



International Civil Aviation Organization

MID Region Flight Procedure Programme Steering Committee

Third Meeting (MID FPP SC/3)
(Virtual, 25 - 26 January 2023)

Agenda Item 4: Programme sustainability

MIDFPP PROJECTED BUDGET FOR YEAR 2023

(Presented by the MID FPP Manager)

SUMMARY

This paper presents the projected budget of the MID FPP Project (RAB18801) for year 2023.

Action by the meeting is at paragraph 3.

REFERENCES

- Report of the Second Meeting of the MID Region Flight Procedure Programme Steering Committee (MID FPP SC/2)
- MID FPP Project Document (ProDoc)

1. INTRODUCTION

1.1 The MID FPP is planned to be a self-sustained programme; its budget is composed of Resources/Revenues and Expenses/Expenditures. The roles and responsibilities of the Steering Committee, in accordance with the MID FPP Project document (ProDoc), include the review and approval of the annual budget of the MID FPP.

2. DISCUSSION

2.1 The estimation for the MID FPP budget in Year 2023 is considering the expected revenues/incomes that should be generated from the proposed Work Plan 2023 activities (trainings, workshops, and consultancy projects).

2.2 Also, regarding the Year 2023, the expenditures of the program will be still mainly related to the Programme manager salaries and entitlements, the administrative fees, and miscellaneous expenses (meetings, travel, training, etc.). Therefore, it is expected that the total expenditures will be around **USD 210,000**.

2.3 Although the Work Plan for 2023 is in the proposal stage – refer to WP/02 “MID FPP Work Plan for the Year 2023”, the expected MID FPP incomes should be as follows:

Services	Title/Description	Nr. participants		Expected Incomes (USD)	
		Conservative	Optimistic	Conservative	Optimistic
Trainings	PBN 3-class package	12	12	24,000 (1 session)	48,000 (2 sessions)
	Oman PANS OPS Tailored (3 weeks, \$6,000 instructor costs)	5	9	16,500	34,500
	Iraq PANS OPS Tailored (6 weeks, \$10,000 instructor costs)	5	10	35,000	80,000
	PANS OPS Online (3 modules of \$2,000/3 pers. UAE, 20%)	2	3	9,600	14,400
	AFPP PANS OPS Advanced (20d/3 seats for MID FPP)	0	3	0	18,000
	AFPP PANS OPS CAA Inspectors (5d/2 pers. for MID FPP)	0	2	0	5,000
Workshops	AFPP PANS OPS Oversight for CAA (5d/2 pers. for MID FPP)	0	2	0	2,000
	PBN Implementation (5d, flat \$1,000/pers.)	10	20	10,000	20,000
	Airspace Design (ENAC, 2 free seats MID FPP/2 weeks)	2	2	0	0
Projects	ORKK IFPD 3 Procedures	--	--	33,000	26,400 (20% reduction)
	ORSU IFPD Risk Assessment (24d/\$500 wday)	--	--	12,000	9,600 (20% reduction)
	OBBI Procedures validation (60d/\$500 wday)	--	--	30,000	30,000
	Sudan Free Routes Asp Consultancy (20d/\$500 wday)	--	--	10,000	8,000 (20% reduction)
Active States	Potential States (Iran, Sudan, Libya, Iraq)	1 (Iran)	4	10,000	40,000
TOTAL				190,100	335,900

2.4 The meeting may wish to note that MID FPP is expecting to receive a new voluntary contribution from Saudi Arabia of max. USD 100,000 as a continuous support of the General Authority of Civil Aviation – Kingdom of Saudi Arabia for the Programme sustainability as well as for the MID Region as a whole for the benefit of safety, security and efficiency of civil aviation.

2.5 The meeting may wish to note that the moderate estimations for the “conservative scenario” are taking into consideration factors as a smaller number of participants at trainings and workshops, one session only for the PBN 3-course package due to (possibly) low interests from the States and restrained number of Active States adhering to the Programme.

2.6 Furthermore, the meeting may wish to note that the calculations for the expected incomes above are based on the MID FPP Services Charging Schema. Also, in case of consultancy projects, it is to

be mentioned that the resulted amounts are based on the anticipated duration reflected in workdays for each project.

2.7 Based on the above, the table below reflects the total expenditures for 2023 as well as the estimated incomes for both the conservative and optimistic scenarios:

Estimated expenditures for Y2023	Expected Incomes for Y2023	
USD 210,000	Conservative Scenario	Optimistic Scenario
	USD 190,100	USD 335,900

2.8 It is to be highlighted that, based on the table above, the MID FPP net income projected for 2023 in case of the “Conservative Scenario”, does not cover the estimated expenditures; therefore, it is key for Programme's sustenance that a maximum number of States should join MID FPP.

2.9 The meeting may wish to take into consideration that there is a positive balance of #USD **190,698** (with all pending payments) in the Programme budget of 2022 – refer to WP/04 “*MIDFPP Budget and Financial Report for Year 2022*”. Yet, in order to ensure the sustainability of the programme for the year 2024, the required budget to run the programme should be available in the TCB accounts by end of 2023.

2.10 In order to ensure the proper MID FPP operations and as a “lesson learned” from the first Year 2022, it is very important that:

- (1) a maximum number of States join the Programme as Active State;
- (2) more States address project requests to be included in the MID FPP Work Plan; and
- (3) active participation of States experts in the training and workshop sessions organized by MID FPP.

2.11 By considering the above, as a direct consequence, MID FPP operations would create a win-win effect i.e., the increasing of the services will help States to overcome their challenges in the PBN concept implementation and for MID FPP will ensure its financial stability thru the annual income.

3. ACTION BY THE MEETING

3.1 The meeting is invited to:

- a) review and discuss the MID FPP projected budget for 2023; and
- b) agree on the best way forward to ensure the sustainability of the MID FPP.