



**Governing Council
of the
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Development Programme**

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BUDGETARY AND FINANCE COMMITTEE
Thirty-fourth session
26 May-19 June 1987, New York
Item 10 of the agenda of the Budgetary
and Finance Committee

ADOPTION OF THE REPORT OF THE BUDGETARY AND FINANCE
COMMITTEE TO THE GOVERNING COUNCIL

Draft report of the Budgetary and Finance Committee

Rapporteur: Mr. Hans OLSSON (Sweden)

Addendum

ANNEX

CHAPTER I. MATTERS REFERRED TO THE COMMITTEE BY THE COUNCIL

C. Government execution

1. Following its consideration of this item, the Budgetary and Finance Committee recommended that the Council adopt the following decision:

The Governing Council,

Having considered the report of the Administrator (DP/1987/16) containing, inter alia, the review and assessment of Government execution during the experimental period for the use of add-on funds,

Noting the progress made in promoting Government execution as an important modality of project implementation and the commendable efforts made by the Governments in this regard, which have led to an increase in approvals of projects under this modality,

Considering that the growth in Government execution has led to an increase in the work-load related to the financial accounting and administration of the programme by the Division of Finance,

1. Decides to extend until 31 December 1988 the add-on arrangements as described in decision 82/8 of 18 June 1982;
2. Takes note that the Administrator is undertaking an evaluation study which will make an assessment of the impact and cost effectiveness of Government-executed projects and a more detailed quantitative and qualitative assessment of Government execution;
3. Requests the Administrator to report to the Governing Council at its thirty-fifth session (1988) on the outcome of this evaluation, giving specific attention to the question of auditing and to the work-load of the United Nations Development Programme headquarters associated with it;
4. Authorizes the Administrator to charge the actual additional staff costs of the Division of Finance associated with Government execution to support costs of the United Nations Development Programme up to a maximum of \$600,000, as from 1 July 1987, for a period of 18 months, pending the decisions on the long-term financing of these costs to be taken by the Council at its thirty-fifth session (1988) on the basis of the above-mentioned evaluation report.
