



Agenda Item 5: Financial situation of the project and approval of the budget for the year 2026

**FINANCIAL STATUS OF THE PROJECT AND
APPROVAL OF THE BUDGET BY 2026**

(Submitted by the Secretariat)

SUMMARY

This study note presents a detailed breakdown of the expenditures incurred by the RLA/03/901 Project and the status of cost-sharing contributions from the participating States.

REFERENCES

- Report of the Thirtieth Second Meeting of the REDDIG Coordination Committee (RCC/32) - Lima, Peru, 25 to 28 March 2025.

1. Antecedentes

1.1. In accordance with the terms established in Project RLA/03/901, ICAO may formulate revisions to the project document for consideration by the Coordination Committee to ensure that the signatories to the project have no objection to the proposed changes.

1.2. Changes include mandatory annual budget reviews, during which the agreed-upon delivery of project inputs or cost increases due to inflation are determined, considering ICAO's operational flexibility, in its capacity as an implementing agency, in managing project expenditures.

1.3. In addition, a detailed breakdown of project expenditures for the previous year is presented at each coordination meeting, as well as a status report on cost-sharing contributions.

2. REDDIG Member States

2.1. The current REDDIG member states are: Argentina, Bolivia, Brazil, Chile, Colombia, Ecuador, France (for French Guyana), Guyana, Panama, Paraguay, Peru, Suriname, Trinidad and Tobago, Uruguay and Venezuela.

2.2. Chile, Colombia, Ecuador, France (Guyana Francesa), Guyana, Paraguay, Perú, Surinam, Trinidad and Tobago, Uruguay and Venezuela own and operate one full network node; Argentina and Bolivia own and operate one full node plus one additional land node; Brazil owns and operates four full nodes and one additional land node; and Panama owns and operates one land node. In addition, additional land nodes have been implemented in Lima (SAM Office), Madrid and Johannesburg. COCESNA owns and operates a satellite node in Tegucigalpa and a terrestrial node in Ilopango. Network management is carried out alternately from the SBMN (in Brazil) and SAEZ (in Argentina) nodes.

3. Summary of RLA/03/901 Project expenditures from 2003 to 2025

3.1. **Table # 1** shows the expenditures made by the RLA/03/901 Project. The project spent an amount of **USD 1,125,622** in 2025 (to be confirmed later with the EEEFs), and a total of **USD 22,537,613** from 2003 to 2025.

3.2. **Table # 2** contains a pie chart showing the percentage of execution of each budget component.

4. Status of cost-sharing contributions

4.1. As a result of the agreements reached for the interconnection of the MEVA II and REDDIG networks, COCESNA has been participating in cost-sharing financing of Project RLA/03/901 since 2010. Since then, COCESNA has been reimbursing the project for the non-recurring costs incurred for the installation and recurring costs for the maintenance of the link, the equipment involved and, as of this year, the terrestrial node will be contracted.

4.2. **Table # 3** shows the status of cost-sharing contributions. Until 31 December 2025 (to be confirmed with the EEEFs), total contributions amount to **USD 24,465,195** (including interest and other contributions) subtracting expenses of **USD 22,537,613** results in a balance of **USD 1,927,583**. This positive balance is committed to the current MPLS 2026 contract (USD 418,848), as well as the new MPLS 2027 terrestrial network service contract, once the ongoing bidding process is completed (estimated at approximately USD 837,696), the satellite segment service, the Argentina fund (USD 194,195), and other administrative expenses; therefore, the Project's available balance is limited, given current and future contractual commitments.

5. Budget Revision Y

5.1. Revision Y of project RLA03901 was approved and signed by the ICAO Secretary General on 20 August 2025, and was circulated via letters SA9122 (Spanish-speaking States), SA9123 (English-speaking States), and SA9125 (Trinidad and Tobago) for signature by the respective States; This budget revision includes the extension of the Project's validity until December 2030

5.2. It is important to note that we are awaiting the Financial Statements as of 31 December 2025; furthermore, at the next coordination meeting, the upcoming Budget Revision Z will be presented, with updated expenses and contributions, taking into account the new MPLS service (REDDIG III) and the term of the Intelsat contract (through June 30, 2026).

