



GOVERNING COUNCIL
Twenty-seventh session
June 1980
Agenda item 10(c)

FINANCIAL, BUDGETARY AND ADMINISTRATIVE MATTERS

OPERATIONAL RESERVE

Report of the Administrator

Addendum

As requested by members of the Committee, the attached table provides a comparison of the level of the Operational Reserve, based on 25% and 20% of annualized Voluntary Contributions in the third cycle (1982-1986), assuming an annual growth rate of 14% and based on 25% and 20% of annualized expenditure in the third cycle under the same assumption. The figures used in the presentation are comparable to those presented in DP/496, Table 2, page 11.

Annualization of contributions and total costs (exclusive of increase in operational reserve, working capital and other resources, etc.), DP/496, for the 3rd cycle assuming an annual growth rate in voluntary contributions of 14%

(Millions US Dollars)

	<u>1982</u>	<u>1983</u>	<u>1984</u>	<u>1985</u>	<u>1986</u>	<u>TOTAL</u>
Contributions	991	1 130	1 288	1 468	1 674	6 551
Expenditure	1 005	1 131	1 273	1 434	1 616	6 459
Reserve based on contributions						
At 25%	250	280	320	370	420	
Increase	50	30	40	50	50	220
At 20%	200	230	260	290	330	
Increase	0	30	30	30	40	130
Reserve based on expenditures						
At 25%	250	280	320	360	400	
Increase	50	30	40	40	40	200
At 20%	200	230	250	290	320	
Increase	0	30	20	40	30	120