

Financial report and audited financial statements

**For the biennium ended 31 December 2011
and Report of the Board of Auditors**

Audited Financial Statements for 2010-2011 biennium

- Last biennial report
- Last UNSAS-based report
- Beginning 2012, report will be annual and IPSAS based

The Financial Report - Income

Income:

- Income for the biennium was \$7.4 billion
- This was a 10% increase over 2008-2009
 - Regular Resources decreased by 5% to \$2.0bn
 - Other Resources Regular increased by 9% to \$3.4bn
 - Other Resources Emergency increased by 42% to \$2.0bn

Sources of Income

	2011 US\$ bn	2009 US\$ bn
Government	4.3	4.0
Private sector/Non-gov't	2.3	1.9
Inter-org arrangements	0.7	0.5
Other income	0.1	0.2
Total Income	7.4	6.6

The Financial Report - Expenditure

Expenditures:

- Expenditures for the biennium were \$7.4 billion
- 17% increase over 2008-2009
 - 92% of expenditures were for Programmes
 - 8% were for Programme Support, Management & Administration and Security

Programme Assistance by Geographic Area

	'10-11 RR US\$m	'10-11 ORR US\$m	'10-11 ORE US\$m	'10-11 Total US\$m	'08-09 Total US\$m
Sub-Saharan Africa	915	1,499	854	3,268	2,695
Americas and Caribbean	55	215	294	564	266
Asia & Pacific	393	851	417	1,661	1,518
Middle East & North Africa	77	238	305	620	622
Central & Eastern Europe & CIS	52	121	16	189	169
Inter-country Programmes	94	413	18	525	482
Total Assistance	1,586	3,337	1,904	6,827	5,752

The Financial Report - Cash

- Cash on hand at the end of biennium:

	31 Dec 2011 (\$m)	31 Dec 2009 (\$m)	Change (%)
Other Resources	1,820	1,696	7%
Trust Funds	499	438	14%
Funded Reserves	331	249	33%
Regular Resources	431	594	(27)%
Total cash & investments	3,081	2,977	3%

Report of the Board of Auditors

For the biennium ended 31
December 2011

Unmodified Audit Opinion

“In our opinion, the financial statements present fairly, in all material respects, the financial position of the United Nations Children’s Fund as at 31 December 2011 and its financial performance and cash flows for the period then ended, in accordance with the United Nations system accounting standards.”

-UN Board of Auditors

Report of the Board of Auditors

- Significant Observations / Recommendations from Biennium 2010-2011 summarized in 3 categories:
 - National Committees
 - Budget management
 - Programme management

National Committees

BOA Observations:

- UNBOA of the view that NatComs are agents of UNICEF → gross reporting
- Delays in obtaining certified RERs
- Delay in transferring donations to UNICEF
- Concerns about retention rates by some NatComs

Budget management

BOA Observations:

- Insufficient justifications for vacancy rate applied in the formulation of support budget
- No detailed activities and results for advocacy, programme development and inter-country programme budget
- Fragmented budget of some Headquarter divisions/offices

Programme management

BOA Observations:

- Annual Management Plan/Annual Work Plan indicators without baselines and targets and implementation of plans delayed
- Making disbursements before signing work plans
- Low implementation rates of monitoring and evaluation plans
- Insufficient capacity assessment and assurance activities on cash transfers

Report of the Board of Auditors

- Status of implementation of recommendations:

	2010-2011		2008-2009	
	No	%	No	%
Implemented	-	-	33	66%
Under Implementation	29	100%	15	30%
Not Implemented	-	-	2	4%
Total	29	100%	50	100%

Thank You

Questions/Comments