

AGREEMENT ON THE INTERNATIONAL DOLPHIN CONSERVATION PROGRAM

15TH MEETING OF THE PARTIES

BUSAN (KOREA)
21 JUNE 2005

DOCUMENT MOP-15-08

AIDCP BUDGET

1. INTRODUCTION

This document presents the actual costs for 2005, expected budget for 2006 and proposed budget for 2007 to support all costs related to the AIDCP.

The 2003 Resolution on financing the AIDCP ([A-03-01](#)) introduced several measures to increase revenue to balance the budget: estimates of vessel well volume, using a multiple of carrying capacity, until the well volumes of all vessels were measured; and assessments for small and inactive purse-seine vessels that are included on the IATTC Regional Vessel Register. The resolution also established payment deadlines for all vessels; if these are not met, a surcharge of 10% of the outstanding assessment is applied.

The 2005 Resolution on financing the AIDCP ([A-05-01](#)) raised the vessel assessment rate for 2006 from US\$ 12.552 to US\$ 14.184 per cubic meter of well volume. However, it also provided that the assessments of those vessels whose well volume had been verified should be based on that verified well volume rather than the estimated well volume, which was generally larger.

The Colombian national program started during 2005, which also reduced revenue and, to a lesser extent, costs.

2006 revenue is estimated assuming a 35% coverage rate by the Panamanian national program in 2006. It is expected that the coverage will increase to 50% in 2007, further reducing income.

The net result was a decrease in revenue of US\$12,887 from the vessels that fished in both 2005 and 2006 instead of the increase of US\$234,415 expected in Document MOP-13-05b in June 2005.

Table 1 shows costs and revenues for 2005 (actual) and 2006-2007 (projected). 2006 revenue is based on actual assessments paid by vessels covered by the AIDCP (over 363 t capacity) and small vessels, plus surcharges both paid and outstanding as of 31 March 2006. The projected revenue for 2007 in Table 1 assumes that all payments are made on time, and projected expenditure incorporates a 3% increase for inflation in costs from the previous year. The projected revenues for 2007 were calculated based on the recommendation of the Working Group on Vessel Assessments and Financing and the two lists of vessels drawn up by the [ad hoc well volume review group](#) and reduced by US\$150,000 to allow for the Colombian national program; they do not take into account the effect of the Panamanian national program.

The actual revenue for 2005 differs from that reported to the 14th Meeting of the Parties in October 2005 (Document MOP-14-05) because some assessments were received subsequent to that meeting. In addition, a proportion of the assessments were sent to the Colombian national program. The projected 2006 revenue in Document MOP-14-05 also differs from the projected revenue in this paper, due to the introduction of the Colombian and Panamanian national programs.

2. CURRENT FINANCIAL SITUATION

Table 1 shows actual costs for the IDCP in 2005, and the projected costs and revenue forecast for 2006-2007. The estimates assume that inflation will increase general costs and salaries by 3% and 4% in 2006 and 2007, respectively. The difference between the vessel assessments paid by 31 March 2006 and projected expenditure is a deficit of US\$177,553.

Table 2 shows the line item detail supporting the summary of projected IDCP expenses for 2006 presented in Table 1.

Table 3 shows details of the allocation of the Secretariat staff's time to the IDCP-related tasks they perform in 2006.

3. DEFICITS

The AIDCP budget was in deficit from 2002 to 2004. The deficits for each year and the accumulated deficit are:

	US\$
2002	(221,640)
2003	(273,356)
2004	(107,215)
2005	146,762
Total	(455,449)

The current budget anticipates an accumulated deficit at the end of 2006 of US\$633,002.

4. REDUCTIONS IN EXPENDITURE SINCE OCTOBER 2005

Document MOP-14-05 made the following proposals for reducing expenditure:

Reduction in frequency of meetings	\$7,900
Restructuring of field offices	\$23,025
Reduction of secretariat staff at meetings	\$3,000
Observer documentation costs	\$7,000
Payment of assessments by wire or US checks	\$2,000

The first three of those have been implemented, leading to an expected savings of about US\$34,000. In particular, the field office in Ensenada was closed in April 2006, and a new office opened in Manzanillo, with one less staff member. Other cost-saving measures that have been made are the reduction of staff in Panama by one person, and a restructuring of observer pay rates which has reduced the number of step increases for observers from 6 to 2.

