i>	<i>Increase during 1965</i>	<i>31 December 1965</i>		
42,121,794	24,752,874	66,874,668	17,183,793	7,801,058	24,984,851	91,859,519	56,907,525
360,281	427,356	787,637	128,482	68,948	197,430	985,067	986,233
7,149,248	2,013,653	9,162,901	2,357,175	1,931,125	4,288,300	13,451,201	1,546,134
4,537,265	1,816,481	6,353,746	1,206,395	(258,719)	947,676	7,301,422	4,470,840
17,825,711	6,536,085	24,361,796	4,261,318	1,611,188	5,872,506	30,234,302	14,254,352
1,936,099	2,234,729	4,170,828	1,409,622	501,603	1,911,225	6,082,053	6,558,387
23,893,584	11,637,290	35,530,874	8,064,895	2,331,680	10,396,575	45,927,449	28,624,710
26,839,199 ^b	15,518,597	42,357,796	6,003,622 ^b	2,788,390	8,792,012	51,149,808	33,877,406
982,387	841,853	1,824,240	639,313	431,589	1,070,902	2,895,142	1,045,758
1,671,227 ^b	567,651	2,238,878	111,729 ^b	324,494	436,223	2,675,101	1,372,429
<u>127,316,795</u>	<u>66,346,569</u>	<u>193,663,364</u>	<u>41,366,344</u>	<u>17,531,356</u>	<u>58,897,700</u>	<u>252,561,064</u>	<u>149,643,774</u>
—	—	—	—	—	—	—	17,909,310
<u>127,316,795</u>	<u>66,346,569</u>	<u>193,663,364</u>	<u>41,366,344</u>	<u>17,531,356</u>	<u>58,897,700</u>	<u>252,561,064</u>	<u>167,553,084</u>
—	—	—	—	—	—	—	638,750
<u>127,316,795</u>	<u>66,346,569</u>	<u>193,663,364</u>	<u>41,366,344</u>	<u>17,531,356</u>	<u>58,897,700</u>	<u>252,561,064</u>	<u>168,191,834</u>

^cThe United Nations still administers two projects on behalf of WMO. For this purpose, allocations totalling \$1,266,800 have been transferred from WMO to the United Nations.

ANNEX 4 (a)

Food and Agriculture Organization of the United Nations: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		55,048,075
<i>Deduct:</i>		
Surrendered to the Fund:		
Prior year's other income		(4,090)
		<u>55,052,165</u>
<i>Add:</i>		
Funds allocated during 1965—completed projects	(4,888)	
—operational projects	34,414,180	34,409,292
		<u>89,461,457</u>
Total funds available for commitments		89,461,457
<i>Deduct:</i>		
Funds committed during 1965—completed projects	12,388	
—operational projects	32,541,544	32,553,932
		<u>32,553,932</u>
Unencumbered balance of allocations at 31 December 1965—completed projects	10	
—operational projects	56,907,515	56,907,525
		<u>56,907,525</u>
<i>Add:</i>		
Other income:		
Miscellaneous income and exchange adjustments		(8,815)
		<u>56,898,710</u>
Unencumbered balance of allocations and other income at 31 December 1965		<u>56,898,710</u>
Represented by:		
Cash at banks, on hand and in transit	1,732,928	
Undrawn allocations	77,251,944	
Accounts receivable and sundry debit balances	2,998,475	81,983,347
		<u>81,983,347</u>
<i>Less:</i>		
Unliquidated commitments	20,589,992	
Accounts payable and sundry credit balances	4,494,645	25,084,637
		<u>25,084,637</u>
		<u>56,898,710</u>

(Signed) W. K. MUDIE
Director, Division of Finance

(Signed) B. R. SEN
Director-General

AUDIT CERTIFICATE

The above statement has been examined in accordance with my directions. I have obtained all the information and explanations that I have required, and I certify, as a result of the audit, that, in my opinion, the above statement is correct, subject to the observations in my Report.

