

Cities Alliance Financial Summary

US\$ millions

	FY05	FY06	FY07	FY08	% Change FY07 to FY08
Contributions Paid In:					
Core	7.264	6.689	7.782	10.158	31%
Facilities*	3.375	4.371	4.565	1.355	-70%
Other Non-Core**	5.762	2.606	3.244	4.404	36%
Total Paid In	16.401	13.666	15.591	15.917	2%
Disbursements:					
Core	4.926	6.474	8.264	7.145	-14%
Facilities*	3.186	3.562	1.559	3.582	130%
Other Non-Core**	4.066	2.035	2.888	4.095	42%
Total Disbursements	12.178	12.071	12.711	14.822	17%
Work Programme Allocations:					
Core	7.816	11.811	4.715	7.662	63%
Facilities*	3.575	8.538	4.318	0.392	-91%
Other Non-Core**	3.042	8.708	0.626	1.578	152%
Total Allocations	14.433	29.057	9.659	9.632	0%

* Africa Facility; Community W&S Facility; Community-Led Infrastructure Finance Facility (CLIFF); and, Slum Upgrading Facility (SUF).

** Excludes in-kind non-core contributions for secondments to Cities Alliance secretariat.

FY09 Work Programme

Estimated Core and Africa Facility funds available in FY09 for allocation:

\$ 7.40 as of 30 June 2008 - Core
 \$ 2.78 as of 30 June 2008 - Africa Facility
\$ 8.25 Expected Core contributions and invest. income
 \$18.437 Total estimated Core/Africa Facility funds available

Estimated FY09 Work Programme allocations (1):

\$ 5.170 Allocations approved to date
 \$ 1.720 Proposed for approval
\$ 4.432 FY09 pipeline
 \$11.322 Anticipated FY09 allocations to date

(1) See FY09 Work Programme Update, and Funding Allocations report for details.

CITIES ALLIANCE -- CORE TRUST FUND

Statement of Cash Receipts, Disbursements and Fund Balance
(Expressed in United States Dollars)

As of 30 September 2008

Inception to June 30, 2008 (FY00-FY08)	FY09 To Date	Cumulative Totals US\$	Agreement Date	US\$ Equiv.	Term
Core Contributions*					
1,250,000	0	1,250,000	Asian Dev Bank	05-Mar-03	1,250,000 5 yrs
0	250,000	250,000	Australia	02-Jul-08	250,000 1 yr
150,000	0	150,000	Brazil	02-Jul-04	150,000 3 yrs
1,585,293	0	1,585,293	Canada	27-Mar-00	1,500,000 6 yrs
0	50,000	50,000	Chile	06-Feb-08	50,000 1 yr
100,000	0	100,000	Ethiopia	03-Aug-06	250,000 5 yrs
0	0	0	European Commis	26-Nov-08	1,000,000 3 yrs
1,902,229	0	1,902,229	France	28-Jun-00	2,100,000 8 yrs
2,428,427	0	2,428,427	Germany	08-Nov-00	2,950,000 10 yrs
3,703,905	0	3,703,905	Italy ***	01-Dec-00	4,140,000 9 yrs
1,750,000	0	1,750,000	Japan	22-Mar-01	2,000,000 7 yrs
3,249,970	249,970	3,499,940	Netherlands	23-Jun-00	3,500,000 8 yrs
50,000	0	50,000	Nigeria	14-Mar-05	50,000 1 yr
4,924,508	0	4,924,508	Norway **	09-Jun-00	5,905,000 9 yrs
50,000	0	50,000	Phillipines	09-Oct-07	50,000 1 yr
50,000	0	50,000	S.D.I. **	01-Jan-08	100,000 2 yrs
2,321,400	0	2,321,400	Spain	09-Jun-08	2,250,000 3 yrs
100,000	0	100,000	South Africa	24-Jan-06	250,000 5 yrs
4,284,404	0	4,284,404	Sweden	13-Jun-00	6,125,000 13 yrs
1,100,000	0	1,100,000	U.N.E.P.	16-Jul-03	1,100,000 5 yrs
400,000	0	400,000	U.N.-HABITAT	15-Dec-03	400,000 4 yrs
7,506,823	0	7,506,823	United Kingdom	27-Mar-00	7,100,000 8 yrs
2,461,053	0	2,461,053	United States	11-Sep-00	3,498,880 10 yrs
14,589,734	3,000,000	17,589,734	World Bank/DGF	01-Jul-01	17,850,000 8 yrs
53,957,747	3,549,970	57,507,717	Total Contributions	63,818,880	
4,346,885	190,325	4,537,210	Investment Income		
58,304,632	3,740,295	62,044,927	Total Receipts		
(40,681,163)	(1,212,637)	(41,893,800)	Less: Project Disbursements		
(859,654)	(20,250)	(879,904)	Less: Administrative Fees paid to World Bank		
32,001	0	32,001	Foreign Exchange Gain (Loss)*		
16,795,816	2,507,408	19,303,224	Fund Balance		
		(9,664,306)	Less: Allocated but Undisbursed from Work Programme		
		9,638,919	Unallocated Fund Balance		

NOTES:

* Effective July 1, 2004 (FY05), contributions are recorded net of foreign exchange gain (loss).

