



PAN AMERICAN HEALTH ORGANIZATION
WORLD HEALTH ORGANIZATION



130th SESSION OF THE EXECUTIVE COMMITTEE

Washington, D.C., USA, 24-28 June 2002

Provisional Agenda Item 4.1

CE130/8 (Eng.)

1 May 2002

ORIGINAL: ENGLISH

PROVISIONAL DRAFT OF THE PROGRAM BUDGET OF THE WORLD HEALTH ORGANIZATION FOR THE REGION OF THE AMERICAS FOR THE FINANCIAL PERIOD 2004-2005

The Pan American Health Organization (PAHO) is required to submit the recommendations of the 26th Pan American Sanitary Conference, 54th Session of the Regional Committee of the World Health Organization (WHO) for the Americas (September 2002), to the Director-General of WHO, on the WHO program budget for the Region of the Americas for the financial period 2004-2005. The regional proposal will become a part of the global proposal to be presented to the 111th Session of the WHO Executive Board in January 2003 and to the 56th World Health Assembly in May 2003.

The Conference will be requested to give its guidance and opinions concerning the provisional draft, while bearing in mind that the combined PAHO and WHO proposal for 2004-2005 will be presented to the Subcommittee on Planning and Programming, the Executive Committee, and the Directing Council in 2003. The Executive Committee is asked to review this document and suggest any revisions that may be needed for its presentation to the Conference in September 2002 .

1. WHO Regular Planning Allocation for 2004-2005

The budgetary guidance and regional planning allocations for 2004-2005 from the Director-General of WHO provide for a reduction below the level of the 2002-2003 program budget. The initial proposals from the Regions are to be submitted without cost increases (mandatory and inflationary). In January 2003, the WHO Executive Board will consider the various cost increases that might be provided to the Regions.

The initial planning allocation established for 2004-2005 for the Region of the Americas, without cost increases, is US\$ 72,491,000. The Director-General's instructions call for a budget presentation broken down between the Regional Office and Inter-country Program level and the Country Program level. The submission is illustrated in Table 1:

Table 1

	PB/2002-2003 Approved Budget (in US\$)	PB/2004-2005 Planning Allocation (in US\$)
Regional Office and Inter-country Programs	33,133,000	32,160,000
Country Programs	41,549,000	40,331,000
Total	74,682,000	72,491,000

2. Formulation and General Analysis of the 2004-2005 WHO Program Budget Proposal

The initial planning allocation of \$72,491,000 provided by the Director-General for the 2004-2005 WHO Regular Budget follows the regional reallocation scheme approved by the 1998 World Health Assembly. This figure is \$2,191,000, or 2.9% less than the 2002-2003 approved regular budget.

The annexed proposals for 2004-2005, presented in accordance with the WHO Areas of Work, are without cost increase, as compared with the 2002-2003 base contained in the WHO official program budget document (PB/2002-2003).

Annex 1 shows the distribution of Regional Office and Inter-country Programs, with Country Programs summarized in the final two areas of work. It complies with WHO instructions to make an overall shift equivalent to 2% to 3% of the budget to the

WHO priority Areas of Work for 2004-2005. These priority areas are: malaria, tuberculosis, HIV/AIDS, cancer, cardiovascular disease and diabetes, tobacco, maternal health, health and environment, food safety, mental health, safe blood, and health systems. Also, in accordance with WHO requirements, Annex 2 shows the estimated distribution of Country Programs among the 34 Program Areas of Work. These figures have been prepared based on country submissions for 2002-2003.

The overall PAHO and WHO combined proposal for 2004-2005 will be presented to the Subcommittee on Planning and Programming, the Executive Committee, and the Directing Council in 2003.

It is the responsibility of the Executive Committee to make a recommendation to the 26th Pan American Sanitary Conference in September 2002. In turn, the Sanitary 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 WHO Executive Board in January 2003 and to the World Health Assembly in May 2003.

3. World Health Assembly Resolution WHA51.31 (May 1998) “Regular Budget Allocations to Regions”

The Executive Committee should note that the reduction of \$2,191,000, or 2.9% of the 2002-2003 budget level, is a result of Resolution WHA51.31, approved by the 51st World Health Assembly in May 1998. The resolution originally called for a maximum reduction of 3% per year, or 6% for a given biennium. For the 2002-2003 biennium, the Director-General lowered the maximum percentage reduction to 4%, and in March 2002 further reduced it to 3% for the 2004-2005 biennium. The 2004-2005 biennium is the last of three bienniums over which these reductions were to be spread. An evaluation of the impact of these regional reallocations is scheduled for presentation at the 57th World Health Assembly in May 2004 as called for in paragraph four of the resolution.

