

UNMIK/DIR/2005/2
1 February 2005

ADMINISTRATIVE DIRECTION NO. 2005/2

**IMPLEMENTING UNMIK REGULATION NO. 2003/41 ON
THE APPROVAL OF THE KOSOVO CONSOLIDATED
BUDGET AND AUTHORIZING EXPENDITURES FOR
THE PERIOD 1 JANUARY TO 31 DECEMBER 2004**

The Special Representative of the Secretary-General,

Pursuant to the authority given to him under UNMIK Regulation No. 2003/41 of 31 December 2003 on the Approval of the Kosovo Consolidated Budget and Authorizing Expenditures for the Period 1 January to 31 December 2004,

Taking into account UNMIK Regulation No. 2005/4 of 1 February 2005 on the Extension of UNMIK Regulation No. 2003/41 on the Approval of the Kosovo Consolidated Budget and Authorizing Expenditures for the Period 1 January to 31 December 2004,

Acting in conformity with United Nations Security Council resolution 1244 (1999) and section 8.1(c) of the Constitutional Framework for Provisional Self-Government in Kosovo (UNMIK Regulation No. 2001/9 of 15 May 2001),

Taking into account the Law on Public Financial Management and Accountability (LPFMA) adopted by the Assembly of Kosovo on 23 January 2003 (Law 2003/2), as promulgated by UNMIK Regulation No. 2003/17, which was subsequently amended,

Having consulted with the Government and advised the President of the Assembly of Kosovo,

Duly noting the special circumstances which required additional time for consideration by the Assembly of Kosovo of the proposed 2005 Kosovo Consolidated Budget after the October 2004 Kosovo-wide Elections and the formation of the Government,

Having extended the effective period of UNMIK Regulation No. 2003/41 to cover the first month of the fiscal year 2005 by UNMIK Administrative Direction No. 2004/31 of 27 December 2004, in conformity with section 21 of the LPFMA,

Having further extended the effective period of UNMIK Regulation No. 2003/41 to cover the first two months of the fiscal year 2005 by UNMIK Regulation No. 2005/4,

Pending finalization of UNMIK Regulation on the Approval of the Kosovo Consolidated Budget and Authorizing Expenditures for the Period 1 January to 31 December 2005,

Hereby issues the following Administrative Direction:

Section 1
Authorized Appropriations

For the purposes of the present Administrative Direction, supplemented by UNMIK Administrative Direction No. 2004/31, the Kosovo Consolidated Budget and authorized appropriations from the Kosovo Consolidated Fund for the first two months of the fiscal year 2005 shall be as set out respectively in Schedules 1 and 2 attached to the present Administrative Direction. Schedule 2 shall comprise the following:

(a) Appropriations to each Budget Organization equal to two-twelfths (16.67%), i.e. one-twelfth (8.33%) for each of the first two months of the fiscal year 2005, of the appropriations provided to such Budget Organization under UNMIK Regulation No. 2003/41, based on the Schedules attached to the Regulation at the time of its promulgation;

(b) Appropriations to the Kosovo Trust Agency for Trepca Mines equal to two-twelfths (16.67%) of the appropriations provided therefor under UNMIK Administrative Direction No. 2004/3 of 6 March 2004 implementing UNMIK Regulation No. 2003/41;

(c) An appropriation for the Telecommunications Regulatory Authority equal to two-twelfths (16.67%) of the appropriation provided therefor under UNMIK Administrative Direction No. 2004/20 of 21 July 2004 implementing UNMIK Regulation No. 2003/41;

(d) An appropriation for electricity imports in an amount reflecting the seasonal requirements for such imports in January and February;

(e) Funds from the 2004 Kosovo Consolidated Budget to be included in the 2005 Kosovo Consolidated Budget for Budget Organizations in the context of the transition from commitment based to cash based budget appropriations. Such funds shall be allocated by the Ministry of Finance and Economy in amounts subject to any adjustments taking into account any actual spending against 2004 commitments that were expected to be spent in 2005. Any such adjustments shall be duly reflected in the final 2005 Kosovo Budget;

(f) Appropriations for two months of operations of the Ministry of Communities and Returns, the Ministry of Energy and Mining, and the Ministry of Local Government Administration;

(g) An appropriation for one month of operations of the Independent Commission for Mines and Minerals which shall also be allocated the appropriation under UNMIK Administrative Direction No. 2004/31 made for the Directorate of Mines and Minerals;

(h) Appropriations to cover the requirements for the first two months of the fiscal year 2005 for Basic Pensions and Pensions for Disabilities in amounts reflecting the projections for the fiscal year; and

(i) Appropriations for the Kosovo Reconstruction Fund which were provided but not spent during 2004.

Section 2
Reconciliation with Full 2005 Appropriations

In cases where funds are appropriated under section 1 to accounts which existed in 2004 and which are not included in the 2005 Kosovo Budget, such appropriated funds shall be deducted from those appropriations provided to a Budget Organization for 2005 which contained the accounts in question in 2004.

Section 3
Entry into Force

The present Administrative Direction shall enter into force on 1 February 2005.

Søren Jessen-Petersen
Special Representative of the Secretary-General