

2010 UN Global Compact Financial Report

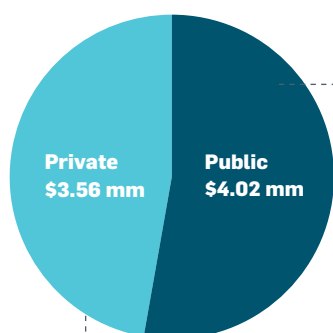
The UN Global Compact’s funding comes from voluntary contributions from Governments to a UN Trust Fund and from the private sector to the Foundation for the Global Compact. The Foundation for the Global Compact, a US-based 501(c)3, was established in 2006 to increase the funding base of the Global Compact initiative and better reflect its public-private nature. Business participants are asked to make voluntary contributions to the Foundation on an annual basis to support the work of the Global Compact Office. This revenue is critical to advance priorities, such as increasing awareness of corporate sustainability and deepening engagement by participants globally – for example, by supporting the development, translation and distribution of tools and resources, contributing to Local Networks, and providing critical backing for events.

Sources of income for the Global Compact in 2010 (US\$)	
Public	4,026,697
Governments	3,834,675
Interest and other income	192,022
Private	3,560,000
Foundation for the Global Compact	
TOTAL INCOME	7,586,697

INCOME

In 2010, the total income for the Global Compact was \$7.58 million – including \$4.02 million from voluntary contributions by 13 Member States and \$3.56 million from voluntary contributions by 810 companies and organizations.

Income by source

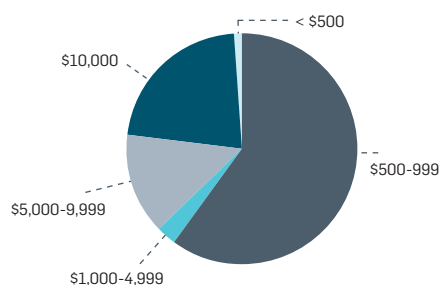


Government Donor Group

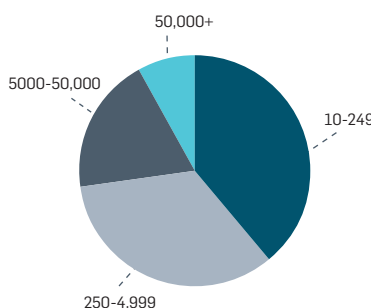
The Global Compact wishes to thank Governments that have, over time, generously supported the initiative by contributing to the Global Compact Trust Fund. The following contributions were received from Governments in 2010:

Switzerland \$731,491	France \$136,110
Denmark \$592,862	United Kingdom \$119,200
Sweden \$538,280	Italy \$102,960
Spain \$466,009	Colombia \$70,000
Norway \$406,588	Korea \$50,000
Germany \$339,575	China \$10,000
Finland \$271,600	

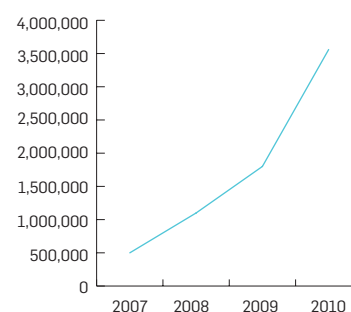
Foundation Annual Contributions by Amount*



Foundation Annual Contributions by Company Size (# of employees)



Contributions to the Foundation for the Global Compact (US \$)



* 12 contributions valued over US \$10,000 were received in 2010.

A full list of 2010 Foundation contributions can be found at www.globalcompactfoundation.org/contributors-2010-1.php

EXPENSES

In 2010, Global Compact expenditures totalled \$5.53 million. The Global Compact allocates expenses incurred by the Trust Fund and Foundation in accordance with five objectives developed in cooperation with Government Donors, as well as administrative and governance functions:

- **Objective I:** Growth and reach of the Global Compact.
- **Objective II:** Public accountability and transparency of business participants, through the Communication on Progress
- **Objective III:** Enhance implementation of Global Compact principles and issues
 - › Objective IIIa: Environment
 - › Objective IIIb: Human Rights and Labour
 - › Objective IIIc: Anti-Corruption
 - › Objective IIId: Business and Peace
- **Objective IV:** Support and enhance UN System engagement and partnerships with business
- **Objective V:** Linkages with investors and educators as leading drivers of change

These figures do not include Global Compact Leaders Summit 2010 income and expenses which were managed independently. Expenditures related to the Leaders Summit totalled \$2.14 million – allocated to event organization, venue, production of materials, interpretation, security and meal service. All expenditures were paid through registration fees and sponsorships.

From year to year, remaining funds in the Global Compact Trust Fund and the Foundation are allocated to cover expenses for the following year. Looking ahead, the Global Compact operating budget is planned to increase in 2011 and 2012 in order to allow the initiative to continue to work towards its objectives. The budget for 2011 was \$9.3 million and 2012 is estimated to be \$13.7 million.

The Global Compact relies upon voluntary contributions from Government donors and business participants to continue operations.

AUDITS

The Global Compact Trust Fund account is audited by the UN Accounts Division every year as a part of “Financial Report and Audited Financial Statements and Report of the Board of Auditors (BOA), Volume I”. BOA is responsible for the audit of the United Nations Trust

Fund and its report is available at the end of every biennium. The report for the biennium 2008-2009 (ending at 31 December 2009) as well as for the biennium 2010-2011 (ending at 31 December 2011) is available online at: <http://www.un.org/auditors/board/reports.shtml>

The Foundation for the Global Compact is audited by an independent third party auditor on an annual basis.

Expenses in 2010	GC Trust Fund (US\$)	Foundation (US\$)	Total
Objective I: Growth and reach of the Global Compact	563,183	157,769	720,952
Objective II: Public accountability and transparency of business participants, through the Communication on Progress	564,930	181,786	746,716
Objective III: Enhance implementation of Global Compact principles and issues			
Objective IIIa: Environment	389,865	168,691	558,556
Objective IIIb: Human Rights and Labour	307,051	242,711	549,762
Objective IIIc: Anti-Corruption	211,436	182,571	394,007
Objective IIId: Business and Peace	227,620	79,611	307,231
Objective IV: Support and enhance UN System engagement and partnerships with business	289,323	191,905	481,228
Objective V: Linkages with investors and educators as leading drivers of change	395,696	76,386	472,082
Governance and other [1]	669,614	13,700	683,314
Administrative expenses	253,227	366,381	619,608
Total Expenditure	3,871,945	1,661,511	5,533,456

[1] This includes the ongoing activities of servicing the entities in the GC governance framework, Donor Government relations, and engaging in efforts to expand the Government Donor base.