



## **General Assembly**

Distr. GENERAL

A/49/772 12 December 1994 ENGLISH

ORIGINAL: ARABIC/ENGLISH

Forty-ninth session Agenda item 114

#### UNITED NATIONS COMMON SYSTEM

### Report of the Fifth Committee

Rapporteur: Mr. Larbi DJACTA (Algeria)

#### I. INTRODUCTION

- 1. At its 3rd plenary meeting, on 23 September 1994, the General Assembly, on the recommendation of the General Committee, decided to include in the agenda of its forty-ninth session the item entitled "United Nations common system" and to allocate it to the Fifth Committee.
- 2. The Fifth Committee considered the item at its 18th, 20th, 21st, 23rd, 24th and 31st meetings, on 14, 17, 21, 23 and 28 November and on 9 December 1994. Comments made in the course of the Committee's discussion of the item are reflected in the relevant summary records (A/C.5/49/SR.18, 20, 21, 23, 24 and 31).
- 3. For its consideration of the item, the Committee had before it the following documents:
- (a) Report of the International Civil Service Commission for the year 1994;  $\underline{\textbf{1}}/$
- (b) Report of the Secretary-General on decisions of administrative tribunals (A/49/480);

15/12/94

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<sup>1/</sup> Official Records of the General Assembly, Forty-ninth Session, Supplement No. 30 (A/49/30).

- (c) Statement submitted by the Secretary-General on the administrative and financial implications of the decisions and recommendations contained in the report of the International Civil Service Commission (A/C.5/49/7);
- (d) Note by the Secretary-General transmitting a statement adopted by the Administrative Committee on Coordination at its second regular session of 1994 (A/C.5/49/10);
- (e) Note by the Secretary-General transmitting comments by the Federation of International Civil Servants' Associations (A/C.5/49/33).
- 4. At the 18th meeting, on 14 November, the Chairman of the International Civil Service Commission introduced the annual report of the Commission and the Assistant Secretary-General for Human Resources Management introduced the report of the Secretary-General on decisions of administrative tribunals (see A/C.5/49/SR.18).

## II. CONSIDERATION OF DRAFT RESOLUTION A/C.5/49/L.7

- 5. At the 31st meeting, on 9 December, the representative of Austria introduced and orally amended a draft resolution entitled "United Nations common system: report of the International Civil Service Commission" (A/C.5/49/L.7), submitted by the Chairman of the Committee on the basis of informal consultations.
- 6. At the same meeting, the Committee adopted draft resolution A/C.5/49/L.7, as orally amended without a vote (see para. 9).
- 7. After the adoption of the draft resolution, the representative of the Russian Federation made a statement (see A/C.5/49/SR.31).
- 8. At the same meeting, the Chairman of the Committee informed the Committee of the contents of a letter he had received from the President of the Federation of International Civil Servants' Associations (see A/C.5/49/SR.31).

## III. RECOMMENDATION OF THE FIFTH COMMITTEE

9. The Fifth Committee recommends to the General Assembly the adoption of the following draft resolution:

# <u>United Nations common system: report of the</u> <u>International Civil Service Commission</u>

The General Assembly,

<u>Having considered</u> the twentieth annual report of the International Civil Service Commission  $\underline{2}/$  and other related reports,  $\underline{3}/$ 

Reaffirming its commitment to a single unified United Nations common system as the cornerstone for the regulation and coordination of the conditions of service of the United Nations common system,

Mindful of the critical role exercised by the Commission in accordance with its statute in developing common personnel standards, methods and arrangements across the United Nations common system, which are essential for management reforms,

Τ

### ROLE OF THE COMMISSION

Recalling section I of its resolution 46/191 A of 20 December 1991 and section I.A of its resolution 47/216 of 23 December 1992, in which it urged the governing bodies and the executive heads of all organizations of the common system to ensure that the International Civil Service Commission was invited in its own right to be represented at meetings where proposals pertaining to salaries, allowances, benefits and other conditions of employment were to be discussed.

