



International Civil Aviation Organization

MID Region Flight Procedure Programme Steering Committee

Second Meeting (MID FPP SC/2)
(Abu Dhabi, UAE, 15 - 16 June 2022)

Agenda Item 3: Programme sustainability

MID FPP FUNDING MECHANISM AND ACTIVE STATES CONTRIBUTION

(Presented by the Secretariat)

SUMMARY

This paper presents a proposal related to the MID FPP funding mechanism and Active States financial contribution for review by the meeting.

Action by the meeting is at paragraph 3.

REFERENCES

- Summary of Discussion (SoD) of MID FPP Steering Committee (SC/1)

1. INTRODUCTION

1.1 The SC/1 meeting noted that since the MID FPP is not a classical business unit per se, the program sustenance is dependent on self-assuring a services revenue stream based on regular income besides the Active States' contributions.

1.2 The Active States are participating States that commit to funding the Programme by means of an annual financial contribution in line with the approved budget and agreed funding mechanism.

2. DISCUSSION

Programme Sustainability: General remarks

2.1 The Programme sustainability should be seen as a combination of the following sources:

- Revenue generation services and activities (fee schedule services & training in accordance with ICAO policy).
- Voluntary contributions and donations (sponsorship, in-kind and financial contributions, offering experts).
- Resource Mobilization (by ICAO).

- Active States' contributions.
- Industry sponsorship/contribution.

Programme Sustainability: Proposal for funding mechanism/MID FPP Active States financial contributions

2.2 This working paper is proposing the MID FPP funding mechanism centered on the engagements that are generating revenues by leveraging the potential expertise of the Programme resources, mainly on educational and practical side for PBN concept i.e., training portfolio, assistance and consultancy services.

2.3 The emphasis of this working paper is on proposing the amount of annual financial contribution as one of the important sustainability incomes beside the revenue generation stream through the Programme services.

2.4 The SC/1 noted that several States, including Egypt, Jordan, Oman and Sudan, showed the intention to join the Programme as Active/Donor States, subject to the average annual contribution.

2.5 In regard of the “Active State” annual contribution, starting with 2023, it is proposed to have an amount ranging from USD 20k to 30k depending on the number of States that will join as “Active State”, in order to:

- (1) encourage States to join the MID FPP for benefiting of all the services and,
- (2) reduce also the cost-share contribution of each State.

2.6 The MID FPP Active States pay their contributions on a yearly basis not later than 1 November of each year based on the invoices issued by the ICAO Technical Cooperation Bureau (TCB).

2.7 ICAO ensure that the year of contribution is clearly indicated in the invoices related to the MID FPP.

2.8 The MID FPP Member States comply with the payment instructions contained in the invoices sent by ICAO TCB (project code, fund number, invoice number, bank information, etc).

2.9 In case a MID FPP Active State does not pay the annual contribution in a timely manner, the MIDFPP Steering Committee might consider taking penalty measures against this State (benefiting of free services/discounts, review of the Membership, etc).

2.10 In case one Active State is not able to plan the annual contribution amount for coming year due to the timing of the internal budget approval process, then the State should consider paying the next year the pending amount as well.

2.11 The MIDFPP funding mechanism will be revised by the MIDFPP Steering Committee when necessary.

2.12 As part of its funding mechanism, the Programme is also encouraging Participating States to take into account the option of in-kind contribution e.g., experts, specialized design equipment & software and services in order to sustain the MID FPP.

3. ACTION BY THE MEETING

3.1 The meeting is invited to:

- a) discuss and review the MID FPP funding mechanism and the proposal for the Active States financial contribution,
- b) approve the MID FPP funding mechanism and decide on the amount for the Active States annual contribution,
- c) encourage Donors (States and the industry) to support the MID FPP through financial and/or in-kind contributions; and
- d) encourage other States to join the MID FPP as Active States to sign the ProDoc or, at least, as a first step, a Letter of Intent to be submitted to the MID FPP through the ICAO MID Office.

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