There were costs associated with the field office restructuring which have reduced the savings in 2006. The reduction of the number of steps in the observer pay scale will be felt over the long term. That, and the cost reduction associated with the introduction of the Panamanian national program, have not been incorporated into the forecast expenditure in 2007.

5. RECOMMENDATION REGARDING ALLOCATION OF REVENUE

The charges for small and inactive vessels and the late payment fees were introduced as a step in reducing budget deficits. It was not clear to the Secretariat whether this revenue should be shared with the national programs, and in the absence of a decision by the Parties, it has been divided between the Secretariat and the relevant national program.

The Secretariat recommends that all income from small and inactive vessels, as well as late payment fees, remain with the Secretariat and not be included as part of the amount reimbursed to the national programs.

In 2006, this would have resulted in retaining approximately US\$50,000, thus reducing the current anticipated deficit to about US\$127,553.

TABLE 1. IDCP: Allocation of costs, 2005-2007

TABLA 1. PICD: Distribución de costos, 2005-2007

(US\$)	2005		2006	2007
	(actual—reales)	See Table 2 Ver Tabla 2	(projected—proyectados)	
COSTS-COSTOS:				
Covered at 70%-Cubiertos al 70%				
Gross costs-Costos brutos:				
Observers (wages, travel, equipment, training) Observadores (sueldos, viajes, equipo, entrenamiento)	1,455,973	A	1,455,540	1,499,206
IATTC scientific staff (part) Personal científico de la CIAT (porción)	829,102	B	736,502	762,861
IATTC field office staff and facilities (part) Personal e instalaciones de las oficinas regionales de la CIAT (porción)	235,099	C	327,508	370,639
Subtotal	2,520,174		2,519,550	2,632,707
70% of/del subtotal	1,764,122		1,763,685	1,842,895
Covered at 100%-Cubiertos al 100%				
Net alignments (travel) Alineamientos de la red (viajes)				
Seminars for captains and crew (travel) Cursos de entrenamiento para capitanes y tripulantes (viajes)	-	F	400	1,000
IATTC administrative staff (part) Personal administrativo de la CIAT (porción)	339,003	G	333,780	353,528
Miscellaneous administrative costs Costos de administración misceláneos	17,108	H	17,621	18,150
Meetings of Parties and IRP (including staff travel) Reuniones de las Partes y del PIR (incluye viajes del personal)	54,562	I	34,380	35,411
Dolphin-safe certification Certificación <i>dolphin safe</i>	-	J	700	-
TOTAL COSTS – TOTAL DE COSTOS	2,185,804		2,152,592	2,253,070
REVENUE-INGRESOS:				
Total vessel assessments Total de cuotas de buques				
	2,211,631		1,935,132	2,235,902
Small and inactive vessel income Ingresos de buques pequeños e inactivos				
	120,935		39,906	
Net alignments Alineamientos de la red				
Dolphin safe certificates Certificados <i>dolphin safe</i>				
Captains seminars Cursos de entrenamiento				
TOTAL REVENUE – TOTAL DE INGRESOS	2,332,566		1,975,038	2,235,902
Surplus (deficit) – Superávit (déficit)	146,762		(177,554)	(17,168)

TABLE 2. IDCP: Detailed expenses, 2006 (US\$).

TABLA 2. PICD: Detalle de gastos, 2006 (US\$).