** Shack/Slum Dwellers International membership funded from Norway's Core Contribution.

*** Excludes Italian support provided for Brazil framework partnership agreement.

CITIES ALLIANCE -- FACILITIES

Statement of Cash Receipts, Disbursements and Fund Balance
(Expressed in United States Dollars)

As of 30 September 2008

Inception to June 30, 2008 (FY00-FY08)	FY09 To Date	Cumulative Totals US\$	Agreement Date	US\$ Equiv.	Agreement Amount
Cities Without Slum Facility for Sub-Saharan Africa					
1,565,721	0	1,565,721	Norway	09-Dec-02	1,550,000 NOK 11,000,000
3,248,752	0	3,248,752	Sweden	18-Dec-03	1,760,000 SEK 23,000,000
100,000	0	100,000	U.S.A.	25-Jun-03	100,000 USD 100,000
4,914,473	0	4,914,473	Total Contributions		
(1,146,760)	(10,875)	(1,157,635)	Less: Project Disbursements		
(115,991)	0	(115,991)	Less: Administrative Fees paid to World Bank		
(102)	0	(102)	Foreign Exchange Gain (Loss)		
3,651,620	(10,875)	3,640,745	Fund Balance		
		(936,859)	Less: Allocated but Undisbursed from Approved Work Program		
		2,703,886	Unallocated Fund Balance		
Community Water & Sanitation Facility *					
501,120	0	501,120	U.S.A.	09-Sep-02	501,120 USD 501,120
501,120	0	501,120	Total Contributions		
(478,595)	0	(478,595)	Less: Project Disbursements		
(14,925)	0	(14,925)	Less: Administrative Fees paid to World Bank		
0	0	0	Foreign Exchange Gain (Loss)		
7,600	0	7,600	Fund Balance		
		(7,600)	Less: Allocated but Undisbursed from Approved Work Program		
		0	Unallocated Fund Balance		

* Unallocated balance of USD 2.0 million commitment to facility was transferred to the Core fund, per USAID authorization.

CITIES ALLIANCE -- OTHER NON-CORE SUMMARY

Statement of Cash Receipts, Disbursements and Fund Balance
(Expressed in United States Dollars)

As of 30 September 2008

Inception to June 30, 2008 (FY00-FY08)	FY09 To Date	Cumulative Totals US\$		Agreement Date	Agreement Amount
Non-Core Contributions					
73,608	0	73,608	Canada: Vancouver WUF 2006	31-Mar-04	CAD 100,000
78,800	0	78,800	France: Financing African Cities	30-Jan-08	EUR 250,000
5,618,944	0	5,618,944	Italy: Salvador slum upgrading	23-Apr-01	USD 5,000,000
475,000	0	475,000	Italy: LAC regional support	19-Jun-01	USD 475,000
892,584	0	892,584	Italy: LAC regional support II	02-Jul-04	EUR 660,000
0	0	0	Italy: Brazil Framework Agreeeme	10-Sep-08	EUR 300,000
5,292,250	0	5,292,250	Italy: Bahia Integrated Urban Dev	14-Dec-05	EUR 5,798,565
4,250,000	0	4,250,000	Japan: Asia CDS activities	17-Jul-01	USD 3,500,000
350,000	0	350,000	Netherlands: LED Activities	17-Jun-03	USD 350,000
256,313	0	256,313	Norway: S.Africa Cities Network	12-Nov-02	NOK 1,900,000
549,895	0	549,895	Norway: Urban Finance Initiative	29-Nov-04	NOK 500,000
901,063	0	901,063	Norway: Support of MTS Prioritie	14-Dec-07	NOK 5,000,000
2,640,618	0	2,640,618	Sweden: CLIFF, Phase 1	24-Apr-03	SEK 20,000,000
2,384,049	0	2,384,049	Sweden: CLIFF, Increase	30-Nov-06	SEK 16,500,000
499,748	184,596	684,344	Sweden: E&S Africa Advisor	22-Aug-03	SEK 1,750,000
72,486	0	72,486	Sweden: SUF Pre-Implementatio	07-Dec-04	SEK 500,000
729,402	0	729,402	Sweden: Secondment to Secreta	24-Feb-05	SEK 5,300,000
11,689,913	0	11,689,913	U.K.: CLIFF, Phase 1	04-Sep-02	GBP 6,840,000
680,792	0	680,792	U.K.: S. Asia Regional Advisor	04-Sep-02	GBP 400,000
68,990	0	68,990	U.K.: Kolkata (India) PPF	10-Dec-02	GBP 43,200
411,482	0	411,482	U.K.: China City-Region Dev Str	10-Dec-02	GBP 270,001
1,121,428	0	1,121,428	U.K.: Knowledge Generation & Li	24-Mar-05	GBP 300,000
5,806,795	1,855,900	7,662,695	U.K.: Slum Upgrading Facility	05-May-05	GBP 5,405,405
577,635	0	577,635	U.K.: UCLG Engagement	04-Apr-06	GBP 300,000
15,000	0	15,000	UNEP: Project Cofinancing	09-Aug-05	USD 90,000
25,000	0	25,000	USAID: Mbabane SU Cofinancin	01-Aug-06	USD 25,000
117,827	0	117,827	USAID: SDI Urban Poor Fund	01-Oct-07	USD 117,827
100,000	0	100,000	USAID: South African National U	17-Jun-08	USD 100,000
700,000	0	700,000	World Bank: for UMP and Habita	01-Jul-00	USD 700,000
46,379,623	2,040,496	48,420,120	Total Contributions		
471,967	8,785	480,752	Plus: Investment Income		
(39,158,009)	(1,927,837)	(41,085,847)	Less: Project Disbursements		
(965,920)	(30,607)	(996,528)	Less: Administrative Fees paid to World Bank		
313,478	(21,020)	292,458	Foreign Exchange Gain (Loss)		
7,041,139	69,817	7,110,955	Fund Balance		