(Signed) E. G. COMPTON
(Comptroller and Auditor General, Great Britain)
External Auditor

ANNEX 4 (b)

Food and Agriculture Organization of the United Nations: status of funds from Governments' counterpart contributions in cash as at 31 December 1965*(Expressed in United States dollars)*

Balance of available funds at 31 December 1964		486,279
<i>Add:</i>		
Income:		
Contributions received during 1965	387,235	
Exchange adjustments on contributions collected	(1,282)	385,953
		<u>872,232</u>
<i>Deduct:</i>		
Cash disbursements during 1965	514,435	
1964 Expenditure not charged in that year	1,404	515,839
		<u>515,839</u>
Balance of available funds at 31 December 1965		<u><u>356,393</u></u>
Represented by:		
Accounts receivable and sundry debit balances		<u>356,393</u>

(Signed) W. K. MUDIE
 Director, Division of Finance

(Signed) B. R. SEN
 Director-General

AUDIT CERTIFICATE

The above statement has been examined in accordance with my directions. I have obtained all the information and explanations that I have required, and I certify, as a result of the audit, that, in my opinion, the above statement is correct.

(Signed) E. G. COMPTON
 (Comptroller and Auditor General, Great Britain)
 External Auditor

REPORT OF THE EXTERNAL AUDITOR ON THE STATEMENTS SHOWING AS AT 31 DECEMBER 1965:

- (1) THE STATUS OF FUNDS ALLOCATED TO THE FOOD AND AGRICULTURE ORGANIZATION OF THE UNITED NATIONS BY THE UNITED NATIONS SPECIAL FUND;
- (2) THE STATUS OF FUNDS FOR GOVERNMENT COUNTERPART CASH CONTRIBUTIONS TO UNITED NATIONS SPECIAL FUND PROJECTS

GENERAL

1. The accounts relating to the participation of the Food and Agriculture Organization (FAO) in field projects of the United Nations Special Fund during the year ended 31 December 1965 are in the revised form prescribed by the United Nations Development Programme, subject to certain minor modifications notified to the secretariat of the Programme to which no objections were raised.

2. My examination has been carried out in conjunction with my audit of the Accounts of the Regular Programme of the Organization. I have also examined the reports of the Internal Auditor.

ALLOCATION FOR EXECUTING AGENCY'S OVERHEAD COSTS
(Statement I and schedules B and B.I)

3. As indicated in the footnote to schedule B, the Organization has recorded the full allocations for agency costs as expended on projects. The effect of instructions issued on 23 February 1966 by the United Nations Development Programme (UNDP) is, however, that only the allotments issued in 1965 should be so recorded.

I am informed that the members of the UNDP secretariat are aware of the position and have themselves made the adjustments necessary to enable them to consolidate the figures of the Food and Agriculture Organization with those of other agencies.

EXPENDITURE ON CANCELLED PROJECTS (SCHEDULE A)

4. As noted on schedule A, three of the projects listed (namely nos. 3 BOL 017, 6 BUR 194 and 9 BUR 431) were terminated before becoming operational. Column 9 of the schedule shows that expenditures totalling \$33,687 were incurred from Special Fund resources on these three projects.

LOCAL COSTS MET FROM SPECIAL FUND RESOURCES

5. Paragraph 52 of General Assembly Resolution 1240 (XIII), the Special Fund Financial Regulations, and the agreements between the United Nations Special Fund and recipient Governments envisage that the local costs involved in the execution of Special Fund projects should be borne by local governments and that, in normal circumstances, the resources of the Expanded Programme should be used only to provide items and

services not available locally. In a few instances in recent years the Food and Agriculture Organization has sought and obtained the approval of the Special Fund secretariat for departures from the requirements of the General Assembly resolution as exceptions to the general rule. The secretariat has, however, upheld the general principle that local project costs, including, for example, the cost of local labour and supplies incurred by subcontractors, are the responsibility of the recipient Government to be met from the counterpart contribution. It is left to the executing agency to see that, as far as possible and in agreement with the recipient Government, this principle is observed in carrying out individual projects.

6. The Organization has informed me that the Administrator of the United Nations Development Programme now proposes to seek the approval of the UNDP Governing Council to an amendment to the Special Fund Financial Regulations which would permit exceptions to the general principle in abnormal circumstances.

INSURANCE OF VEHICLES

7. Under the terms of the standard basic agreement between the Special Fund and recipient Governments, the Government has the primary responsibility for protecting the Special Fund and its executing agencies against third party claims except in cases of gross or wilful negligence. It has, however, been the policy of the Special Fund that supplementary coverage against residual third party liability should be obtained by executing agencies on a commercial insurance basis, chargeable to the Special Fund allocation. FAO have therefore, in the past, arranged commercial insurance of Special Fund vehicles in accordance with this policy.