6. Suggested action

6.1. The Coordination Committee is invited to:

- a) Review the information provided and, if deemed appropriate, offer comments or recommendations regarding the Project's financial situation.

Table # 1 - Detailed breakdown of expenses as of 31 December 2025 (to be confirmed with EEFs)

CONCEPT	2003-2017	2018	2019	2020	2021	2022	2023	2024	2025	TOTAL
Experts										
REDDIG Administrator	2,595,586	119,225	126,704	147,930	140,291	142,574	148,578	161,921	73,191	1,060,414
Consultants	4,396	31,389						-8,221		27,564
Administrative Support	0									0
Bilingual Secretary	215,008	18,805	17,898	15,555	16,337	16,657	17,142	17,605	21,000	356,007
REDDIG Technician	24,819									24,819
Secretaria bilingüe	7,516			1,524				7,413	5,016	16,453
Asistente administrativo y financiero	83,372	15,372	15,485	18,911	14,264	14,436	15,649	15,398	25,000	192,887
Auxiliar de Tecnología de la información	28,261									28,261
Official trips	1,745		824							2,569
Missions	235,773	38,600	19,166	3,253		17,684	19,561	4,812	1,964	340,813
National Professionals	4,810									4,810
Subcontracts	20									20
Pan Am sat (P.O. 40670)	0									0
P.O. 30473(1 Oct 2003 to 31 Dec 2003)	62,727									62,727
P.O. 40670 (1 Jan 2005 to 31 Dec 2008)	1,093,905									1,093,905
Rent 2009-2011	693,792									693,792
Rent 2012-2014	696,354									696,354
Rent 2015-2018	696,375	231,264								927,639
	0		208,140	416,280		208,140	186,588	186,588	186,588	1,392,324
Network Access	373,118	30,899	78,247	57,707	54,744	53,844	53,844	33,512	21,758	757,673
MEVA/REDDIG Non Recurrent	75,071									75,071
Terrestrial Service	811,699	408,586	391,007	357,386	339,070	417,408	399,219	408,383	428,581	3,961,339
Professional liability insurance	15,193									15,193
Training	482,812	42,241	59,144	6,300	1,260	17,155	30,925	27,089	10,080	677,006
Spare parts	320,645		89,722	7,241		117,182	21,781	20,679	14,487	591,737
Office Equipment	12,425	5,020	1,695	4,768	3,146			1,113		28,167
Equipment operation and maintenance	3,725		2,555	3,819	1,765		5,582			17,446
PO 50522 VIASAT Modem Repair SYGC	1,603									1,603
CB LIMA	179									179
Transfer of NCC from SPIM to SBMN	0									0
P.O. 040694 VIASAT	8,250									8,250
P.O. 040687 MEMOTEC	4,250									4,250
Extensión of SEEE contract (P.O. 40489)	50,000									50,000
SEEE backup network (P.O. 04090)	24,820									24,820
Interconnection equipment MEVA-REDDIG	9,439									9,439
REDDIG II Acquisition	3,960,070	720,948			7,600		196,970		194,195	5,079,782
Professional liability insurance	2,213									2,213
MISCELLANEOUS	0									0
Miscellaneous expenses	140,921	15,690	15,334	9,883	7,879	7,660	24,312	7,953	7,500	229,631
UNDP Services	4,278									4,278
Administrative costs	835,611	82,532	61,614	46,673	87,574	59,397	56,921	78,492	136,262	1,445,075
TOTAL	13,580,781	1,760,571	1,087,534	1,097,230	673,928	1,072,138	1,177,072	962,737	1,125,622	22,537,613

