

**INTER-AMERICAN INSTITUTE FOR
GLOBAL CHANGE RESEARCH
(IAI)**

EC XIV
November 26-27, 2001
Havana, Cuba

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INTER-AMERICAN INSTITUTE FOR GLOBAL CHANGE RESEARCH

Financial Status as of September 30, 2001

1) Core Budget

a) **Actuals vs. Budget**

Contributions to Core Budget **251,580**

Mexico	4,580
USA	237,000
Jamaica	5,000
Ecuador	5,000

	<u>BUDGET</u>	<u>ACTUALS</u>
Salaries and Benefits	136,000	109,386
Travel	22,000	20,213
Professional Services	16,000	31,385
Office Supplies	38,000	37,050
EC/CoP/SAC Meetings	17,000	24,002
	<u>229,000</u>	<u>222,036</u>
	=====	=====

The actual expenditures for the period July 1st – September 30, 2001 were \$ 6,964 below the estimates for this period. The most important saving was under “**Salaries and Benefits**” because we still do not have any expense associated with the Scientific Officer who will begin to work on November, 2001.

The overrun in “**Professional Services**” is due to the fact that IAI hired a consultant to begin the compilation of scientific results from the ISP III Program.

The overrun in “EC/CoP/SAC Meetings” is due to the fact that IAI supported the participation of Country Representatives to the EC/CoP meeting held in Panama and also had to pay in advance air fares for the CRN PIs meeting held in Rio de Janeiro in October, 2001.

b) Cash Flow

Based on the actual estimates, we expect that our expenses will amount \$800,000 while we forecast contributions from the member countries for the amount of \$750,000.

	2000/2001	2001/2002
Initial Cash Balance	210,000	15,716
Country Contributions	565,000	750,000
Bank Interests	65,000	10,000
Expenses	(824,284)	(800,000)
Surplus/Deficit	(194,284)	(40,000)
Final Cash Balance	15,716	(24,284)

If the forecasts for FY 2001/2002 become actual values we can predict a cash deficit of \$24,284.

Even though this amount seems to be manageable it is important to have in mind that if the country members do not make their contributions on time IAI will not be able to afford its operating costs in the near future.

2) Country Contributions

In Annex I there is a table showing the status of the contributions to Core Budget as of October 31, 2001.

As shown in the beginning of this document, during the first four months of this Fiscal Year, we received contributions from four countries only. Last year, Brazil had already advanced close to 50 % of its contribution for this Fiscal Year.

As of June 30, 2001 the outstanding contributions amounted USD\$ 777,838.

3) Program Budget

Attached to this report you will find three tables showing the status as of September 30, 2001 of the research programs managed by IAI: CRN; ISP III and PESCA.

CRN Program

According to the table attached the CRN Program still has \$ 355,740 unallocated from a total budget of \$ 10,829,755 for research activities. This amount includes a contribution from the Agencia Nacional de Promoción Científica y Tecnológica of Argentina in the amount of \$ 1,031,270.

IAI received Argentina's contribution for the first year's program but has not received the contribution for the second year yet.

Based on the economic crisis that Argentina is undergoing now, we do not expect that the contribution for the second year will be received within the next few months. Therefore, these unallocated funds can be used as a cushion against delays to receive the Argentinian contribution.

ISP III Program

According to the table attached the ISP III Program has unallocated funds for the amount of \$ 187,726. Out of these funds there are US\$ 15,000 for the DIS Project.

The remaining funds will be used on the preparation of the scientific review of the program and the publication of a book with the results of each research project.

PESCA Program

The table shows that as of September 30, 2001 there are \$ 89,000 unallocated. According to the decision taken in the last EC/CoP meeting, these funds will be used for the new open call for education activities proposals.

