



WORKING PAPER

ASSEMBLY - 38TH SESSION

ADMINISTRATIVE COMMISSION

Agenda Item 58: Review of expenditures, approval of accounts and examination of Audit Reports for the financial years 2010, 2011 and 2012

FINANCIAL STATEMENTS AND REPORTS OF THE EXTERNAL AUDITOR FOR THE FINANCIAL YEAR 2011

(Presented by the Council of ICAO)

EXECUTIVE SUMMARY

This paper contains the Financial Statements of the Organization for the financial year 2011, the audit opinion and Report of the External Auditor on the financial statements to the Assembly, the results of performance audits of selected areas of the Organization as well as the Proposed ICAO Response and the Secretary General's comments, as contained in Document 9987.

Action: The Council recommends that the Assembly:

- a) note the Auditor's Report relating to the 2011 accounts;
- b) approve the audited accounts of the Organization for the financial year 2011 contained in Document 9987; and
- c) adopt the draft Resolution proposed in the Appendix.

<i>Strategic Objectives:</i>	This working paper relates to SIS – Management and Administration: Budget and Financial Management.
<i>Financial implications:</i>	Not applicable.
<i>References:</i>	Doc 7300, Convention on International Civil Aviation, Chapter VIII, Article 49 (f) Doc 9958, <i>Assembly Resolutions in Force</i> (as of 8 October 2010) Doc 7515, <i>The ICAO Financial Regulations</i>

1. INTRODUCTION

1.1 This working paper presents the Financial Statements of ICAO for 2011, which contains the audit opinion thereon, the External Auditor's Report as well as the Proposed ICAO Response and the Secretary General's comments.

2. REPORTS OF THE EXTERNAL AUDITOR

2.1 The External Auditor has provided the auditor's reports which contain an audit opinion on the Financial Statements of the Organization, without reservation, stating that the Financial Statements of the Organization for 2011 present fairly, the financial position of the Organization as at 31 December 2011 and its financial performance in conformity with the International Public Sector Accounting Standards (IPSAS).

2.2 The External Auditor has also reported in the Report of the External Auditor to the Assembly, the results of the examination of selected activities of the Organization and made recommendations for the consideration of the Organization; and the Secretary General's Response to the Report of the External Auditor and the proposed action on the recommendations are presented in Document 9987.

3. REVIEW BY THE COUNCIL

3.1 On 22 June 2012, the Council reviewed the Financial Statements of the Organization for the financial year 2011, and the Audit Reports thereon Document 9987. After careful consideration of the Financial Statements and the Reports of the External Auditor to the Assembly, the Council agreed to transmit the document and to recommend action to the Assembly as reflected in the Draft Resolution in the Appendix.

APPENDIX
DRAFT RESOLUTION

Resolution 58/2

Approval of the accounts of the Organization for the financial year 2011 and examination of the Audit Report thereon

Whereas the Financial Statements of the Organization for the financial year 2011, and the Report of the External Auditor to the Assembly thereon, submitted by the Cour des Comptes of France - a member of the Panel of External Auditors of the United Nations and Specialized Agencies - as the External Auditor of ICAO, have been submitted to the Assembly after being circulated to Member States;

Whereas the Council has examined the audit opinion, Financial Statements and the Report of the External Auditor and submitted the same to the Assembly for its review; and

Whereas in accordance with Chapter VIII, Article 49 (f) of the Convention, expenditures have been reviewed;

The Assembly:

1. *Notes* the Reports of the External Auditor on the Financial Statements for the year 2011;
2. *Approves* the audited Financial Statements for the financial year 2011.

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