8. A review of FAO's insurance experience on all programmes during the five years 1961-1965 showed that insurance premiums paid amounted to \$122,521 against which claims had been \$902. Since about three-quarters of the vehicles for which FAO arranges insurance are engaged on Special Fund work, a substantial part of the premiums would have been charged to the Special Fund. The Fifteenth Session of the FAO Finance Committee, held in May/June 1966, was informed that the insurance premium rate was substantially reduced in 1965 from \$42.60 to \$21 per vehicle. Further improvement was achieved by the concession of the underwriters of a rebate on renewal premiums depending on the claims record. FAO has assured me that the current rate is reasonable on the commercial market. Nevertheless, the possibility of a self-insurance plan has been discussed with the Finance Committee, which advised the Director-General to continue the policy of commercial insurance for the time being and decided to review this matter again in 1967.

Ex gratia PAYMENTS, LOSSES AND WRITE-OFFS

9. I have examined the *ex gratia* payments, losses and write-offs totalling \$7,865 which are listed in the financial report of the Director-General. I have no comments to make on them.

10. I wish to record my appreciation of the willing co-operation of the officers of the Organization during my audit.

(Signed) E. G. COMPTON
(Comptroller and Auditor General, Great Britain)
External Auditor

30 June 1966

ANNEX 5

International Atomic Energy Agency: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		599,337
<i>Add:</i>		
Funds allocated during 1965		883,200
Total funds available for commitments		<u>1,482,537</u>
<i>Deduct:</i>		
Funds committed during 1965		496,304
Unencumbered balance of allocations and other income at 31 December 1965		<u><u>986,233</u></u>
 <i>Represented by:</i>		
Cash at banks, on hand and in transit	33,342	
Undrawn allocations	1,144,781	
Accounts receivable and sundry debit balances	<u>7,286</u>	1,185,409
 <i>Less:</i>		
Unliquidated commitments	197,430	
Accounts payable and sundry credit balances	<u>1,746</u>	199,176
		<u><u>986,233</u></u>

CERTIFIED CORRECT:
(Signed) Howard R. ENNOR
 Director, Division of Budget and Finance

APPROVED:
(Signed) Upendra GOSWAMI
 Acting Director General

AUDIT CERTIFICATE

The financial statement showing the status of allocations made to the IAEA in connexion with the United Nations Special Fund for the period from 1 January to 31 December 1965 has been examined in accordance with the directions of the undersigned. All the information and explanations have been obtained and this is to certify that, as a result of audit, in the opinion of the undersigned, the above statement is correct.

(Signed) Volkmar HOPF
 (President of the Court of Accounts,
 Federal Republic of Germany)
 External Auditor

ANNEX 6

International Bank for Reconstruction and Development: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		1,802,372
<i>Deduct:</i>		
Surrendered to the Fund:		
Prior year's other income		25
		<u>1,802,347</u>
<i>Add:</i>		
Funds allocated during 1965		3,688,565
Total funds available for commitments		<u>5,490,912</u>
<i>Deduct:</i>		
Funds committed during 1965		3,944,778
Unencumbered balance of allocations at 31 December 1965		<u>1,546,134</u>
<i>Add:</i>		
Other income:		
Interest on Swiss franc bank deposit		14
Unencumbered balance of allocations and other income at 31 December 1965		<u><u>1,546,148</u></u>
Represented by:		
Cash at banks, on hand and in transit	1,201,491	
Undrawn allocations	4,533,406	
Accounts receivable and sundry debit balances	105,616	5,840,513
		<u>5,840,513</u>
<i>Less:</i>		
Unliquidated commitments	4,288,300	
Accounts payable and sundry credit balances	6,065	4,294,365
		<u>4,294,365</u>
		<u><u>1,546,148</u></u>

APPROVED:
(Signed) Francis R. POORE
Deputy Treasurer

AUDIT CERTIFICATE

The above statement showing the status of funds held by International Bank for Reconstruction and Development as executing agency of United Nations Development Programme projects (formerly, United Nations Special Fund projects) as at 31 December 1965 has been examined in accordance with the directions of the undersigned. All of the information and explanations required have been obtained, and this is to certify that, as a result of the audit, subject to the observations in the report, in the opinion of the undersigned the above statement is correct.

