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**PROVISIONAL DRAFT OF THE PROGRAM BUDGET OF THE
WORLD HEALTH ORGANIZATION FOR THE REGION OF
THE AMERICAS FOR 2000-2001**

The Pan American Health Organization is required to submit the recommendations of the 25th Pan American Sanitary Conference, 50th Session of the Regional Committee of WHO for the Americas (September 1998), to the Director-General of WHO, on the WHO program budget for the Region of the Americas for the financial period 2000-2001. The regional proposal will become a part of the global proposal to be presented to the 103rd Session of the WHO Executive Board in January 1999 and the Fifty-second World Health Assembly in May 1999.

The proposal was submitted to the 30th Session of the Subcommittee on Planning and Programming (SPP) in March. The Subcommittee reviewed the draft favorably in general terms.

The Committee is requested to give its guidance and opinions concerning the provisional draft, while bearing in mind that the combined PAHO and WHO proposal for 2000-2001 will be presented to the Subcommittee on Planning and Programming, the Executive Committee, and the Directing Council in 1999.

1. WHO Regular Planning Allocation for 2000-2001

The budgetary guidance and regional planning allocations for 2000-2001 from the Director-General of WHO provide for no overall program growth over the 1998-1999 program budget. The initial proposals from the Regions are to be submitted without cost increases (mandatory and inflationary). The January 1999 WHO Executive Board will consider the various cost increases to be provided to the Regions.

The initial planning allocation established for 2000-2001 for the Region of the Americas, without cost increases, is at the 1998-1999 level of US\$ 82,686,000. The Director-General's instructions call for a budget presentation broken down at country, and intercountry and regional office levels, as illustrated in Table 1 below:

Table 1

| | PB/1998-1999 Approved Budget (in US\$) | PB/2000-2001 Initial Allocation (in US\$) |
|------------------------------------|---|--|
| Country Programs | 42,549,000 | 42,549,000 |
| Intercountry and Regional Programs | 40,137,000 | 40,137,000 |
| Total | 82,686,000 | 82,686,000 |

2. Formulation and General Analysis of the 2000-2001 WHO Program Budget Proposal

The provisional draft of the 2000-2001 WHO program budget which was included in PAHO's *Official Document 281* of May/August 1997 has been used as the base for the current proposals. The countries and the Governing Bodies reviewed the provisional draft in general terms during 1997.

The 2000-2001 WHO Regular budget projection in that document (OD-281) was for an increase of 6.4%, which provided for a program budget of \$88,014,000. The initial planning allocation of \$82,686,000 provided by the Director-General is, therefore, \$5,328,000 less than that projection.

Table 2 below shows the proposal for 2000-2001 in the WHO Classified List of Programs. It shows the 1998-1999 base as contained in the WHO official program budget document (PB/1998-1999) compared to the 2000-2001 projection (without cost increase) contained in PAHO's official program budget document (OD-281).

The draft proposal was submitted to the 30th Session of the Subcommittee on Planning and Programming (SPP) in March and was favorably reviewed in general terms.

The Executive Committee should bear in mind that the overall PAHO and WHO combined proposal for 2000-2001 will be presented to the SPP, the Executive Committee, and the Directing Council in 1999.

It is the responsibility of the Executive Committee to make a recommendation to the 25th Pan American Sanitary Conference in September 1998. In turn, the Conference, functioning as the WHO Regional Committee for the Americas, will make a recommendation to the Director-General of WHO. The regional proposal will become a part of the global proposal to be presented to the January 1999 WHO Executive Board and the May 1999 World Health Assembly.

3. World Health Assembly Resolution WHA51.31, "Regular Budget Allocations to Regions," 16 May 1998

The Executive Committee should be aware of Resolution WHA51.31, approved by the Fifty-first World Health Assembly on its last day. As a consequence of this resolution, there will be significant reductions over the next three bienniums in WHO's allocations to the Americas Region, the Southeast Asia Region, the Eastern Mediterranean Region, and the Western Pacific Region. In turn, the savings resulting from these reductions will be reallocated to the Africa Region and the European Region.

