

DOCUMENT OF INTERNATIONAL MONETARY FUND AND NOT FOR PUBLIC USE

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May 26, 1995

To: Members of the Executive Board
From: The Secretary
Subject: Final Minutes of Executive Board Informal Session 94/10

The attached Annex was inadvertently omitted from the final minutes of IS/94/10 (11/15/94).

Att: (1)

Other Distribution:
Department Heads

Table 1. Budget Allocation by Major Activity : FY 1994
(In millions of U.S. Dollars)

Activity (BRS Code)		Amount (1)	Cost of Lending (2)	Technical Assistance (3)	General Costs (4)
1. Direct Costs 1/:					
A.	Country-specific work:				
	Technical assistance	36		36	
	Others	128	47		81
B.	Policy Development, Evaluation & Research	41	4	1	36
C.	Statistics, Information & External Relations	26			26
D.	Administrative Support	5	2	3	
E.	External Training	16		16	
F.	General Supervision, Administration & Training:				
	Staff training & professional development	8	1	2	5
	Others	36	5	7	24
G.	Paid leave	50	7	10	33
Total Direct Costs		346	66	75	205
Percentage		100	19	22	59
2. Indirect Costs:					
D.	Administrative Support	57	11	12	34
H.	Board of Governors & Executive Board	10			10
I.	Office of Executive Directors	35	9	2	24
	Depreciation expense	8	1	2	5
		456	87	91	278
Less: Reimbursements 2/		-31	-6	-7	-18
Total Administrative Budget Expenditures		425	81	84	260
Percentage		100	19	20	61
SDR Equivalents		304	58	60	186

1/ Estimates provided by the Office of Budget and Planning

2/ Includes the costs of administering the SDR Department, the Structural Adjustment Facility, and the Enhanced Structural Adjustment Facility for which the General Resources Account is reimbursed by the SDR Account and the Special Disbursement Account.

Table 2. Additions to Precautionary Balances Based on Change in credit Outstanding and Purchases and the impact on the basic rate of charge
(in millions of SDRs and percent)

FY	Additions to precautionary balances as a percentage of actual increase in average credit outstanding 1/				Increase in basic rate of charge 2/				Additions to precautionary balances as a percentage of actual purchases				Increase in basic rate of charge 2/			
	3.0	5.0	7.0	10.0	3.0	5.0	7.0	10.0	1.0	2.0	3.0	5.0	1.0	2.0	3.0	5.0
	(SDR, millions)				(basis points)				(SDR, millions)				(basis points)			
1990	--	--	--	--	--	--	--	--	44	89	133	222	19	39	58	97
1991	--	--	--	--	--	--	--	--	62	125	187	312	29	58	88	146
1992	50	83	117	167	22	36	51	72	53	106	159	265	23	46	69	115
1993	20	34	48	68	9	14	20	29	53	106	159	265	22	45	67	112
1994	38	63	89	127	15	25	36	51	52	105	157	262	21	42	63	105

1/ It is assumed that no additions to precautionary balances would be made, nor would existing precautionary balances be reduced, in periods of declining outstanding credit.

2/ For comparison purposes, the impact of a risk premium is computed on the basis of all use of Fund credit for all years. Prior to FY 1994, use of Fund resources financed by external borrowing was subject to a different rate of charge.