GENERAL AGREEMENT ON TARIFFS AND TRADE

ACCORD GENERAL SUR LES TARIFS DOUANIERS ET LE COMMERCE

RESTRICTED
LIMITED C
GATT/CP.3/WP.1/3
21 April 1949

ORIGINAL: ENGLISH

Contracting Parties

Working Party I on Accession

to the financing of Secretariat Services for the Contracting Parties*

In the Annex to the Resolution on financing of secretariat services, GATT/CP.2/41 (page 3), it is provided that:

"(e) countries which are not at present Contracting
Parties but which accede to the General Agreement
as a result of the new tariff negotiations shall
participate in this financial arrangement on the
same basis as the present Contracting Parties.
Such participation shall relate to all expenses
incurred from the date of the commencement of the
new tariff negotiations, i.e. 11 April 1949. The
contributions of the present Contracting Parties shall
be adjusted to take account of the contributions of
new Contracting Parties."

As the preparations for the Annecy negotiations account for a considerable portion of the expenses of the Contracting Parties for the first quarter of 1949, it is suggested that no distinction should be drawn between the expenses incurred at any particular time and that the acceding governments should be requested to contribute to the expenses for 1949 as a whole. Moreover, as the estimates for the tariff negotiations were conservative (and did not include expenses incurred in the preparation for the meeting),

^{*} This note refers only to governments acceding as a result of the new tariff negotiations. Since the Second Session of the Contracting Parties, Chile has also acceded as a Contracting Party and should, therefore, contribute \$900 under Category F.

it is suggested that the contributions of new Contracting Parties should be treated as an addition to the budget of the Contracting Parties and, therefore, that no adjustment be made in the contributions of the present Contracting Parties. Such an adjustment would be relatively small and would involve complicated recalculation of contributions. The additional revenue would also probably yield a modest surplus to carry over into 1950.

The contributions of new Contracting Parties on the basis of GATT/CP.2/41 would be as follows:

Category D - external trade equivalent to 2% or more but less than 5% of the total trade of GATT signatories as calculated in Annex H to the GATT\$3750 ea.

Sweden

Category F - countries whose share is less than 1%....\$900 ea. Colombia, Dominican Republic, Finland, Greece, Haiti, Liberia, Nicaragua, Uruguay \$7200

<u>Total</u> \$15350