The resolution notes that WHO regional budget allocations have not been based on objective criteria but rather on the basis of history and previous practice and, as a result, each Region's share of such allocations has remained largely unchanged since the Organization's inception. It proposes that future program budgets should, for the most part, be guided by a model that draws upon UNDP's Human Development Index, possibly adjusted for immunization coverage. The model was developed by a group of experts, whose report was contained in Document EB101/7, dated 14 November 1997. Under this model, Africa's and Europe's allocations would be increased by 57% and 32%, respectively, while the America's would be reduced by 20%, Southeast Asia by 48%, Eastern Mediterranean by 15%, and Western Pacific by 34%.

After intense negotiations at the Health Assembly, a compromise was reached whereby the resolution calls for a gradual implementation "so that the reduction for any region would not exceed 3% per year and would be spread over a period of three bienniums." Although the details have yet to be provided, it appears that the allocations for the four affected regions each will be reduced over time from the 1998-1999 approved levels. Thus, future WHO allocations to the Americas could look something like the

following:

| Period | Allocation | Change from Base |
|---------------------------|-------------------|-------------------------|
| 1998-1999 approved budget | \$82,686,000 | \$ 0 |
| 2000-2001 | \$79,003,000 | -\$ 3,683,000 |
| 2002-2003 | \$74,334,000 | -\$ 8,352,000 |
| 2004-2005 | \$69,941,000 | -\$12,745,000 |
| 2006-2007 and beyond | \$68,876,000 | -\$13,811,000 |

This issue is being raised with the Executive Committee now because the reduction envisioned for 2000-2001, and certainly the reductions planned for the future, may require changes in programs. The full impact will be discussed in detail at the June 1999 Executive Committee session.

Table 2

PROGRAM BUDGET - WHO REGULAR FUNDS

| WHO PROGRAM CLASSIFICATION | 1998-1999 | | 2000-2001 | | |
|--|------------|------------|------------|------------|-----|
| | AMOUNT | % OF TOTAL | AMOUNT | % OF TOTAL | |
| 1. GOVERNING BODIES ===== | 337,000 | 0.4 | 337,000 | 0.4 | |
| GOVERNING BODIES ----- | 337,000 | 0.4 | 337,000 | 0.4 | |
| REGIONAL COMMITTEES | RCO | 337,000 | 0.4 | 337,000 | 0.4 |
| 2. HEALTH POLICY AND MANAGEMENT ===== | 20,462,000 | 24.7 | 19,334,600 | 23.4 | |
| GENERAL PROGRAM DEVELOPMENT AND MANAGEMENT ----- | 2,442,000 | 3.0 | 2,403,300 | 2.9 | |
| EXECUTIVE MANAGEMENT | EXM | 501,000 | 0.6 | 417,000 | 0.5 |
| MANAGERIAL PROCESS FOR WHO'S PROGRAM DEVELOPMENT | GPD | 980,000 | 1.2 | 739,000 | 0.9 |
| MANAGEMENT AND SUPPORT TO INFORMATICS SYSTEMS | ISM | 854,000 | 1.0 | 1,052,300 | 1.3 |
| D-G'S AND REGIONAL DIRECTORS' DEVELOPMENT PROGRAM | DGP | 107,000 | 0.1 | 107,000 | 0.1 |
| COORDINATION WITH OTHER ORGANIZATIONS | COR | 0 | ~ | 88,000 | 0.1 |
| HEALTH, SCIENCE AND PUBLIC POLICY ----- | 1,555,000 | 1.9 | 1,757,500 | 2.1 | |
| HEALTH IN SOCIOECONOMIC DEVELOPMENT | HSD | 1,284,000 | 1.6 | 1,343,500 | 1.6 |
| RESEARCH POLICY AND STRATEGY COORDINATION | RPS | 271,000 | 0.3 | 414,000 | 0.5 |
| NATIONAL HEALTH POLICIES AND PROGRAMS DEVELOPMENT, MANAGEMENT ----- | 6,371,000 | 7.7 | 6,778,400 | 8.2 | |
| TECHNICAL COOPERATION WITH COUNTRIES | TCC | 5,764,000 | 7.0 | 6,159,000 | 7.4 |
| PROCUREMENT SERVICES (EXCLUDING DRUGS) | SUP | 607,000 | 0.7 | 587,000 | 0.7 |
| EMERGENCY AND HUMANITARIAN ACTION | EHA | 0 | ~ | 32,400 | .* |
| BIOMEDICAL AND HEALTH INFORMATION AND TRENDS ----- | 10,094,000 | 12.2 | 8,395,400 | 10.2 | |
| EPIDEMIOLOGY, STATISTICS, AND TREND ASSESSMENT | HST | 5,977,000 | 7.2 | 5,528,500 | 6.7 |

