

Arms Trade Treaty: Introduction: FY22 Budget Estimates

Introduction

- Art. 17 (3) of Treaty determines that a CSP shall adopt budget for the next period
- Prepared in accordance with Rule 4 of the ATT Financial Rules
- Reviewed by Management Committee
- Covering two elements : ATT Secretariat budget (current focus)
 - : Conference budget (agenda item 10)
 - : Actual income figures (FY 2020)
- Budget items set out in Rules 5 (CSP) and 6 (Secretariat) of the ATT Financial Rules

Estimates in perspective

- Estimates are presented and adopted in USD and spent in CHF
- Exposed to fluctuation in the rate of exchange between 2 currencies
- Exchange rate constant over time
- USD loss value against the CHF (since 2020) at about 10%
- Comparative table (demonstrate impact)

Overview of ATT Budgets



	2017 Budget	2018 Budget	2019 Budget	2020 Budget	2021 Budget	2022 Budget
ATT Secretariat	911,792	744,717	740,149	740,157	738,572	812,615
In-kind Contribution by Switzerland	291,873	287,130	234,387	247,454	249,523	274,017
Total ATT Secretariat	1,203,665	1,031,847	974,535	987,611	988,096	1,086,633
Conference	195,760	231,210	343,976	329,628	329,628	384,695
Total ATT Budget	1,107,552	975,927	1,084,125	1,069,785	1,068,200	1,197,310

Budget preparation and review



- Method of applying new exchange rate:
 1. Apply new rate across all budget items
 2. Apply new rate with moderation except on items based on standing contractual obligations
- Need to strike balance between planned ATT activities and need to contain costs
- Options considered:
 1. Full cost budget
 2. Reduced cost budget with associated risks

Submission

- Proposed budget:
 - realistic to support the ATT process
 - economic situation changes and the USD gains value, savings will be rolled over to states in accordance with Rule 8 (4)
 - budget shared by increased number of states
- CSP is unable to adopt proposed budget, reductions in Annex A can be considered together with associated risks that CSP has to accept

End