Core Budget - 2001 / 2002

Country Contributions as of October 31, 2001

	Outstanding 30-Jun-98	Contribution FY 99/00	Payments FY 99/00	Due as of 30-Jun-00	Contribution for FY 00/01	Paid FY 00/01	Due as of 30-Jun-01	Contribution for FY 01/02	Paid Jul - Oct/01	Due as of 31-Oct-01
Argentina	30,000.00	35,000.00	(20,000.00)	45,000.00	45,000.00	(20,000.00)	70,000.00	45,000.00		115,000.00
Brazil (*)	0.08	70,000.00	(48,077.00)	21,923.08	80,000.00	(137,444.08)	(35,521.00)	80,000.00		44,479.00
Canada	2,425.78	100,000.00	(51,213.00)	51,212.78	115,000.00	(111,250.00)	54,962.78	115,000.00		169,962.78
Chile	5,000.00	5,000.00		10,000.00	5,000.00		15,000.00	5,000.00		20,000.00
Colombia		5,000.00	(5,000.00)	-	10,000.00		10,000.00	10,000.00		20,000.00
Costa Rica	10,000.00	5,000.00		15,000.00	5,000.00		20,000.00	5,000.00		25,000.00
Cuba	-	5,000.00	-	5,000.00	5,000.00	(9,933.44)	66.56	5,000.00		5,066.56
Dominican Republic	10,000.00	5,000.00		15,000.00	5,000.00		20,000.00	5,000.00		25,000.00
Ecuador	10,000.00	5,000.00		15,000.00	5,000.00		20,000.00	5,000.00	(5,000.00)	20,000.00
Guatemala	10,000.00	5,000.00		15,000.00	5,000.00		20,000.00	5,000.00		25,000.00
Jamaica		5,000.00		5,000.00	5,000.00	(5,000.00)	5,000.00	5,000.00	(5,000.00)	5,000.00
Mexico	31,103.92	45,000.00	(19,999.99)	56,103.93	55,000.00	(24,321.00)	86,782.93	55,000.00	(11,176.84)	130,606.09
Panama		5,000.00	(5,000.00)	-	5,000.00	(5,000.00)	-	5,000.00		5,000.00
Paraguay	15,000.00	5,000.00		20,000.00	5,000.00		25,000.00	5,000.00		30,000.00
Peru	17,000.00	5,000.00		22,000.00	5,000.00		27,000.00	5,000.00		32,000.00
Uruguay	5,000.00	5,000.00		10,000.00	5,000.00		15,000.00	5,000.00		20,000.00
USA (**)		485,000.00	(485,000.00)	-	550,000.00	(187,283.00)	362,717.00	550,000.00	(237,000.00)	675,717.00
Venezuela	29,715.73	25,000.00	(20,386.39)	34,329.34	30,000.00	(2,500.00)	61,829.34	30,000.00		91,829.34
	175,245.51	820,000.00	(654,676.38)	340,569.13	940,000.00	(502,731.52)	777,837.61	940,000.00	(258,176.84)	1,459,660.77

Notes:

(*) Brazil had already advanced contributions for FY 2001/2002

(**) USA's contribution to IAI core budget is made through a grant from NSF. Funds are received by IAI according to an agreed schedule of payments

Program Budget

Program: Collaborative Research Network		Program: Initial Science Program III		Program: PESCA	
Total Budget:	US\$ 10,829,155	Total Budget:	US\$ 1,878,984	Total Budget:	US\$ 300,000
Grants Approved:	US\$ 10,446,439	Grants Approved:	US\$ 1,493,344	Grants Approved:	US\$ 194,100
<u>Associated Costs</u>		<u>Associated Costs</u>		<u>Associated Costs</u>	
- Panel CRN : <u>US\$ 26,976</u>		- Travel: US\$ 4,518		- Panel: <u>US\$ 4,518</u>	
Total Associated Costs: <u>US\$ 26,976</u>		- Workshops: US\$ 155,135		Total Associated Costs: <u>US\$ 197,914</u>	
		- DIS Project: <u>US\$ 38,261</u>			
Uncommitted Funds: US\$ 355,740	=====	Total Associated Costs: <u>US\$ 197,914</u>		Uncommitted Funds: US\$ 187,726	=====
		Uncommitted Funds: US\$ 187,726	=====		
Countries Funding this Program		Countries Funding this Program		Countries Funding this Program	
- USA		- USA		- USA	
- Argentina					