- 1. <u>Notes with regret</u> in this regard that the International Labour Organization did not consult the International Civil Service Commission before putting forward a proposal on personal promotions;
- 2. <u>Regrets also</u> the recent decision of the Food and Agriculture Organization of the United Nations, which was not in line with the decision of the Commission, and calls upon all the concerned governing bodies to adhere to the obligations of their organizations towards the common system;
- 3. Reiterates its request to the executive heads of the organizations of the common system to consult with the Commission and the United Nations Joint Staff Pension Board prior to putting forward the proposals of their respective governing bodies relating to conditions of service, in order to avoid action inconsistent with the common system of salaries, allowances and other conditions of service, and to make every effort to enable representatives of the Commission to present the view of that body on such questions to any relevant intergovernmental bodies;

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<sup>2/</sup> Official Records of the General Assembly, Forty-ninth Session, Supplement No. 30 (A/49/30).

<sup>3/</sup> A/49/480, A/C.5/49/7, A/C.5/49/10 and A/C.5/49/33.

#### STAFF PARTICIPATION IN THE WORK OF THE COMMISSION

Recalling section II of its resolution 43/226 of 21 December 1988, section I.B of its resolution 47/216 and section I of its resolution 48/224 of 23 December 1993, in which it regretted the suspension of the participation of staff bodies in the work of the International Civil Service Commission.

Recalling also section II, paragraph 2, of its resolution 45/241 of 21 December 1990, in which it expressed satisfaction with the establishment of a more active dialogue between the Commission and representatives of organizations and of staff, section I, paragraph 5, of its resolution 46/191 A, in which it took note with appreciation of the improvements that had taken place in the functioning of the Commission, and section I of its resolution 48/224, in which it noted that the changes introduced in the working methods of the Commission had resulted in the full participation of the Coordinating Committee for International Staff Unions and Associations in the work of the Commission,

Noting that the framework for the participation of the representatives of the organizations and staff in the work of the Commission is provided under article 28, paragraph 2, of the statute of the Commission and elaborated further in its rules of procedure,

Noting also the information contained on this matter in chapter I.E of the report of the Commission,  $\underline{2}/$ 

- 1. <u>Notes</u> the views expressed by the representatives of Member States in the Fifth Committee on this matter;
- 2. <u>Notes with concern</u> that the representatives of the Federation of International Civil Servants' Associations have informed it of their intention to recommend suspending participation in the work of the International Civil Service Commission;
- 3. <u>Notes further</u> the concerns expressed by the Coordinating Committee for Independent Staff Unions and Associations in respect of the working methods of the Commission;
- 4. <u>Endorses</u> the decision of the Commission to consider, at its next session, all questions raised by the Coordinating Committee for Independent Staff Unions and Associations and the Federation of International Civil Servants' Associations at the fortieth session of the Commission, and requests the Commission to report thereon to the General Assembly;
- 5. Requests the staff bodies, the organizations and the Commission to review with all urgency how the consultative process of the Commission can best be furthered and to report thereon to the General Assembly;

## CONDITIONS OF SERVICE OF THE PROFESSIONAL AND HIGHER CATEGORIES

#### A. Comparator

Recalling section VI of its resolution 46/191 A, in which it invited the International Civil Service Commission to analyse the potential consequences of the Federal Employees Pay Comparability Act of 1990 on the pay levels of the current comparator, the federal civil service of the United States of America, and to provide full details of all the special pay systems which have been introduced by the comparator civil service,

Recalling also section II.C of its resolution 47/216, in which it requested the Commission to complete phase I of its study leading to the identification of the highest paid civil service and to study all aspects of the application of the Noblemaire principle with a view to ensuring the competitiveness of the United Nations common system,

<u>Recalling further</u> section II.G, paragraph 2, of its resolution 47/216, in which it decided to revert to the consideration of the conditions of service, including the question of representation allowances, of assistant secretaries-general and under-secretaries-general and equivalent levels at the earliest possible opportunity,

Acknowledging that the common system must be a competitive employer in order, inter alia, to equip it to make the necessary management reforms,