April 15, 1966

(Signed) PRICE WATERHOUSE & Co.
by G. Dewey ARNOLD, Jr., a partner

INTERNATIONAL BANK FOR RECONSTRUCTION AND DEVELOPMENT AS EXECUTING AGENCY FOR CERTAIN UNITED NATIONS DEVELOPMENT PROGRAMME PROJECTS (FORMERLY, UNITED NATIONS SPECIAL FUND PROJECTS):
REPORT AND COMMENTS OF INDEPENDENT AUDITOR ON STATUS OF FUNDS AND INDEPENDENT AUDITOR'S
OPINION FOR THE YEAR ENDED 31 DECEMBER 1965

1. The accounts and records of the International Bank for Reconstruction and Development as executing agency for the United Nations Development Programme are maintained, and the financial statement is presented, in terms of United States dollars.

As executing agency for the Development Programme the Bank translates currencies other than United States dollars into United States dollars at the exchange rates used by the Development Programme when making remittances to the Bank.

2. The statement of the status of funds has been prepared in accordance with the format prescribed by the United Nations Development Programme. The following table summarizes briefly additional information relating to commitments liquidated or unliquidated.

	<i>Expressed in United States dollars</i>	
Unliquidated commitments at January 1, 1965		2,357,175
Commitments made during 1965	3,999,778	
<i>Less:</i>		
Adjustment of amounts reported as commitments in prior years resulting from changes in estimates of amounts required to complete projects	55,000	3,944,778
		<u>6,301,953</u>
Commitments liquidated by disbursements in 1965		<u>2,013,953</u>
Unliquidated commitments at December 31, 1965 relating to:		
Commitments existing at January 1, 1965	746,527	
Commitments made during 1965	3,541,773	4,288,300

The Bank reports as unliquidated commitments only those amounts for which, as executing agency for the Development Programme, it has entered into contracts for receipt of goods or services or for which the Government receiving assistance from the Development Programme has entered into such contracts. The amounts reported for such commitments, in many instances, are estimates of amounts expected to be billed by consulting firms based on *per diem* rates specified in contracts. Also the Bank reports as unencumbered balance of allocations amounts for which no such commitments have been made.

April 15, 1966

(Signed) PRICE WATERHOUSE & Co.
by G. Dewey ARNOLD, Jr., a partner

ANNEX 7 (a)

International Civil Aviation Organization: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		6,073,400
<i>Deduct:</i>		
Surrendered to the fund:		
Prior year's other income		(56)
		<u>6,073,456</u>
<i>Add:</i>		
Funds allocated during 1965		(44,854)
Total funds available for commitments		<u>6,028,602</u>
<i>Deduct:</i>		
Funds committed during 1965		1,557,762
Unencumbered balance of allocations at 31 December 1965		<u>4,470,840</u>
<i>Add:</i>		
Other income:		
Miscellaneous income and exchange adjustments		3,256
Unencumbered balance of allocations and other income at 31 December 1965		<u><u>4,474,096</u></u>
Represented by:		
Cash at bank, on hand and in transit	167,365	
Undrawn allocations	5,358,638	
Accounts receivable and sundry debit balances	93,215	5,619,218
		<u>5,619,218</u>
<i>Less:</i>		
Unliquidated commitments	947,676	
Accounts payable and sundry credit balances	197,446	1,145,122
		<u><u>4,474,096</u></u>

CERTIFIED CORRECT:

(Signed) G. van GELDER
Chief, Finance Branch

APPROVED:

(Signed) B. T. TWIGT
Secretary-General

AUDIT CERTIFICATE

The above statement showing the status of funds from allocations made to the International Civil Aviation Organization in connexion with the United Nations Special Fund Projects for the year ended 31 December 1965, has been examined. All the information and explanations required have been obtained and I certify that, in my opinion, the above statement and the related schedule of Special Fund Projects are correct.

(Signed) A. M. HENDERSON
(Auditor General of Canada)
External Auditor

ANNEX 7 (b)

International Civil Aviation Organization: status of funds from Governments' counterpart contributions in cash as at 31 December 1965*(Expressed in United States dollars)*

Balance of available funds at 31 December 1964		142,889
<i>Add:</i>		
Income:		
Contributions received during 1965	14,500	
Miscellaneous income	3,015	17,515
		<u>160,404</u>
<i>Deduct:</i>		
Cash disbursements during 1965		70,970
Balance of available funds at 31 December 1965		<u>89,434</u>
Represented by:		
Cash at banks, on hand and in transit		92,433
<i>Less:</i>		
Accounts payable and sundry credit balances		2,999
		<u>89,434</u>

CERTIFIED CORRECT:

(Signed) G. van GELDER
Chief, Finance Branch

APPROVED:

(Signed) B. T. TWIGT
Secretary-General

AUDIT CERTIFICATE

The above statement showing the status of funds from Governments' cash counterpart contributions to the International Civil Aviation Organization in connexion with the United Nations Special Fund Projects for the year ended 31 December 1965, has been examined. All the information and explanations required have been obtained and I certify that, in my opinion, the above statement is correct.

