

Arms Trade Treaty: Status of ATT Finances

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Background

- ATT Financial Rules (Rule 5 and Rule 6 formula)
- Considerations for calculation of assessed contributions:
 - ✓ CSP approved budget estimates
 - ✓ Number of States Parties
 - ✓ Number of other States in attendance at last CSP
 - ✓ UN scale of assessment
 - ✓ ATT scale of effort

Source of revenue



- Exclusive financial contributions from states
- States Parties:
 - ✓ Conference costs
 - ✓ ATT Secretariat costs
- Signatory and Observer states in attendance at last CSP
 - ✓ Conference costs (attendance fee)
 - ✓ ATT Secretariat costs (activities related to conference organisation)

Financial Management Process



- Budget estimates approved by a CSP
- Invoices: October of every year (Rule 8)
- Payable in 3 months (end of Jan (Rule 8))
- Reminders: March including info on all outstanding contributions
- Status of contributions posted on ATT website (regularly)
- Rollover register posted on ATT website (annually)

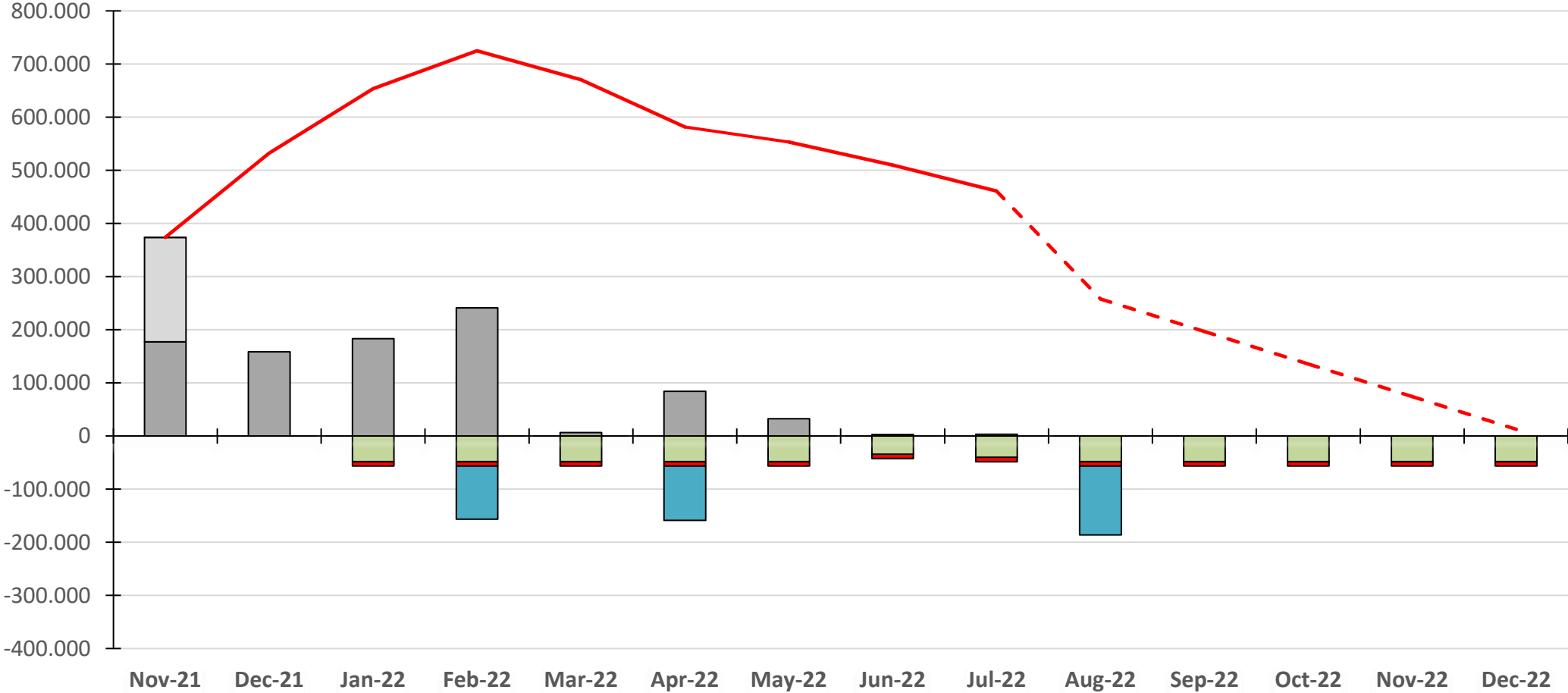
Overview of Contributions received (25 August)

	<i>2015/16 to 2019 Budgets (average)</i>	2020 Budget	2021 Budget	2022 Budget
Contributions Assessed	1,023,293.18	1,069,785.00	1,068,200.00	1,196,710.00
% of Budget Received	94.26%	91.97%	91.91%	90.79%
Contributions Outstanding	-58,692.43	-85,864.40	-86,399.11	-110,262.33
% of States having paid	84.11%	80.33%	71.90%	62.99%
In-kind Contribution by Switzerland	298,136.75	247,454.00	249,523.00	274,017.00

Outstanding Contributions

<i>2015/16 to 2020 Budgets (sum)</i>	2021 Budget	2022 Budget	Total Deficit
+ 46,087.40	+ 36,326.31		
-320'634.11	-86,399.11	-110,262.33	-517,295.55
102 Contributions outstanding from 40 States	Contributions outstanding from 34 States	Contributions outstanding from 47 States	

Cash Flow Projection: 2022



Contributions ATT 2022 Budget Received
 Rollover
 Staff Costs
 Operations
 Preparatory Meetings and CSP8
 Liquidity [USD]

Implication of Non-Payment



- Financial Rule 8.4 (Rollover of total uncommitted balance of appropriations i.e. cash and deficits).
- CSP5 decision: The rollover of the balance of total credits due (FY 2015/16, FY 2017 and FY 2018) was to be paid back over a period of 5 years. 2 years are remaining.
- The ATT is building an annual deficit of 7% average, which is rolled over to next years' budgets.
- Implication - liquidity challenges will materialize in the medium term if payment rate remain unchanged.

ATT Reserve Fund



- Reserve Fund established by CSP5 decision in 2019
- Dedicated Terms of Reference
- Financed from voluntary contributions by states

Reserve Fund	2022
Commitment Germany	50,000.00 EUR

Guidelines: Financial Arrangements



- Guidelines for making financial arrangements under Financial Rule 8 (1) d adopted by CSP7
- No formal request for financial arrangements submitted so far

End