- 1. <u>Notes with regret</u> that the International Civil Service Commission has not yet completed the studies on all aspects of the application of the Noblemaire principle and all other related studies;
- 2. <u>Requests</u> the Commission to proceed with all urgency with its study of all aspects of the application of the Noblemaire principle and all other related studies which are outstanding and to submit final recommendations to the General Assembly at the earliest opportunity;
- 3. <u>Takes note</u> of the Commission's report in respect of developments pertaining to the comparator's Federal Employees Pay Comparability Act and the comparator's special pay systems;
- 4. Also takes note of the Commission's decision to proceed to a phase II study of the national civil services of Germany and Switzerland in the context of determining the highest paid national civil service;

## B. Marqin considerations

Recalling section IX of its resolution 46/191 A, in which it requested the International Civil Service Commission to include in its work programme a review of the differences between the United Nations and the United States net remuneration at individual grade levels,

Recalling also section II.G of its resolution 47/216, in which it invited the Commission to keep under review the structure of the salary scale at all levels of the Professional and higher categories, taking into account, inter alia, the overall level of the margin as established by the General Assembly and the imbalance between the margin levels for different Professional grade levels,

Recalling further section II.B, paragraph 3, of its resolution 48/224, wherein it considered that the Commission should address the imbalance in the United Nations/United States remuneration ratio in the context of overall margin considerations,

- 1. Takes note of the conclusions of the International Civil Service Commission set out in paragraph 171 of its report 2/ in respect of the further refinements to margin calculations;
- 2. Also takes note of the net remuneration margin of 113 for the calendar year 1994;

## C. Base/floor salary scale

Recalling section I.H, paragraph 1, of its resolution 44/198 of 21 December 1989, in which it approved the establishment of a floor net salary level by reference to the corresponding base net salary levels of officials in comparable positions serving at the base city of the comparator civil service,

<u>Recalling also</u> section II.C, paragraph 2, of its resolution 48/224, in which it requested the International Civil Service Commission to review and, if necessary, recommend revised rates of staff assessment consequential upon changes in the base/floor salary scale,

Approves, with effect from 1 March 1995, the revised scale of gross and net salaries for staff in the Professional and higher categories contained in annex I to the present resolution and the consequential amendment to the Staff Regulations of the United Nations as reflected in annex II to the present resolution;

## D. <u>Dependency allowances</u>

Recalling section II.F, paragraph 2, of its resolution 47/216, in which it noted that the International Civil Service Commission would review the level of dependency allowances every two years,

Noting the Commission's review of dependency allowances reflecting relevant changes in tax abatement and social legislation at the seven headquarters duty stations since 1991, as contained in paragraphs 182 to 192 of its report, 2/

- 1. <u>Approves</u>, with effect from 1 January 1995, an increase of 10.26 per cent in the levels of the children's and the secondary dependant's allowances:
- 2. <u>Notes</u> the updated list of hard currency duty stations for which the allowances are specified in local currency contained in annex III to the present resolution;

IV

### GENERAL SERVICE AND OTHER LOCALLY RECRUITED CATEGORIES

## A. General Service salary survey methodology

Recalling section III, paragraph 1, of its resolution 47/216, in which it endorsed the reaffirmation by the International Civil Service Commission of the Flemming principle as the basis for determining the conditions of service of the General Service and related categories,

Noting that the Commission intends to continue its preliminary study of the methodologies for the surveys of the best prevailing conditions of employment at headquarters and non-headquarters duty stations,

- 1. Requests the International Civil Service Commission to proceed with the current round of surveys at headquarters duty stations as planned on the basis of the current General Service salary survey methodology, and urges all parties concerned to participate in the surveys;
- 2. <u>Endorses</u> the decision of the Commission that a comprehensive review of the application of the methodology should be undertaken upon completion of the current round of surveys at headquarters duty stations;
- 3. <u>Requests</u> the Commission, in its review of the General Service salary survey methodology, to consult fully with all parties concerned, including the staff representatives;

## B. National Professional Officers

Recalling paragraph 69 of its resolution 3176 (XXVIII) of 17 December 1973, in which it invited the organizations of the United Nations system to invigorate the search for innovative and interdisciplinary approaches aiming at the removal of the causes of underdevelopment and at the strengthening of the economic and social structures and the cadres of trained personnel of developing countries for their own development,

/...

