



INTERNATIONAL CIVIL AVIATION ORGANIZATION

ASSEMBLY - 35TH SESSION

EXECUTIVE COMMITTEE  
ADMINISTRATIVE COMMISSION

- Agenda Item 12.1: Report on arrangements to settle contributions in arrears
- Agenda Item 12.2: Action to be taken in the case of Contracting States failing to discharge their financial obligations to the Organization
- Agenda Item 41.1: Financial aspects of the question of contributions in arrears
- Agenda Item 41.2: Incentive schemes for settlement of long-outstanding arrears

FINANCIAL ASPECTS OF THE QUESTION OF CONTRIBUTIONS IN ARREARS

SUMMARY

This paper provides information on the status of contributions in arrears and States that had their voting privileges suspended as at 31 May 2004. The Council is submitting for the Assembly's consideration three Assembly Resolutions relating to arrears of contributions. The draft Resolution in **Appendix D** confirms the amendments to Financial Regulations 6.5 and 6.7. The draft Resolution in **Appendix E** consolidates Assembly Resolutions A21-10 and A31-26, modifies the conditions for suspension of voting privileges for Group A States and introduces new measures to encourage States to pay their contributions promptly. The draft Resolution in **Appendix F** introduces a change to the method of allocating receipts of long-outstanding arrears to the Incentive Scheme for the Settlement of Long-outstanding Arrears.

**Action by the Assembly:** Paragraph 6

REFERENCES

- Doc 9820, *Resolutions and Minutes of the Plenary Meetings of the 34<sup>th</sup> Session (Extraordinary) of the Assembly*
- Doc 9790, *Assembly Resolutions in Force (as of 5 October 2001)*
- Doc 7515/11, *The ICAO Financial Regulations*
- Doc 7300/8, *Convention on International Civil Aviation*

1. INTRODUCTION

1.1 Assembly Resolutions A21-10 and A31-26 contain resolving clauses that, *inter alia*, require Contracting States to recognize the necessity to pay their contributions in the year in which they fall due, set out the conditions and terms under which Contracting States may enter into arrangements to liquidate long-outstanding arrears, and make reference to the application of the provisions of Article 62 of the Convention relating to the suspension of voting power. Assembly Resolution A31-26 also directs the Council to further intensify the current policy of inviting States in arrears to make settlement proposals in accordance with the provisions of Assembly Resolution A21-10.





