Table 2 demonstrates the effect of Resolution WHA51.31 on the WHO regular budget allocations to the Region of the Americas.

Table 2

Period	Allocation (in US\$)	Cumulative Change from Base (in US\$)
1998-1999 approved budget	82,686,000	0
2000-2001	77,725,000	(4,961,000)
2002-2003	74,682,000	(8,004,000)
2004-2005	72,491,000	(10,195,000)

This issue is brought to the attention of the Executive Committee at this time because the reduction envisioned for 2004-2005 may require changes in programs. The full impact will be discussed in detail at the 132nd Session of the Executive Committee in June 2003.

4. Estimated WHO Funds under Other Sources in the 2004-2005 WHO Program Budget Proposal

As a part of the program budget presentation to WHO's Governing Bodies, the Director-General intends to include an indicative level of Other Sources (WHO extrabudgetary funds) that WHO will target for the each of the Regions in the biennium 2004-2005. These will be presented by WHO Area of Work, with a further distinction made between those funds anticipated to be spent at the regional office and intercountry level versus those to be spent at the country level. The figures will be based on a judgement as to the overall amount of extrabudgetary resources that WHO has a reasonable probability of raising, and will be tentatively attributed following a consultative process which is currently under way between Area of Work focal points across all WHO Regions.

The Other Sources estimates for the Region of the Americas should be available for the 26th Pan American Sanitary Conference in September 2002.

Annexes

Annex 1

PROGRAM BUDGET – WHO REGULAR FUNDS

WHO AREA OF WORK		2002-2003		2004-2005	
		AMOUNT	% OF TOTAL	AMOUNT	% OF TOTAL
1. Communicable diseases					
Communicable Disease Surveillance	CSR	1.150.000	1,5%	1.116.000	1,5%
Communicable Disease Prevention, Eradication, and Control	CPC	4.599.000	6,2%	4.118.000	5,7%
Research and Product Development for Communicable Diseases	CRD	124.000	0,2%	-	0,0%
Malaria	MAL	545.000	0,7%	497.000	0,7%
Tuberculosis	TUB	135.000	0,2%	442.000	0,6%
Subtotal - Communicable diseases		6.553.000	8,8%	6.173.000	8,5%
2. Noncommunicable diseases and mental health					
Surveillance, Prevention, and Management of Noncommunicable Diseases	NCD	340.000	0,5%	528.000	0,7%
Tobacco	TOB	400.000	0,5%	400.000	0,6%
Health Promotion	HPR	492.000	0,7%	478.000	0,7%
Mental Health and Substance Abuse	MNH	2.136.000	2,9%	1.536.000	2,1%
Subtotal - Noncommunicable diseases and mental health		3.368.000	4,5%	2.942.000	4,1%
3. Family and community health					
Child and Adolescent Health	CAH	560.000	0,7%	475.000	0,7%
Making Pregnancy Safer	MPS	398.000	0,5%	307.000	0,4%
HIV/AIDS	HIV	-	0,0%	502.000	0,7%
Subtotal - Family and community health		958.000	1,3%	1.284.000	1,8%
4. Sustainable development and healthy environments					
Sustainable Development	HSD	793.000	1,1%	770.000	1,1%
Nutrition	NUT	1.186.000	1,6%	1.120.000	1,5%
Health and Environment	PHE	1.634.000	2,2%	1.741.000	2,4%
Food Safety	FOS	418.000	0,6%	463.000	0,6%
Subtotal - Sustainable development and healthy environments		4.031.000	5,4%	4.094.000	5,6%
5. Health technology and pharmaceuticals					
Essential Medicines: Access, Quality, and Rational Use	EDM	257.000	0,3%	249.000	0,3%
Immunization and Vaccine Development	IVD	1.378.000	1,8%	1.338.000	1,8%
Blood Safety and Clinical Technology	BCT	405.000	0,5%	617.000	0,9%
Subtotal - Health technology and pharmaceuticals		2.040.000	2,7%	2.204.000	3,0%
6. Evidence and information for policy					
Evidence for Health Policy	GPE	1.315.000	1,8%	1.276.000	1,8%
Health Information Management and Dissemination	IMD	2.227.000	3,0%	2.162.000	3,0%
Research Policy and Promotion	RPC	414.000	0,6%	402.000	0,6%
Organization of Health Services	OSD	4.300.000	5,8%	4.468.000	6,2%
Subtotal - Evidence and information for policy		8.256.000	11,1%	8.308.000	11,5%
7. External relations and Governing Bodies					
Governing Bodies	GBS	286.000	0,4%	280.000	0,4%
Resource Mobilization, and External Cooperation and Partnerships	REC	1.150.000	1,5%	1.148.000	1,6%
Subtotal - External relations and Governing Bodies		1.436.000	1,9%	1.428.000	2,0%
8. General management					
Human Resources Development	HRS	802.000	1,1%	639.000	0,9%
Financial Management	FNS	1.761.000	2,4%	1.616.000	2,2%
Informatics and Infrastructure Services	IIS	3.111.000	4,2%	2.701.000	3,7%
Subtotal - General management		5.674.000	7,6%	4.956.000	6,8%
9. Director-General, Regional Directors, and independent functions					
Director-General's and Regional Directors' Offices and Development Program	DGO	817.000	1,1%	771.000	1,1%
WHO's Presence in Countries	SCC	-		-	
Subtotal - Director-General, Regional Directors, and independent functions		817.000	1,1%	771.000	1,1%
10. Country-Level Program Activities (budget submission only)					
Country-Level Program Activities	CLA	41.549.000	55,6%	40.331.000	55,6%
Subtotal - Country-Level Program Activities		41.549.000	55,6%	40.331.000	55,6%
GRAND TOTAL		74.682.000	100,0%	72.491.000	100,0%