Noting that, as a response, a number of organizations had employed National Professional Officers and that, in 1980, the International Civil Service Commission agreed to the employment of such staff under a defined set of conditions, 4/

Noting also that organizations were increasingly resorting to the employment of such staff,

- 1. <u>Takes note with appreciation</u> of the conclusions reached by the International Civil Service Commission in respect of the employment of National Professional Officers and the revision of the conditions laid down in 1980;
- 2. Agrees to the revised criteria for the employment of National Professional Officers outlined in annex VI to the report of the Commission; 2/
- 3. <u>Takes note</u> of the Commission's intention to review the use of National Professional Officers on a regular periodic basis and requests the Commission to report thereon to the General Assembly;

V

### EDUCATION GRANT

Recalling section IV, paragraph 1, of its resolution 47/216, in which it endorsed the revised methodology for the determination of the education grant,

Approves increases in the maximum reimbursement levels in seven currency areas as well as other adjustments to the management of the reimbursement of expenses under the education grant, as recommended by the International Civil Service Commission in paragraph 273 of its report;  $\underline{2}/$ 

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## HAZARD PAY

Commending the dedication of increasing numbers of staff of the United Nations common system who are required to work in dangerous conditions,

- 1. Takes note of the decisions of the International Civil Service Commission in respect of hazard pay as contained in paragraphs 288 to 291 of its report; 2/
- 2. <u>Requests</u> the Commission to reconsider its decision to link hazard pay to the base/floor salary scale for internationally recruited staff and its decision on the level of hazard pay and to propose alternative approaches to hazard pay and to report thereon to the General Assembly at its fifty-first session;

<sup>4/</sup> Official Records of the General Assembly, Thirty-fifth Session, Supplement No. 30 (A/35/30), para. 310.

#### VII

#### PERFORMANCE MANAGEMENT

Recalling section I.F of its resolution 44/198 and section VIII of resolution 46/191 A, in which it invited the Commission to pursue its review of merit systems and performance appraisal in the common system as a vehicle for enhancing productivity and cost-effectiveness,

Recalling also section VII of its resolution 47/216, in which it urged the International Civil Service Commission to give attention in its work programme to measures designed to promote sound personnel management in the international public service,

Recalling further section V, paragraph 2, of its resolution 48/224, in which it urged the Commission to devote further attention to personnel management issues,

- 1. Welcomes the review of performance management undertaken by the International Civil Service Commission as contained in chapter VII of its report and the elaboration of principles and guidelines for performance appraisal and management and for the recognition of different levels of performance outlined in annex VIII to its report; 2/
- 2. Reaffirms the key importance of performance appraisal and management to enhanced organizational effectiveness;
- 3. <u>Takes note with interest</u> of the conclusions and recommendations of the Commission in this regard and commends them to the organizations of the common system in the development of their policies and programmes in this area;
- 4. <u>Urges</u> the organizations of the common system that have not already done so to give high priority to the development of viable performance management programmes, including performance appraisal systems in the broader context of personnel reform;

#### VIII

## SPOUSE EMPLOYMENT

Recalling the recommendation of the International Civil Service Commission in 1988,  $\underline{5}$ / which it reaffirmed in 1992,  $\underline{6}$ / that organizations that had not already done so should amend their staff rules to permit the employment of spouses,

<sup>5/</sup> Ibid., Forty-third Session, Supplement No. 30 (A/43/30), para. 91 (d).

 $<sup>\</sup>underline{6}/$  Ibid., Forty-seventh Session, Supplement No. 30 (A/47/30), para. 296 (h).