(Signed) A. M. HENDERSON
(Auditor General of Canada)
External Auditor

REPORT OF THE EXTERNAL AUDITOR TO THE GENERAL ASSEMBLY ON THE AUDIT OF THE ACCOUNTS RESPECTING THE STATUS OF FUNDS OF THE INTERNATIONAL CIVIL AVIATION ORGANIZATION RELATING TO THE UNITED NATIONS SPECIAL FUND FOR THE YEAR ENDED 31 DECEMBER 1965

1. The accounts respecting the Status of Funds of the International Civil Aviation Organization relating to the United Nations Special Fund for the year ended 31 December 1965 have been examined and this report is made in accordance with the Financial Regulations of the Special Fund.

2. Statements I and II submitted by the Secretary-General showing the status of funds as at 31 December 1965, prepared in the forms required by the Managing Director of the Special Fund, have been examined and have been certified as being in accordance with the accounts maintained by the Organization and being, in my opinion, correct.

3. All the information and explanations required were readily provided to my officers, and the audit was facilitated by the co-operation extended by officers of the secretariat, for which I am pleased to record my appreciation.

(Signed) A. M. HENDERSON
(Auditor General of Canada)
External Auditor

29 March 1966

ANNEX 8

International Labour Organisation: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		13,091,727
<i>Deduct:</i>		
Surrendered to the Fund:		
Prior year's other income		(1,544)
		<u>13,093,271</u>
<i>Add:</i>		
Funds allocated during 1965		9,308,354
Total funds available for commitments		<u>22,401,625</u>
<i>Deduct:</i>		
Funds committed during 1965		8,147,273
Unencumbered balance of allocations at 31 December 1965		<u>14,254,352</u>
<i>Add:</i>		
Other income:		
Miscellaneous income and exchange adjustments		(7,796)
Unencumbered balance of allocations and other income at 31 December 1965		<u><u>14,246,556</u></u>
 <i>Represented by:</i>		
Cash at banks, on hand and in transit	1,343,569	
Undrawn allocations	18,719,225	
Accounts receivable and sundry debit balances	131,078	20,193,872
		<u>20,193,872</u>
 <i>Less:</i>		
Unliquidated commitments	5,872,506	
Accounts payable and sundry credit balances	74,810	5,947,316
		<u><u>5,947,316</u></u>
		<u><u>14,246,556</u></u>

CERTIFIED CORRECT:

(Signed) P. M. C. DENBY
Chief of the Budget and Control Branch

APPROVED:

(Signed) E. J. RICHES,
*Treasurer and Financial Comptroller
for the Director-General,
International Labour Office*

AUDIT CERTIFICATE

The above accounts have been examined in accordance with my instructions. I have obtained all the information and explanations that I have required and I certify, as a result of this audit, that in my opinion the above accounts are correct.

(Signed) UNO BRUNSKOG
Auditor

REPORT ON THE AUDIT RELATING TO THE OPERATIONS OF THE INTERNATIONAL LABOUR ORGANISATION UNDER THE UNITED NATIONS SPECIAL FUND

1. My examination of the accounts relating to the operations of the International Labour Organisation under the United Nations Special Fund for 1965 has been carried out in the same way as my audit of the accounts for the regular budget of the Organisation.

2. As at 31 December 1965 the status of the programme was as follows:

(i) Projects approved	56
(ii) Plans of operation signed	52
(iii) Authorizations to commence operations ...	51

3. Funds allocated for the projects mentioned in paragraph 2, including balances of earmarkings carried over from prior years, amounted to \$44,488,654. Of this total \$30,241,503 were obligated and of that amount \$5,879,706 were unliquidated obligations relating to commitments representing balances to be settled up to the end of contracts.

4. The Property Survey Board, established to examine cases of losses or damage during 1965, has

recommended appropriate action to be taken in two different cases of such losses. In one case the Board noted that it was not necessary to replace the lost equipment; I am satisfied with the recommendations of the Board. As to the loss of a millivoltmeter valued at \$58 it may be mentioned that the ILO Field Office had reported that the consignment had been received complete and in good order already in 1962, whereas it subsequently came to light that one case out of six had not been received at that time and that the time for claiming for the loss against the insurance company had expired.

