

CITEL RES. 78 (VII-18)¹

**REQUEST TO EXEMPT THE CONTRIBUTIONS OF THE ASSOCIATE MEMBERS OF
CITEL FROM INDIRECT COST RECOVERY (ICR)**

The Seventh Regular Meeting of the Assembly of the Inter-American Telecommunication Commission (CITEL),

CONSIDERING:

- a) That, in accordance with Article 87.1 of the Regulations of CITEL, Associate Members shall contribute to the financing of the Permanent Consultative Committee (PCC) in which they participate, voluntarily choosing their level of contribution.
- b) Likewise, Article 87.4 of the Regulations of CITEL, modified by COM/CITEL ad referendum of the Assembly of CITEL, indicates that the funds from these contributions must be allocated to the corresponding PCC budgets and used according to the instructions of the Chairs of those committees in order to cover the costs of PCC meetings, of its Groups, or activities that are convenient to the corresponding PCC, and to ensure the functioning and to support the basic activities of the Secretary of CITEL;
- c) That, ad referendum of the Assembly of CITEL, the COM/CITEL, during its 3 Extraordinary Meeting, increased the monetary value of the contribution unit for Associate Members to USD 6,000 for each PCC, effective January 1, 2017;
- d) That, in accordance with the current indirect cost recovery (ICR) policy of the General Secretariat of the Organization, approved by Executive Order No. 07-01 Rev. 3 of November 28, 2017, the membership dues paid to the General Secretariat are contributions that are within the application framework of the ICR policy, and, therefore, they are affected at a rate of 13%;
- e) That, in its XLVII Ordinary Meeting, the General Assembly of the Organization resolved, through Resolution AG/RES. 2899 (XLVII-O/17) of June 20, 2017, to instruct the General Secretariat of the OAS to take into account the financial needs of CITEL so that it can optimize its financing at the time of preparing the budget-program proposal for 2018; and
- f) That, as result of the current ICR policy of the General Secretariat of the OAS, the budget allocated to CITEL for 2018 will be considerably reduced because the contributions of the Associate Members of CITEL would be affected by the 13% rate,

RESOLVES:

¹ CITEL/doc. 546/18 rev. 2

1. To submit, for the consideration and approval of the General Assembly of the Organization, a request for exemption from indirect cost recovery for the contributions of the Associate Members of CITEL, in order to optimize the financing and activities of CITEL; and,
2. To request that the General Assembly of the OAS instruct its General Secretariat to revise accordingly the indirect cost recovery policy contained in the Executive Order No. 07-01 Rev. 3.