Encourages all organizations of the common system to allow spouses the opportunity to compete for positions within the organizations, bearing in mind the necessity to ensure that preference is not given by virtue of the relationship to a staff member;

IX

#### APPOINTMENTS OF LIMITED DURATION

Recalling its request to the International Civil Service Commission in June 1994 to provide views on the proposal by the United Nations to develop arrangements for contracts of limited duration,

Notes the preliminary conclusions of the International Civil Service Commission contained in paragraphs 366 and 367 of its report,  $\underline{2}$ / and requests the Commission to report its findings on the arrangements for contracts of limited duration to the General Assembly upon completion of its study;

Х

## DECISIONS OF ADMINISTRATIVE TRIBUNALS

Recalling section VI, paragraph 7, of its resolution 48/224, in which it requested the Secretary-General, in consultation with the executive heads of the organizations of the common system, to examine the feasibility of amending the statute of the International Civil Service Commission and/or the relationship agreements with a view to ensuring a coordinated response in all appeals involving the conditions of service of staff of the common system and introducing arrangements to enable the Commission to intervene in appeals before the United Nations Administrative Tribunal and the Administrative Tribunal of the International Labour Organization involving decisions or recommendations of the Commission on any other common system issues,

- 1. Takes note of the report of the Secretary-General on decisions of administrative tribunals;  $\underline{7}/$
- 2. <u>Requests</u> the Secretary-General to consult the United Nations Administrative Tribunal with a view to introducing an amendment to its rules, reading:

"If, in any proceeding, it appears that the judgement of the Tribunal may affect a rule, decision or scale of emoluments or contributions of the common system of staff administration, the Executive Secretary of the Tribunal shall promptly inform the Executive Secretary of the International Civil Service Commission and enquire whether the Commission wishes to participate in the proceeding. If the Commission indicates its wish to do so, it shall be provided with copies of all the pleadings and shall be permitted to comment thereon, and also to participate in any oral proceedings.";

<sup>7/</sup> A/49/480.

- 3. <u>Requests</u> the Director-General of the International Labour Organization to consult its Administrative Tribunal with a view to introducing an amendment to its rules, reading:
  - "If, in any proceeding, it appears that the judgement of the Tribunal may affect a rule, decision or scale of emoluments or contributions of the common system of staff administration, the Registrar of the Tribunal shall promptly inform the Executive Secretary of the International Civil Service Commission and inquire whether the Commission wishes to participate in the proceeding. If the Commission indicates its wish to do so, it shall be provided with copies of all the pleadings and shall be permitted to comment thereon, and also to participate in any oral proceedings."

ANNEX I

Gross base salaries

PROPOSED BASE/FLOOR SALARY SCALE FOR THE PROFESSIONAL AND HIGHER CATEGORIES: ANNUAL GROSS SALARIES AND NET EQUIVALENTS AFTER APPLICATION OF STAFF ASSESSMENT  $\frac{1}{2}$ 

(United States dollars)

