

EB/CAM/10/5
Correction 1

May 27, 2010

To: Members of the Committee on Executive Board Administrative Matters
(Mr. Mojarrad, Chairman; Mr. Bakker, Mr. Itam, Mr. Lee, Ms. Lundsager,
Mr. Mozhin, Mr. Rutayisire, Mr. Stein)

From: Kenneth Meyers, Committee Secretary

Subject: **Requests for Access to the FY 2011 OED Restructuring Budget and
FY 2010 Carry-Forward**

The attached correction to EB/CAM/10/5 (5/26/10) has been provided by the staff:

Page 3: amended to correct typographical errors.

Questions may be referred to Mr. Trines (ext. 35639) and Ms. Amad (ext. 36665) in OBP.

This paper will shortly be posted on the extranet, a secure website for the Executive Directors and member country authorities.

Att: (1)

Other Distribution:
Members of Executive Board

III. OUTTURN OF THE FY 10 BUDGET AND CARRY FORWARD FOR FY 11

5. Budget performance in FY 10 for OED (based on preliminary data) is shown in Table 3.³ The methodology for deriving the OED carry forward is consistent with that applied to determine the FY 09 carry forward and the expenditure framework for the OED (EBAM/08/122, 12/05/2008) and associated operational arrangements (EB/CAM/08/6, 07/18/2008). At the end of each financial year, any unused portion of an individual OED budget may be carried forward to the next year provided that the amount may not exceed 20 percent of the Office's annual net budget allocation, or the cost of two FTE advisors, whichever is greater.
6. Under the agreed framework individual ED offices receiving temporary financing from the OED and Fund restructuring budgets first apply surplus balances to reimburse the restructuring budget, and may carry forward remaining Group I balances to the following year.⁴
7. The allowable OED FY 10 carry forward under the present framework is summarized in Table 3. Total carry forward for OED combined is expected to amount to \$9.0 million. Details for individual offices are illustrated in Table 3. As last year, Table 3 is divided into two panels: one for the "Personnel Budget (Group I)" and the other for the "Discretionary Budget (Groups III-VI)" to help clarify the manner in which the total carry forward was calculated. Offices showing a negative balance after payback of resources used from the restructuring budget have no personnel carry forward, but may or may not have carry forward savings in their discretionary budget. Residual savings that could not be allocated to individual ED offices owing to the payback rules were moved to the OED center.
8. As last year, calculations will be shared with individual offices before they are finalized. The finalized carry forward amounts will be made available to offices through a working budget adjustment in June.

³ A more detailed analysis of the FY 10 budget outturn is under preparation.

⁴ This provision also applies to offices that received temporary financing from the general and travel contingency reserves in the OED administrative budget. Since no offices requested contingency financing in FY 10 this provision is not relevant for this year.

PROPOSED DECISION

The CAM recommends the adoption by the Executive Board of the following decision:

- (i) the Executive Board hereby approves the requests of Executive Directors for temporary supplemental resources from the OED restructuring budget for FY 11, as set forth in Table 1 of EB/CAM/10/5 (5/26/10).