Table # 2
Percentage of execution by budget component

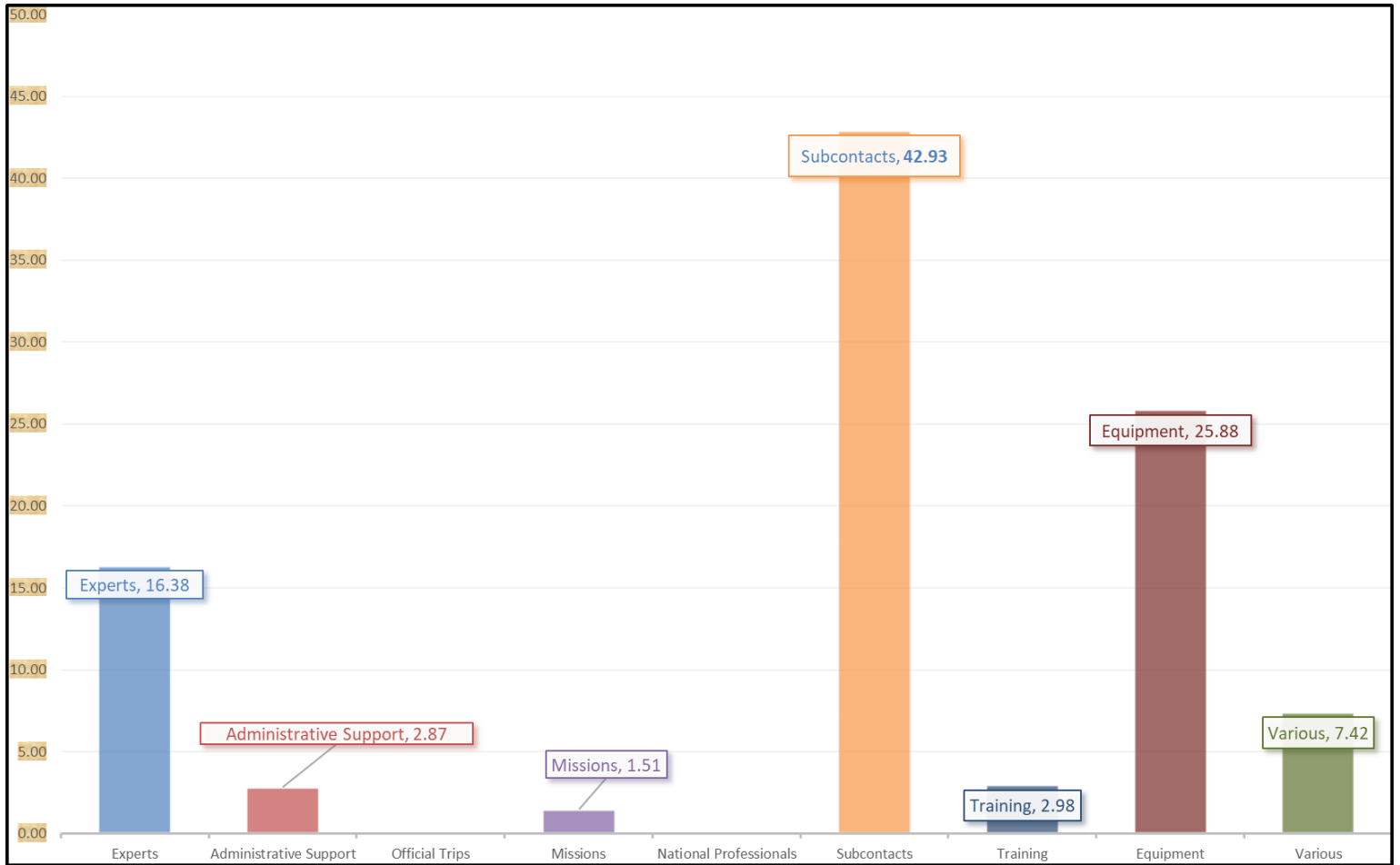


Table # 3 - Status of cost-sharing contributions to Project RLA/03/901

	2003-2021		1 Julio 2022		1 Julio 2023		1 Julio 2024		1 Julio 2025		Totales (hasta 2025)		
	Cuota	Pagado	Cuota	Pagado	Cuota	Pagado	Cuota	Pagado	Cuota	Pagado	Cuotas	Pagado	Pendiente
Argentina	1,980,081	1,980,081	79,495	157,584	78,089	0	131,523	131,523	82,440	82,440	2,137,665	2,137,665	0
Bolivia	1,076,188	1,036,377	73,284	73,284	71,869	71,869	122,765	122,772	68,311		1,412,417	1,304,302	108,116
Brasil	3,809,457	3,809,547	210,203	210,203	204,543	204,543	412,982	412,982	277,569	277,479	4,914,754	4,914,754	0
Chile	1,027,234	1,047,234	45,274	25,274	43,858	76,543	95,872	63,187	68,617	68,617	1,280,855	1,280,855	0
Colombia	1,410,996	1,410,996	88,021	88,021	69,628	71,940	113,696	113,696	80,293	77,981	1,762,633	1,762,634	0
Ecuador	1,054,028	1,054,028	51,849	51,849	50,434		101,237	50,434	73,273	174,590	1,330,821	1,330,901	-80
Francia	988,542	988,532	45,066	45,056	43,651		94,477	138,128	67,386	67,376	1,239,122	1,239,092	30
Guyana	973,110	958,139	50,288	50,348	48,872	48,862	99,520	43,543	71,835	112,258	1,243,625	1,213,149	30,476
Panamá	0	0	38,191	76,382	38,191		81,714	81,714	38,191		196,287	158,096	38,191