A	Observers Observadores	1,455,540	Travel—Viajes Salaries and benefits—Sueldos y prestaciones Equipment, forms, misc—Equipo, formularios, misc Training—Entrenamiento	104,838 1,324,600 12,084 14,018
C	IATTC field office staff and facilities (part) Personal e instalaciones de las oficinas regionales de la CIAT (porción)	327,508	Rent & storage (exc. utilities)—Alquiler y almacenamiento (exc. servicios públicos) Telephone—Teléfono Internet services—Servicio de internet Utilities—Servicios públicos Materials & supplies—Materiales y pertrechos Furniture & equipment—Muebles y equipo Equipment repair & maintenance—Reparación y mantenimiento de equipo Postage—Franqueo Printing & reproduction—Imprenta y copiado Travel, Meals & entertainment—Viajes, Sustento y entretenimiento Vehicle (use and maintenance)—Vehículos (uso y mantenimiento). Contract labor—Mano de obra por contrato Contract labor (taxes)-- Mano de obra por contrato (impuestos) Legal & professional fees—Honorarios legales y profesionales Property insurance—Seguros de propiedad Vehicle insurance—Seguros de vehículos Tax, license, fees & permits—Impuestos, licencias, cuotas y permisos	10,962 10,692 2,464 4,670 7,972 214 542 4,498 336 7,512 32,172 211,996 21,376 2,532 910 5,848 2,812
B	IATTC scientific staff (part) Personal de sede de la CIAT (porción)	736,502		
G	IATTC administration staff (part) Administración CIAT (porción)	333,780	Gross wages—Sueldos brutos	859,053
	Subtotal	1,070,282	FICA taxes—Impuestos de seguro social Retirement plan—Plan de retiro Group insurance—Seguro colectivo	65,718 74,085 71,426
E	Travel related to net alignments Viajes relacionados con alineamientos de la red	2,026		
F	Travel related to seminars for captains and crew Viajes relacionados con cursos de entrenamiento para capitanes y tripulantes	400		
H	Miscellaneous administrative costs Costos administrativos misceláneos	17,621		
I	Travel related to Meetings of Parties and other AIDCP meetings Viajes relacionados con Reuniones de las Partes y otras del APICD	34,380		
J	Dolphin-safe certification Certificación dolphin safe	700		

TABLE 3: IATTC staff time dedicated to AIDCP activities.

TABLA 3: Tiempo del personal de la CIAT dedicado a actividades del APICD.

B. Scientific staff (part) -- Personal científico (parte): US\$736,502			%
Scientific staff Personal científico	Chief Scientist Científico Princi- pal	Meeting preparation and attendance – Reuniones: preparación y asistencia	10
		Captain seminars – Seminarios de capitanes	11
		Correspondence — Correspondencia	24
		Database reporting – Informes sobre bases de datos	5
	Total	50	
2 staff-personas	Statistical analyses of observer data – Análisis estadísticos de datos de observadores	5	
	Preparation of documents for meetings – Preparación de documentos para reuniones	4	
	Total	9	
Secretarial Secretaría	1 staff-persona	Secretarial support—Apoyo de secretaría	59
Observer and data management Manejo de observadores y datos	12 staff-personas	Captain seminars – Seminarios de capitanes	1
		Trial sets – Lances de prueba	2
		Observer database maintenance and reporting – Mantenimiento de base de datos de observadores e informes	30
		Meeting preparation and attendance – Reuniones: preparación y asistencia	4
		Maintenance of tuna tracking and dolphin safe systems – Mantenimiento de sistemas de seguimiento de atún y <i>dolphin safe</i>	2
		Observer training, management, and field manual – Observadores: entrenamiento, manejo y manual	13
		Correspondence—Correspondencia	7
		Data entry – Captura de datos	14
		IRP database (captains, infractions) – Base de datos del PIR (capitanes, infracciones)	8
		Total	80
G. Administrative staff -- Personal administrativo: US\$333,780			
Director			28
Policy Política	2 staff-personas	Correspondence--Correspondencia	18
		Meeting preparation and attendance – Reuniones: preparación y asistencia	12
		Preparation of minutes – Preparación de actas	7
		Dolphin Safe issues – Asuntos <i>dolphin safe</i>	5
		Miscellaneous, including implementation of resolutions (tuna tracking plans; non-party and other compliance issues; etc.) – Miscelánea, incluye instrumentación de resoluciones (planes de seguimiento de atún, cumplimiento por no partes y otras cuestiones de cumplimiento, etc)	5
Total	47		
Computer support staff Personal de apoyo en informática	3 staff-personas	Maintenance of computer hardware and operating system – Mantenimiento de computadores y sistema operativo	14
		Web site and illustrations – Sitio de internet y gráficas	7
		Database programming – Programación de bases de datos	8
		Others -- Otros	1
Total	30		
Editing and translation Redacción y traducción	2 staff-personas	Preparation of correspondence and documents – Preparación de correspondencia y documentos	28
Support services not charged to the AIDCP – Servicios de apoyo no cobrados al APICD			
Accounting and personnel Contabilidad y personal	2 staff-personas		
Director's secretaries Secretarías del Director	2 staff-personas		