CITIES ALLIANCE
SECRETARIAT - SOURCES & USES OF FUNDS (unaudited)
(US\$ '000s)

See Notes		FY07 Actuals	FY08 Actuals	FY09 BUDGET*
SOURCES OF FUNDS				
1	Core Trust Fund	1,500	1,900	2,600
1	Core Trust Fund, carry-forward	401	220	87
2	Non-Core for YP Programme	0	0	225
2	Norway Non-Core for Urban Finance initiative	267	102	0
3	SIDA Non-Core for Sr. Programme Officer	226	197	0
	WB/misc. funding	8	29	27
	Travel Rebate	30	34	60
4	Other - In-Kind/Non-Core for staff support	420	730	580
	Total Secretariat Funding	2,852	3,212	3,579
USES OF FUNDS				
<u>Management & Administration</u>				
5	Staff Costs - Mgt & Admin	863	848	977
6	Operatings Costs	260	336	347
7	Travel	333	420	375
	Sub-Total - Base Costs	1,455	1,604	1,700
<u>Programmatic Activities</u>				
8	Staff Costs - Urban Specialists	397	379	452
4	Staff Secondments - Urban Specialists	420	730	580
9	Staff Costs - Communication & Knowledge Mgt	223	217	491
2	Staff Costs - Young Professional Progr.	0	0	225
10	Communications & Knowledge Mgt costs	35	50	25
11	Other Consultants, Other Labour	101	256	106
	Sub-Total - Programmatic Costs	1,176	1,632	1,879
	TOTAL USES OF FUNDS	2,632	3,236	3,578
	ENDING BALANCE	220	-24	0

* FY09 Budget endorsed by the Executive Committee at its April 2008 meeting in Norway.

NOTES to Secretariat Budget Report

Note 1 - The Core secretariat budget request for FY09, including carry-forward, was \$567,000 more than the FY08 budget. Of this increase, approximately \$315,000 is related to six new posts approved during FY08 as part of the Medium-Term Strategy. An additional US\$180,000 of the increase is for the transfer of the post of Slum Upgrading Advisor from a secondment position (Non-Core) to the Core-funded budget.

Note 2 – Norway has agreed to fund two Young Professional positions from its 2007 Non-Core contribution made in support of the MTS. Norway had previously been financing Rajivan's post as Finance Advisor.

Note 3 – Sida's non-core financing of Pelle Persson's secondment (as CDS Advisor) ended during June 2008. Arrangements for a renewal of the secondment have been made, with the post to be reflected in the FY10 budget.

Note 4 -- The In-kind contributions for staffing of urban specialists decline in FY09 from FY08 levels, with the conclusion of Pascale Chabrilat's appointment to the secretariat through the World Bank's Staff Exchange Programme. She returned to Caisse des dépôts et consignations (CDC). Günter Meinert continues his secondment from BMZ/GTZ, and Thierry Paulais from AFD. A new secondment from UN-H, Jean-Christophe Adrian, joined the CDS team early in FY09; he also provides support to the Alliance's urban environment and climate change initiatives.

Note 5 – The budget increase includes funding for three additional administrative support post – grant assistant, team assistant and information assistant.

Note 6 -- Operating costs include payments for office space, computing and networking, postal/couriers, translations, supplies and other costs.

Note 7 – Travel costs in FY08 were inflated because of the high costs of travel related to the Manila CG meetings, as well as travel related to the Alliance's expanding membership.

Note 8 – The budget for Urban Specialist increased due to the transfer of the SU Advisor post from in-kind to the Core budget, and the formalization of the post of CDS Coordinator, and was off-set by the loss of the Alliance's urban finance advisor.

Note 9 – Communications and knowledge management staff costs are increasing due to addition of three new posts – knowledge management officer, web editor and communications assistant.

Note 10 – Communication and knowledge management costs consist of CA brochures and other basic corporate communications. The production of the CA annual report has been moved out of the Secretariat budget since it is a major product of the CA, and there is the increasing need to translate and publish it in other languages.

Note 11 – The budget for consulting support is reduced from FY08 levels, when support was used for substantive and knowledge management functions that were subsequently regularized through new staff positions approved as part of the MTS. During FY09, these funds are anticipated to be used to support the urban finance initiative, and for temporary help for the conversion to new project database and web content management system.