•								Steps							
Level	I	II	III	IV	>	VI	VII	VIII	ΧI	×	XI	XII	XIII	XIV	ΧV
Under-Secretary-General															
USG Gross Net D Net S	145 236 93 735 84 232														
Assistant Secretary-General															
ASG Gross Net D Net S	131 617 85 972 77 763														
Director															
D-2 Gross Net D Net S	107 062 71 946 66 026	109 482 73 349 67 236	111 934 74 752 68 414	114 394 76 154 69 582	116 855 77 558 70 751	119 317 78 961 71 921									
Principal Officer															
D-1 Gross Net D Net S	94 299 64 544 59 645	96 371 65 745 60 680	98 442 66 946 61 716	100 510 68 146 62 750	102 581 69 347 63 786	104 653 70 549 64 821	106 724 71 750 65 857	108 795 72 951 66 893	110 880 74 152 67 913						
Senior Officer															
P-5 Gross Net D Net S	82 807 57 806 53 611	84 650 58 893 54 606	86 492 59 981 55 601	88 335 61 068 56 596	90 181 62 155 57 585	92 053 63 241 58 522	93 927 64 328 59 459	95 802 65 415 60 396	97 674 66 501 61 332	99 548 67 588 62 269	101 423 68 675 63 206	103 295 69 761 64 143	105 170 70 848 65 080		
First Officer															
F-4 Gross Net D Net S	67 706 48 824 45 413	69 475 49 885 46 378	71 240 50 944 47 342	73 005 52 003 48 306	74 774 53 064 49 271	76 565 54 123 50 240	78 362 55 183 51 210	80 159 56 244 52 181	81 955 57 304 53 151	83 751 58 363 54 120	85 546 59 422 55 090	87 346 60 484 56 062	89 141 61 543 57 031	90 954 62 603 57 972	92 782 63 664 58 886
Second Officer															
P.; Gross Net D Net S	54 837 40 997 38 291	56 463 41 993 39 197	58 097 42 989 40 104	59 727 43 983 41 009	61 361 44 980 41 915	62 993 45 975 42 821	64 624 46 971 43 727	66 279 47 967 44 633	67 938 48 963 45 539	69 599 49 959 46 446	71 258 50 955 47 352	72 917 51 950 48 258	74 576 52 946 49 164	76 256 53 941 50 073	77 945 54 938 50 985
Associate Officer															
P-2 Gross Net D Net S	43 754 33 990 31 914	45 131 34 882 32 730	46 543 35 772 33 539	47 957 36 663 34 349	49 369 37 553 35 158	50 783 38 443 35 969	52 197 39 334 36 779	53 609 40 224 37 588	55 026 41 116 38 399	56 485 42 006 39 209	57 943 42 895 40 018	59 405 43 787 40 830			
Assistant Officer															
P-1 Gross Net D Net S	32 951 26 907 25 412	34 212 27 7 <b>64</b> 26 208	35 492 28 620 26 997	36 809 29 476 27 781	38 125 30 331 28 564	39 440 31 186 29 347	40 760 32 044 30 132	42 675 32 899 30 915	43 391 33 754 31 698	44 708 34 610 32 481					

 $<sup>\</sup>mathbb D$  = Rate applicable to staff members with a dependent spouse or child.

S = Rate applicable to staff members with no dependent spouse or child.

 $<sup>\</sup>underline{a}/$  Excluding post adjustment amounts, if applicable.

ANNEX II

Amendments to the Staff Regulations of the United Nations

Regulation 3.3

Replace the second table in paragraph (b) (i) with the following table:

Total assessable					Staff assessment rates used in conjunction with gross base salaries		
		ents tate		llars)	Staff member with a dependent spouse or a dependent child	Staff member with neither a dependent spouse nor a dependent child	
First	\$15	000	per	year	9.0	12.4	
Next	<b>\$</b> 5	000	per	year	21.0	26.9	
Next	\$ 5	000	per	year	25.0	30.3	
Next	\$ 5	000	per	year	29.0	34.6	
Next	\$ 5	000	per	year	32.0	36.9	
Next	\$10	000	per	year	35.0	40.5	
Next	\$10	000	per	year	37.0	42.7	
Next	\$10	000	per	year	39.0	44.5	
Next	\$10	000	per	year	40.0	45.4	
Next	\$15	000	per	year	41.0	46.0	
Next	\$20	000	per	year	42.0	50.0	
Remaining assessable payments				le.	43.0	52.5	

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ANNEX III

Amounts of children's and secondary dependant's allowance

(Local currency)

Country	Currency	Children's allowance	Secondary dependant's allowance
Austria	Schilling	22 834	8 435
Belgium	Belgian franc	56 721	18 140
Denmark	Danish krone	10 661	3 082
France	French franc	8 195	2 719
French Guiana	French franc	8 195	2 179
Germany	Deutsche mark	3 278	1 176
Ireland	Irish pound	925	303
Japan	Yen	322 196	146 370
Luxembourg	Luxembourg franc	56 721	18 110
Monaco	French franc	8 195	2 719
Netherlands	Netherlands guilder	3 614	1 231
Switzerland	Swiss franc	2 718	1 211
United States of America and the rest of the world <u>a</u> /	United States dollar	1 400	500

 $<sup>\</sup>underline{a}/$  As a result of a review of currencies this will also include, as from 1 January 1995, Finland, Italy, Norway, Spain, Sweden, the United Kingdom of Great Britain and Northern Ireland and Communauté financière africaine franc countries.

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