5. I have no observations to make and I record my appreciation of the assistance of the officials of the Organisation.

(Signed) Uno BRUNSKOG

Auditor

Geneva, 11 March 1966

ANNEX 9

International Telecommunication Union: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		4,931,487.74	
<i>Deduct:</i>			
Surrendered to the Fund:			
Prior year's other income			(356.08)
			<u>4,931,843.82</u>
<i>Add:</i>			
Funds allocated during 1965		4,362,875.00	
Total funds available for commitments			<u>9,294,718.82</u>
<i>Deduct:</i>			
Funds committed during 1965		2,736,332.23	
Unencumbered balance of allocations at 31 December 1965			<u>6,558,386.59</u>
<i>Add:</i>			
Other income:			
Miscellaneous income and exchange adjustments			2,961.79
Unencumbered balance of allocations and other income at 31 December 1965			<u>6,561,348.38</u>
Represented by:			
Cash at banks, on hand and in transit	385,722.20		
Undrawn allocations	8,141,539.52		
Accounts receivable and sundry debit balances	23,319.27	8,550,580.99	
			<u>8,550,580.99</u>
<i>Less:</i>			
Unliquidated commitments	1,911,225.27		
Accounts payable and sundry credit balances	78,007.34	1,989,232.61	
			<u>1,989,232.61</u>
			<u>6,561,348.38</u>

CERTIFIED CORRECT:
(Signed) R. C. CHATELAIN
Chief of the Finance Division

APPROVED:
(Signed) M. B. SARWATE
Secretary-General

AUDIT CERTIFICATE

I have examined the books and accounts of the International Telecommunication Union, and I hereby certify that the above is a true extract therefrom and, to the best of my knowledge and belief, correct.

(Signed) Ch. POCHON
Chief of Section, Federal Audit
Department of the Swiss
Confederation
External Auditor

REPORT ON THE STATEMENT, AS AT 31 DECEMBER 1965, OF FUNDS ALLOCATED TO THE INTERNATIONAL TELECOMMUNICATION UNION AT GENEVA BY THE UNITED NATIONS SPECIAL FUND

1. The International Telecommunication Union (ITU) at Geneva, as an executing agency of United Nations Special Fund projects, keeps its accounts in United States dollars, and the statement of funds is also prepared in that currency.

2. We conducted a spot audit of operations during 1965 and of the statement of funds, following which, on 25 March 1966, we signed the prescribed certificate of audit of the Statement of funds as at 31 December 1965.

3. A summary of the audited operations follows:

	<i>United States dollars</i>
Balance of allocations and other available funds at the end of the preceding financial year	4,931,487.74
<i>Add:</i>	
Allocations during current year	4,362,875.00
	SUB-TOTAL 9,294,362.74
<i>Deduct:</i>	
Expenditures, including miscellaneous operations and exchange adjustments	2,733,014.36
Balance of allocations at end of the financial year	6,561,348.38

4. No comments are necessary concerning the statement of funds allocated to the International Telecommunication Union at Geneva by the United Nations Special Fund.

(Signed) Ch. POCHON
Chief of Section, Federal Audit Department
of the Swiss Confederation
External Auditor

Berne, 30 March 1966

ANNEX 10 (a)

**United Nations Educational, Scientific and Cultural Organization: status of funds as at
31 December 1965***(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		34,514,868
<i>Deduct:</i>		
Surrendered to the Fund:		
Prior year's other income		(4,151)
		<u>34,519,019</u>
<i>Add:</i>		
Funds allocated during 1965		8,074,661
Total funds available for commitments		<u>42,593,680</u>
<i>Deduct:</i>		
Funds committed during 1965		13,968,970
Unencumbered balance of allocations at 31 December 1965		<u>28,624,710</u>
<i>Add:</i>		
Other income:		
Miscellaneous income and exchange adjustments		290
Unencumbered balance of allocations and other income at 31 December 1965		<u>28,625,000</u>
Represented by:		
Cash at banks, on hand and in transit	1,102,721	
Undrawn allocations	38,560,763	
Accounts receivable and sundry debit balances	183,096	39,846,580
		<u>39,846,580</u>
<i>Less:</i>		
Unliquidated commitments	10,396,575	
Accounts payable and sundry credit balances	825,005	11,221,580
		<u>11,221,580</u>
		<u>28,625,000</u>

CERTIFIED CORRECT:

(Signed) R. HARPER-SMITH
Comptroller

APPROVED:

(Signed) René MAHEU
Director-General

AUDIT CERTIFICATE

The above statement has been examined in accordance with my directions. I have obtained all the information and explanations that I have required, and I certify, as a result of the audit, that, in my opinion, the above statement is correct.