Paraguay	1,105,677	1,105,677	46,338	46,338	44,922	44,922	96,426	96,414	69,106	69,106	1,362,469	1,362,457	12
Peru	1,386,834	1,386,834	69,618	69,618	68,203	68,193	118,563	118,563	88,633	88,633	1,731,851	1,731,841	10
Suriname	981,394	773,472	50,407	136,776	48,992	135,316	99,622	134,806	71,925		1,252,340	1,180,370	71,970
Uruguay	1,122,764	1,122,697	51,415	51,447	50,000	49,127	100,430	101,303	72,638	72,638	1,397,247	1,397,212	35
Venezuela	1,408,159	1,348,126	69,455	60,033	68,040	133,395	118,670	13,239	80,481	43,523	1,744,805	1,598,316	146,489
Trinidad y Tabago	887,123	887,124	46,494	46,494	45,079	45,079	94,823	94,823	67,692	67,691	1,141,211	1,141,211	0
COCESNA	291,761	294,629	23,900	23,885	23,900	23,885	23,900	23,885	23,900	21,062	387,361	387,346	15
Sub-Totales	19,503,348	19,203,490	1,039,298	1,212,592	998,271	973,674	1,774,697	1,609,489	1,219,850	1,140,954	24,535,464	24,203,149	332,315
Intereses	157,539	157,539	12,880	12,880	35,093	35,093	40,830	40,830	11,937	11,937	258,279	258,279	
Otros aportes	658	658	1,837	1,837	3,460	3,460	-2,315	-2,315	127	127	3,767	3,767	
Sub-Totales	158,197	158,197	14,717	14,717	38,553	38,553	38,516	38,516	12,064	12,064	262,046	262,046	
Totales	19,661,544	19,361,687	1,054,015	1,227,309	1,036,824	1,012,227	1,813,213	1,648,005	1,231,914	1,153,018	24,797,510	24,465,195	332,315

Table # 4 - Bandwidth distribution (BW)