| | | | | | |
|---|-----|-----------|-----|-----------|-----|
| PUBLISHING, LANGUAGE AND LIBRARY SERVICES | PLL | 4,117,000 | 5.0 | 2,866,900 | 3.5 |
|---|-----|-----------|-----|-----------|-----|

PROGRAM BUDGET - WHO REGULAR FUNDS (CONT.)

| | | 1998-1999 | | 2000-2001 | |
|---|-----|------------|---------------|------------|---------------|
| WHO PROGRAM CLASSIFICATION | | AMOUNT | % OF TOTAL | AMOUNT | % OF TOTAL |
| 3. HEALTH SERVICES DEVELOPMENT ===== | | 22,403,000 | 27.1 | 22,968,700 | 27.8 |
| ORGANIZATION AND MANAGEMENT OF HEALTH SYSTEMS BASED ON PHC ----- | | 16,327,000 | 19.7 | 17,149,200 | 20.7 |
| HEALTH SYSTEMS RESEARCH AND DEVELOPMENT | HSR | 0 | ~ | 16,500 | .* |
| NATIONAL HEALTH SYSTEMS AND POLICIES | NHP | 16,327,000 | 19.7 | 17,132,700 | 20.7 |
| HUMAN RESOURCES FOR HEALTH ----- | | 4,830,000 | 5.8 | 4,558,600 | 5.5 |
| HUMAN RESOURCES FOR HEALTH | HRH | 4,830,000 | 5.8 | 4,558,600 | 5.5 |
| ESSENTIAL DRUGS ----- | | 885,000 | 1.1 | 899,900 | 1.1 |
| ACTION PROGRAM ON ESSENTIAL DRUGS | DAP | 885,000 | 1.1 | 899,900 | 1.1 |
| QUALITY OF CARE AND HEALTH TECHNOLOGY ----- | | 361,000 | 0.4 | 361,000 | 0.4 |
| TECHNOLOGY FOR HEALTH CARE | THC | 361,000 | 0.4 | 361,000 | 0.4 |
| 4. PROMOTION AND PROTECTION OF HEALTH ===== | | 16,916,000 | 20.5 | 17,590,500 | 21.3 |
| REPRODUCTIVE, FAMILY, COMMUNITY HEALTH AND POPULATION ISSUES ----- | | 3,407,000 | 4.1 | 3,911,900 | 4.7 |
| REPRODUCTIVE HEALTH | RPH | 2,908,000 | 3.5 | 2,884,400 | 3.5 |
| CHILD HEALTH | CHD | 0 | ~ | 123,000 | 0.1 |
| ADOLESCENT HEALTH | ADH | 0 | ~ | 288,900 | 0.3 |
| AGING AND HEALTH | AHE | 499,000 | 0.6 | 527,600 | 0.6 |
| OCCUPATIONAL HEALTH | OCH | 0 | ~ | 88,000 | 0.1 |

PROGRAM BUDGET - WHO REGULAR FUNDS (CONT.)