(Signed) E. G. COMPTON
(Comptroller and Auditor General, Great Britain)
External Auditor

ANNEX 10 (b)

United Nations Educational, Scientific and Cultural Organization: status of funds from Governments' counterpart contributions in cash as at 31 December 1965*(Expressed in United States dollars)*

Balance of available funds at 31 December 1964	101,956
<i>Deduct:</i>	
Cash disbursements during 1965	19,847
Balance of available funds at 31 December 1965	<u>82,109</u>
Represented by:	
Accounts receivable and sundry debit balances	<u>82,109</u>

CERTIFIED CORRECT:

(Signed) R. HARPER-SMITH
Comptroller

APPROVED:

(Signed) René MAHEU
Director-General

AUDIT CERTIFICATE

The above statement has been examined in accordance with my directions. I have obtained all the information and explanations that I have required, and I certify, as a result of the audit, that, in my opinion, the above statement is correct.

(Signed) E. G. COMPTON
(Comptroller and Auditor General, Great Britain)
External Auditor

REPORT OF THE EXTERNAL AUDITOR ON THE STATEMENTS SHOWING AS AT 31 DECEMBER 1965:

- (1) THE STATUS OF FUNDS ALLOCATED TO THE UNITED NATIONS EDUCATIONAL, SCIENTIFIC AND CULTURAL ORGANIZATION BY THE UNITED NATIONS SPECIAL FUND;
- (2) THE STATUS OF FUNDS FROM GOVERNMENTS' COUNTERPART CONTRIBUTIONS IN CASH TO SPECIAL FUND PROJECTS

1. The statements and the related schedules are in the revised form prescribed by the United Nations Development Programme (Special Fund).

2. My examination has been carried out in conjunction with my audit of the accounts of the regular programme of the Organization, and the reports of the Internal Auditor have been made available to me. I have no observations to make upon the statements.

3. I have examined the circumstances in which the *ex gratia* payment of \$1,000, mentioned in paragraph 12 of the financial report of the Director-General, was made and I have no comments to make upon it.

4. I wish to record my appreciation of the willing co-operation of the officers of the Organization during my audit.

(Signed) E. G. COMPTON
(Comptroller and Auditor General, Great Britain)
External Auditor

24 June 1966

ANNEX 11 (a)

World Health Organisation: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964		557,150
<i>Add:</i>		
Funds allocated during 1965		1,762,050
Total funds available for commitments		<u>2,319,200</u>
<i>Deduct:</i>		
Funds committed during 1965		1,273,442
Unencumbered balance of allocations and other income at 31 December 1965		<u>1,045,758</u>
Represented by:		
Undrawn allocations	2,147,206	
Accounts receivable and sundry debit balances	61,783	2,208,989
		<u>2,208,989</u>
<i>Less:</i>		
Unliquidated commitments	1,070,902	
Accounts payable and sundry credit balances	92,329	1,163,231
		<u>1,163,231</u>
		<u>1,045,758</u>

CERTIFIED CORRECT:

(Signed) Ted L. SMITH
Chief, Finance

APPROVED:

(Signed) Eric RENLUND
Director, Budget and Finance

AUDIT CERTIFICATE

The above accounts have been examined in accordance with my instructions. I have obtained all the information and explanations that I have required, and I certify, as a result of the audit, that in my opinion the above account is correct.

(Signed) Uno BRUNSKOG
External Auditor

ANNEX 11 (b)

World Health Organization: status of funds from Governments' counterpart contributions in cash as at 31 December 1965*(Expressed in United States dollars)*

Balance of available funds at 31 December 1964	—
<i>Add:</i>	
Income:	
Contributions received during 1965	148,469
	<u>148,469</u>
<i>Deduct:</i>	
Cash disbursements during 1965	50,309
Balance of available funds at 31 December 1965	<u>98,160</u>
<i>Represented by:</i>	
Accounts receivable and sundry debit balances	<u>98,160</u>

CERTIFIED CORRECT:

(Signed) Ted L. SMITH
Chief, Finance

APPROVED:

(Signed) Eric RENLUND
Director, Budget and Finance

AUDIT CERTIFICATE

The above accounts have been examined in accordance with my instructions. I have obtained all the information and explanations that I have required, and I certify, as a result of the audit, that in my opinion the above account is correct.