	2003		2004		2005		2006		2007		2008		2009		2010	
	Year 1		Year 2		Year 3		Year 4		Year 5		Year 6		Year 7		Year 8	
	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%
Argentina	128.8	10.441%	140.5	10.539%	58.9	12.107%	97.0	14.560%	79.0	14.286%	76.2	17.209%	85.0	14.915%	96.7	15.534%
Bolivia	71.2	5.772%	90.4	6.781%	28.0	5.755%	34.0	5.104%	32.5	5.877%	21.3	4.810%	30.7	5.387%	33.2	5.333%
Brazil	112.0	9.079%	145.7	10.929%	64.4	13.237%	74.0	11.108%	47.7	8.626%	39.0	8.808%	57.0	10.002%	59.7	9.590%
Brazil	43.2	3.502%	92	6.901%	41.2	8.469%	34.5	5.179%	33.4	6.040%	21.1	4.765%	33.1	5.808%	38.6	6.201%
Brazil	85.6	6.939%	66.4	4.980%	7.5	1.542%	13.9	2.086%	10.9	1.971%	10.5	2.371%	12.3	2.158%	13.1	2.104%
Chile	73.6	5.966%	132.8	9.961%	35.3	7.256%	66.9	10.042%	35.0	6.329%	16.7	3.771%	20.6	3.615%	21.7	3.486%
Colombia	125.6	10.182%	124.8	9.361%	48.3	9.928%	58.1	8.721%	56.4	10.199%	32.3	7.294%	42.6	7.475%	41.3	6.635%
Ecuador	78.4	6.355%	71.2	5.341%	17.5	3.597%	19.5	2.927%	26.1	4.720%	16.0	3.613%	28.7	5.036%	27.0	4.337%
Francia	45.6	3.696%	44.8	3.360%	15.9	3.268%	30.4	4.563%	29.5	5.335%	25.3	5.714%	28.2	4.948%	26.4	4.241%
Guyana	43.2	3.502%	39.2	2.940%	9.4	1.932%	8.3	1.246%	7.2	1.302%	6.7	1.513%	9.0	1.579%	9.6	1.542%
Paraguay	48.8	3.956%	50.6	3.795%	24.8	5.098%	27.7	4.158%	16.4	2.966%	14.7	3.320%	18.8	3.299%	25.4	4.080%
Perú	124.8	10.117%	133.2	9.991%	48.1	9.887%	75.7	11.363%	68.9	12.459%	64.0	14.453%	74.6	13.090%	76.9	12.353%
Suriname	43.2	3.502%	31.2	2.340%	20.6	4.234%	15.8	2.372%	11.2	2.025%	7.6	1.716%	13.0	2.281%	17.0	2.731%
Trinidad and Tobago							20.9	3.137%	9.2	1.664%	10.2	2.304%	13.4	2.351%	17.2	2.763%
Uruguay	113.6	9.209%	89.6	6.721%	19.3	3.967%	33.5	5.029%	27.4	4.955%	26.0	5.872%	28.4	4.983%	29.4	4.723%
Venezuela	96.0	7.782%	80.8	6.061%	47.3	9.723%	56.0	8.406%	62.2	11.248%	55.2	12.466%	74.5	13.072%	89.3	14.345%
	1,233.60	100%	1,333.20	100%	486.50	100%	666.20	100%	553.00	100%	442.80	100%	569.90	100%	622.50	100%