Note: Percentages are independently calculated and may not add to the percentage shown in total due to rounding.

Annex 2

PROGRAM BUDGET – WHO REGULAR FUNDS
Breakdown of Country-Level Program Activities into Program Areas of Work

WHO AREA OF WORK		2002-2003		2004-2005	
		AMOUNT	% OF TOTAL	AMOUNT	% OF TOTAL
1. Communicable diseases					
Communicable Disease Surveillance	CSR	393.000	0,9%	381.000	0,9%
Communicable Disease Prevention, Eradication, and Control	CPC	4.842.000	11,7%	4.700.000	11,7%
Malaria	MAL	46.000	0,1%	45.000	0,1%
Subtotal - Communicable diseases		5.281.000	12,7%	5.126.000	12,7%
2. Noncommunicable diseases and mental health					
Surveillance, Prevention, and Management of Noncommunicable Diseases	NCD	1.492.000	3,6%	1.448.000	3,6%
Health Promotion	HPR	1.963.000	4,7%	1.905.000	4,7%
Mental Health and Substance Abuse	MNH	113.000	0,3%	110.000	0,3%
Subtotal - Noncommunicable diseases and mental health		3.568.000	8,6%	3.463.000	8,6%
3. Family and community health					
Child and Adolescent Health	CAH	41.000	0,1%	40.000	0,1%
Research and Program Development in Reproductive Health	RHR	1.837.000	4,4%	1.783.000	4,4%
Women's Health	WMH	41.000	0,1%	40.000	0,1%
HIV/AIDS	HIV	113.000	0,3%	110.000	0,3%
Subtotal - Family and community health		2.032.000	4,9%	1.973.000	4,9%
4. Sustainable development and healthy environments					
Sustainable Development	HSD	1.188.000	2,9%	1.153.000	2,9%
Nutrition	NUT	82.000	0,2%	80.000	0,2%
Health and Environment	PHE	5.055.000	12,2%	4.907.000	12,2%
Food Safety	FOS	491.000	1,2%	477.000	1,2%
Subtotal - Sustainable development and healthy environments		6.816.000	16,4%	6.617.000	16,4%
5. Health technology and pharmaceuticals					
Essential Medicines: Access, Quality, and Rational Use	EDM	380.000	0,9%	369.000	0,9%
Immunization and Vaccine Development	IVD	371.000	0,9%	360.000	0,9%
Blood Safety and Clinical Technology	BCT	52.000	0,1%	50.000	0,1%
Subtotal - Health technology and pharmaceuticals		803.000	1,9%	779.000	1,9%
6. Evidence and information for policy					
Evidence for Health Policy	GPE	3.063.000	7,4%	2.973.000	7,4%
Organization of Health Services	OSD	13.060.000	31,4%	12.677.000	31,4%
Subtotal - Evidence and information for policy		16.123.000	38,8%	15.650.000	38,8%
9. Director-General, Regional Directors, and independent functions					
WHO's Presence in Countries	SCC	6.926.000	16,7%	6.723.000	16,7%
Subtotal - Director-General, Regional Directors, and independent functions		6.926.000	16,7%	6.723.000	16,7%
GRAND TOTAL		41.549.000	100,0%	40.331.000	100,0%

Note: Percentages are independently calculated and may not add to the percentage shown in total due to rounding.