| WHO PROGRAM CLASSIFICATION | 1998-1999 | | 2000-2001 | | |
|---|-----------|------------|-----------|------------|------|
| | AMOUNT | % OF TOTAL | AMOUNT | % OF TOTAL | |
| HEALTHY BEHAVIOR AND MENTAL HEALTH | 2,205,000 | 2.7 | 2,357,500 | 2.9 | |
| MENTAL HEALTH | MNH | 277,000 | 0.3 | 345,000 | 0.4 |
| SUBSTANCE ABUSE INCLUDING ALCOHOL AND TOBACCO | ADT | 256,000 | 0.3 | 256,000 | 0.3 |
| HEALTH PROMOTION | HEP | 1,480,000 | 1.8 | 1,600,500 | 1.9 |
| COMMUNICATIONS AND PUBLIC RELATIONS | INF | 192,000 | 0.2 | 156,000 | 0.2 |
| NUTRITION, FOOD SECURITY AND SAFETY | | 2,929,000 | 3.5 | 3,146,900 | 3.8 |
| NUTRITION | NUT | 1,940,000 | 2.3 | 2,152,700 | 2.6 |
| FOOD SAFETY | FOS | 989,000 | 1.2 | 994,200 | 1.2 |
| ENVIRONMENTAL HEALTH | | 8,375,000 | 10.1 | 8,174,200 | 9.9 |
| WATER SUPPLY AND SANITATION | CWS | 6,216,000 | 7.5 | 6,284,100 | 7.6 |
| ASSESSMENT OF ENVIRONMENTAL HEALTH HAZARDS | EHH | 2,159,000 | 2.6 | 1,830,100 | 2.2 |
| PROMOTION OF CHEMICAL SAFETY | PCS | 0 | ~ | 60,000 | 0.1 |
| 5. INTEGRATED CONTROL OF DISEASE | | 16,941,000 | 20.5 | 16,853,900 | 20.4 |
| ERADICATION/ELIMINATION OF SPECIFIC COMMUNICABLE DISEASES | | 295,000 | 0.4 | 300,800 | 0.4 |
| GLOBAL ERADICATION OR ELIMINATION | GEE | 295,000 | 0.4 | 300,800 | 0.4 |
| CONTROL OF OTHER COMMUNICABLE DISEASES | | 14,387,000 | 17.4 | 14,318,300 | 17.3 |
| VACCINE-PREVENTABLE DISEASES | VID | 2,159,000 | 2.6 | 2,859,500 | 3.5 |
| DIARRHEAL AND ACUTE RESPIRATORY DISEASE CONTROL | CDR | 670,000 | 0.8 | 674,400 | 0.8 |
| TUBERCULOSIS | TUB | 225,000 | 0.3 | 281,900 | 0.3 |
| OTHER COMMUNICABLE DISEASES | OCD | 6,839,000 | 8.3 | 6,932,100 | 8.4 |
| CONTROL OF TROPICAL DISEASES | CTD | 4,494,000 | 5.4 | 3,570,400 | 4.3 |

PROGRAM BUDGET - WHO REGULAR FUNDS (CONT.)

| WHO PROGRAM CLASSIFICATION | 1998-1999 | | 2000-2001 | | |
|--|-----------|------------|-----------|------------|-------|
| | AMOUNT | % OF TOTAL | AMOUNT | % OF TOTAL | |
| CONTROL OF NONCOMMUNICABLE DISEASES | 2,259,000 | 2.7 | 2,234,800 | 2.7 | |
| CONTROL OF NONCOMMUNICABLE DISEASES | NCD | 2,259,000 | 2.7 | 2,234,800 | 2.7 |
| 6. ADMINISTRATIVE SERVICES | | 5,627,000 | 6.8 | 5,601,300 | 6.8 |
| PERSONNEL | | 1,042,000 | 1.3 | 912,300 | 1.1 |
| PERSONNEL SERVICES AND ADMINISTRATION | PER | 1,042,000 | 1.3 | 912,300 | 1.1 |
| GENERAL ADMINISTRATION | | 3,011,000 | 3.6 | 3,318,000 | 4.0 |
| ADMINISTRATIVE SUPPORT TO TECHNICAL PROGRAMS | GAD | 3,011,000 | 3.6 | 3,318,000 | 4.0 |
| BUDGET AND FINANCE | | 1,574,000 | 1.9 | 1,371,000 | 1.7 |
| BUDGET AND FINANCE | BFI | 1,574,000 | 1.9 | 1,371,000 | 1.7 |
| GRAND TOTAL | | 82,686,000 | 100.0 | 82,686,000 | 100.0 |

NOTE: PERCENTAGES ARE INDEPENDENTLY CALCULATED AND MAY NOT ADD TO PERCENTAGES SHOWN IN TOTALS DUE TO ROUNDING.

* INDICATES LESS THAN .05 PERCENT