	2011		2012		2013		2014		2015		2016		2017		2018	
	Year 9		Year 10		Year 11		Year 12		Year 13		Year 14		Year 15		Year 16	
	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%
Argentina	92.7	15.378%	96.7	15.534%	96.7	15.534%	103.5	15.281%	104.7	14.885%	104.7	14.707%	105.8	14.844%	105.8	14.844%
Bolivia	30.2	5.010%	33.2	5.333%	33.2	5.333%	28.7	4.237%	39.6	5.630%	39.6	5.563%	41.3	5.794%	41.3	5.794%
Brazil	50.1	8.311%	59.7	9.590%	59.7	9.590%	61.7	9.110%	59.4	8.445%	59.4	8.344%	23.7	3.325%	23.7	3.325%
Brazil	41.9	6.951%	38.6	6.201%	38.6	6.201%	33.8	4.990%	42.0	5.971%	42.0	5.900%	53.1	7.450%	53.1	7.450%
Brazil	12.5	2.074%	13.1	2.104%	13.1	2.104%	9.4	1.388%	8.5	1.208%	8.5	1.194%	18.1	2.534%	18.1	2.534%
Brazil											8.5	1.194%	34.9	4.896%	34.9	4.896%
Chile	23.4	3.882%	21.7	3.486%	21.7	3.486%	24.0	3.543%	25.1	3.568%	25.1	3.526%	26.8	3.760%	26.8	3.760%
Colombia	43.0	7.133%	41.3	6.635%	41.3	6.635%	42.2	6.231%	52.8	7.506%	52.8	7.417%	42.6	5.977%	42.6	5.977%
Ecuador	28.2	4.678%	27.0	4.337%	27.0	4.337%	41.9	6.186%	40.2	5.715%	40.2	5.647%	34.8	4.882%	34.8	4.882%
Francia	25.4	4.214%	26.4	4.241%	26.4	4.241%	24.2	3.573%	23.0	3.270%	23.0	3.231%	26.2	3.676%	26.2	3.676%
Guyana	10.4	1.725%	9.6	1.542%	9.6	1.542%	34.7	5.123%	32.1	4.564%	32.1	4.509%	33.7	4.728%	33.7	4.728%
Paraguay	21.8	3.616%	25.4	4.080%	25.4	4.080%	16.9	2.495%	17.7	2.516%	17.7	2.486%	19.4	2.722%	19.4	2.722%
Perú	79.7	13.222%	76.9	12.353%	76.9	12.353%	88.3	13.037%	92.3	13.122%	92.3	12.965%	87.7	12.304%	87.7	12.304%
Suriname	15.9	2.638%	17.0	2.731%	17.0	2.731%	37.6	5.551%	29.6	4.208%	29.6	4.158%	28.8	4.041%	28.8	4.041%
Trinidad and Tobago	17.4	2.887%	17.2	2.763%	17.2	2.763%	10.0	1.476%	9.7	1.379%	9.7	1.363%	13.9	1.950%	13.9	1.950%
Uruguay	28.5	4.728%	29.4	4.723%	29.4	4.723%	42.9	6.334%	42.6	6.056%	42.6	5.984%	40.2	5.640%	40.2	5.640%
Venezuela	81.7	13.553%	89.3	14.345%	89.3	14.345%	77.5	11.442%	84.1	11.956%	84.1	11.813%	81.8	11.477%	81.8	11.477%
	602.80	100%	622.50	100%	622.50	100%	677.30	100%	703.40	100%	711.90	100%	712.76	100%	712.76	100%

