

PROGRAMMING OF THE REVENUE SURPLUS

Background

1. Financial Regulation 4.8 of the Pan American Health Organization (PAHO) stipulates that any excess of revenue over the Budgeted Miscellaneous Revenue at the end of a budgetary period shall be considered a revenue surplus and shall be available for use in subsequent periods to cover any unfunded portion(s) of the Strategic Plan, as determined by the Director and with the concurrence of the Subcommittee on Program, Budget, and Administration.
2. The estimated amount available for programming in 2024–2025 from the revenue surplus of the 2022–2023 biennium is US\$ 30 803 437.¹ The final figure will not be available until the External Auditor completes and signs the audit of the PAHO financial statements for 2023, which must occur on or before 15 April 2024.²
3. As has been the case in the past, the revenue surplus offers a unique opportunity to invest in long-term, high-cost strategic and administrative initiatives that are otherwise difficult to fund within the constraints of typical biennial budgetary exercises.
4. Additionally, the funds from the revenue surplus constitute an opportunity to complement funding of high programmatic priorities identified by Member States and of thematic areas that have shown increased demand for technical cooperation from countries across the Region of the Americas.

Proposal

5. The Director is proposing the allocation of the 2022–2023 revenue surplus balance as presented below:

Fund/Program	Purpose	Amount (US\$)
Master Capital Investment Fund – Real Estate Maintenance and Improvements Subfund	To complete PAHO Modernization – HQ Building Renovation Phase II	14 300 000
Programmatic priorities of the PAHO Program Budget 2024–2025	To complement funding of thematic areas with increased demand for technical cooperation in 2024–2025 from countries across the Region of the Americas	16 503 437
Total Proposed Allocation		30 803 437

¹ Unless otherwise indicated, all monetary figures in this report are expressed in United States dollars.

² In accordance with Financial Regulation 14.9.

Action by the Subcommittee on Program, Budget, and Administration

6. The Subcommittee is invited to review the proposal presented in this document and provide its concurrence with the proposed allocation of the revenue surplus.
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