(Signed) Uno BRUNSKOG
External Auditor

REPORT ON THE AUDIT RELATING TO THE OPERATIONS OF THE WORLD HEALTH ORGANIZATION UNDER THE UNITED NATIONS SPECIAL FUND

1. The audit of the transactions of the World Health Organization under the United Nations Special Fund has been carried out in the same way as that under the regular budget and taking account of the procedures of the Special Fund.

2. My audit has not given rise to any special observations.

Geneva, 28 February 1966

(Signed) Uno BRUNSKOG
External Auditor

ANNEX 12

World Meteorological Organization: status of funds as at 31 December 1965*(Expressed in United States dollars)*

Balance of allocations and other available funds at 31 December 1964:		
Per 1964 WMO statement	1,117,834	
Transferred from United Nations	721	1,118,554
		<hr/>
<i>Deduct:</i>		
Surrendered to the Fund:		
Prior year's other income		—
		<hr/>
		1,118,554
<i>Add:</i>		
Funds allocated during 1965		1,146,020
		<hr/>
Total funds available for commitments		2,264,574
<i>Deduct:</i>		
Funds committed during 1965		892,145
		<hr/>
Unencumbered balance of allocations at 31 December 1965		1,372,429
<i>Add:</i>		
Other income:		
Miscellaneous income and exchange adjustments		121
		<hr/>
Unencumbered balance of allocations and other income at 31 December 1965		1,372,550
		<hr/> <hr/>
Represented by:		
Cash at banks, on hand and in transit	82,775	
Undrawn allocations	1,770,471	
Accounts receivable and sundry debit balances	18,291	1,871,537
		<hr/>
<i>Less:</i>		
Unliquidated commitments	436,224	
Accounts payable and sundry credit balances	62,763	498,987
		<hr/>
		1,372,550
		<hr/> <hr/>

CERTIFIED CORRECT:

(Signed) E. H. COOK
 Chief, Budget and Finance Section

APPROVED:

(Signed) D. A. DAVIES
 Secretary-General

AUDIT CERTIFICATE

The attached statement I has been examined in accordance with my directions. I have obtained all the information and explanations that I have required, and I certify, as a result of the audit, that, in my opinion, the attached statement is correct.

(Signed) E. G. COMPTON
 (Comptroller and Auditor General, Great Britain)
 External Auditor

REPORT OF THE EXTERNAL AUDITOR ON THE STATEMENTS SHOWING AS AT 31 DECEMBER 1965:

- (1) THE STATUS OF FUNDS ALLOCATED TO THE WORLD METEOROLOGICAL ORGANIZATION BY THE UNITED NATIONS SPECIAL FUND;
- (2) THE STATUS OF FUNDS FOR GOVERNMENTS' COUNTERPART CASH CONTRIBUTIONS TO SPECIAL FUND PROJECTS

GENERAL

1. The statements and the related schedules are in the revised form prescribed by the United Nations Development Programme.

2. My examination has been carried out in conjunction with my audit of the accounts of the World Meteorological Organization.

3. As stated in my last report, the World Meteorological Organization took over from the United Nations, with effect from 1 October 1964, responsibility for administering certain Special Fund projects, and the statements of account as at 31 December 1964 accordingly included the balances of allocations and allotments transferred by the United Nations in respect of those projects. During 1965 the United Nations transferred the allocations, commitments and expenditures relevant to the period during which it had administered the projects, for incorporation into the Organization's accounts. Schedules B, E and F accordingly reflect the transactions incurred by both the World Meteorological

Organization and the United Nations in respect of these projects.

EQUIPMENT INVENTORIES

4. Instructions for the compilation and checking of inventories of equipment issued to Special Fund projects under the Organization's control had not been issued by 31 December 1965 and consequently inventory checks were not carried out for all projects during the year. I have been informed by the Organization, however, that these instructions have now been issued.

5. I wish to record my appreciation of the willing co-operation of the officers of the Organization during my audit.

(Signed) E. G. COMPTON
(Comptroller and Auditor General, Great Britain)
External Auditor

7 June 1966