	2019 Year 17		2020 Year 18		2021 Year 19		2022 Year 20		2023 Year 21		2024 Year 22		2025 Year 23		2026 Year 24	
	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%	BW	%
Argentina	125.00	17.24%	82.38	16.53%	77.38	15.78%	13.68	8.23%	10.09	10.92%	10.47	19.67%	9.40	19.58%	9.40	19.58%
Bolivia	42.02	5.79%	14.70	2.95%	7.70	1.57%	0.00	0.00%	0.00	0.00%	0.00	0.00%	0.00	0.00%	0.00	0.00%
Brazil	15.13	2.09%	11.41	2.29%	11.41	2.33%	4.77	2.87%	1.00	1.08%	0.99	1.87%	0.90	1.88%	0.90	1.88%
Brazil	41.42	5.71%	34.32	6.89%	34.32	7.00%	16.20	9.75%	9.23	9.99%	5.89	11.07%	5.30	11.04%	5.30	11.04%
Brazil	10.04	1.38%	58.07	11.65%	40.07	8.17%	6.52	3.92%	2.22	2.40%	1.67	3.13%	1.50	3.13%	1.50	3.13%
Brazil	80.29	11.07%	31.49	6.32%	31.49	6.42%	19.72	11.87%	8.00	8.66%	6.80	12.78%	6.10	12.71%	6.10	12.71%
Chile	19.96	2.75%	13.05	2.62%	17.05	3.48%	11.44	6.89%	4.61	4.99%	1.58	2.97%	1.40	2.92%	1.40	2.92%
Colombia	41.45	5.72%	32.50	6.52%	34.50	7.03%	21.05	12.67%	7.76	8.40%	2.65	4.98%	2.40	5.00%	2.40	5.00%
Ecuador	32.37	4.46%	24.88	4.99%	24.88	5.07%	10.52	6.33%	7.99	8.64%	5.40	10.15%	4.90	10.21%	4.90	10.21%
Francia	19.31	2.66%	14.43	2.90%	14.43	2.94%	3.72	2.24%	3.22	3.48%	1.40	2.63%	1.30	2.71%	1.30	2.71%
Guyana	25.08	3.46%	19.35	3.88%	23.35	4.76%	9.04	5.44%	6.73	7.28%	3.15	5.92%	2.80	5.83%	2.80	5.83%
Paraguay	20.90	2.88%	14.65	2.94%	16.65	3.39%	10.40	6.26%	8.99	9.73%	3.94	7.41%	3.60	7.50%	3.60	7.50%
Perú	113.85	15.70%	78.58	15.77%	56.58	11.54%	15.34	9.23%	11.78	12.74%	4.68	8.79%	4.30	8.96%	4.30	8.96%
Suriname	15.47	2.13%	11.57	2.32%	23.57	4.81%	0.00	0.00%	0.00	0.00%	0.00	0.00%	0.00	0.00%	0.00	0.00%
Trinidad and Tobago	12.19	1.68%	9.18	1.84%	13.18	2.69%	8.08	4.86%	6.31	6.83%	1.18	2.21%	1.10	2.29%	1.10	2.29%
Uruguay	24.08	3.32%	15.32	3.07%	25.32	5.16%	9.88	5.95%	2.33	2.52%	0.61	1.14%	0.50	1.04%	0.50	1.04%
Venezuela	86.59	11.94%	32.47	6.52%	38.57	7.86%	5.77	3.47%	2.17	2.35%	2.81	5.27%	2.50	5.21%	2.50	5.21%
	725.15	100%	498.35	100%	490.45	100%	166.13	100%	92.43	100%	53.22	100%	48.00	100%	48.00	100%

	2027 Year 25		2028 Year 26		2029 Year 27		2030 Year 28	
	BW	%	BW	%	BW	%	BW	%
Argentina	9.40	19.58%	9.40	19.58%	9.40	19.58%	9.40	19.58%
Bolivia	0.00	0.00%	0.00	0.00%	0.00	0.00%	0.00	0.00%
Brazil	0.90	1.88%	0.90	1.88%	0.90	1.88%	0.90	1.88%
Brazil	5.30	11.04%	5.30	11.04%	5.30	11.04%	5.30	11.04%
Brazil	1.50	3.13%	1.50	3.13%	1.50	3.13%	1.50	3.13%
Brazil	6.10	12.71%	6.10	12.71%	6.10	12.71%	6.10	12.71%
Chile	1.40	2.92%	1.40	2.92%	1.40	2.92%	1.40	2.92%
Colombia	2.40	5.00%	2.40	5.00%	2.40	5.00%	2.40	5.00%
Ecuador	4.90	10.21%	4.90	10.21%	4.90	10.21%	4.90	10.21%
Francia	1.30	2.71%	1.30	2.71%	1.30	2.71%	1.30	2.71%
Guyana	2.80	5.83%	2.80	5.83%	2.80	5.83%	2.80	5.83%
Paraguay	3.60	7.50%	3.60	7.50%	3.60	7.50%	3.60	7.50%
Perú	4.30	8.96%	4.30	8.96%	4.30	8.96%	4.30	8.96%
Suriname	0.00	0.00%	0.00	0.00%	0.00	0.00%	0.00	0.00%
Trinidad and Tobago	1.10	2.29%	1.10	2.29%	1.10	2.29%	1.10	2.29%
Uruguay	0.50	1.04%	0.50	1.04%	0.50	1.04%	0.50	1.04%
Venezuela	2.50	5.21%	2.50	5.21%	2.50	5.21%	2.50	5.21%
	48.00	100%	48.00	100%	48.00	100%	48.00	100%