**Annex 3 - Supplementary information with respect to resources for external oversight and assurance**

With respect to management activities, UNDP integrated budget 2014-2017 encompasses an overall reduction from regular resources of 30% (from $598.3 million in 2012-2013 to $417.7 million in 2014-2015) followed by an additional 16% reduction (from $417.7 million in 2014-2015 to $352.0 million in 2016-2017). In contrast, the corporate oversight and assurance cluster was proposed to be reduced by 4% per year (8% in biennial terms): from $47.1 million in 2012-2013 to $43.3 million in 2014-2015, and $39.9 million in 2016-2017.

In 2014-2016, overall expenditures for management activities, funded from regulare resources, decreased from $179 million in 2014 to $110 million in 2015 (39 per cent reduction) to $74 million in 2016 (additional 33 per cent reduction).

Addendum to Annex 1 of UNDP integrated budget document (DP/2013/41) reflected indicative allocations for the corporate assurance & oversight cluster for 2014-2017 as follows:

* Regular resources: $83.2 million [$47.5m related to OAI1 plus $35.7m related to IEO[[1]](#footnote-1)]; and
* Other resources: $20.5 million [$14.2m related to OAI1 plus $6.3m related to IEO1].

Actual expenditure[[2]](#footnote-2) in 2014-2016 for the corporate assurance & oversight cluster do not show any reduction in regular or other resources for this cluster and are as follows:

* Regular resources: $64.3 million (77.3 per cent of the indicative allocations for 2014-2017) and
* Other resources: $20.2 million (98.5 per cent of the indicative allocations for 2014-2017.

Please also note that resources presented in the corporate assurance and oversight cluster do not include the cost of decentralized evaluations and audits of nationally and directly implemented development projects, which are included in the harmonized cost classification category ‘programmes’.

Detailed information by organizational unit for 2014-2016 is provided below:

**Office of Audit & Investigations:**

Actual expenditure reported for OAI was as follows:

* Regular resources: $35.5 million
* Other resources: $14.5 million

**Independent Evaluation Office:**

Actual expenditure reported for IEO was as follows:

* Regular resources: $23.2 million
* Other resources: $1.3 million

**Centrally managed costs attributed to the corporate assurance & oversight cluster**1:

Actual expenditure was as follows:

* Regular resources: $5.6 million; and
* Other resources: $4.4 million.

1. Indicative estimates for 2014-2016 for OAI and IEO incorporate the attribution of centrally managed costs with respect to rent & utilities, HR, ICT and Security. Expenditures related to these centrally managed costs are reported at the functional cluster level. [↑](#footnote-ref-1)
2. 2014 and 2015 actuals are from audited financial statements and 2016 actuals are from draft unaudited financial statements. [↑](#footnote-ref-2)