



## **Public Financial Management Reform Project**

*under the Multi-Donor Trust Fund Grant Agreement No. TF054547-KH  
and IDA Financing Agreement No. H241-KH between the Government of  
the Kingdom of Cambodia and the International Development Association*

Statement of management's responsibility and  
Audited financial statements

for the year ended 31 December 2010

Ernst & Young

 **ERNST & YOUNG**

## **Public Financial Management Reform Project**

*under the Multi-Donor Trust Fund Grant Agreement No. TF054547-KH  
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Statement of management's responsibility and  
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# Public Financial Management Reform Project

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# Public Financial Management Reform Project

## STATEMENT OF MANAGEMENT'S RESPONSIBILITY

### STATEMENT OF MANAGEMENT'S RESPONSIBILITY IN RESPECT OF THE FINANCIAL STATEMENTS

The management of the Ministry of Economy and Finance under the Public Financial Management Reform Project ("the Project") is responsible for its financial statements as at and for the year ended 31 December 2010 which present in all material respects:

- the financial position of the Project;
- the funds received and expensed for the year;
- the activities of the designated accounts for the year and the balance of the accounts as at 31 December 2010; and
- the funds withdrawn for the year.

In preparing these financial statements, management is required to:

- select suitable accounting policies and then apply them consistently in accordance with the terms of the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH and IDA Grant No.H241-KH between the Government of the Kingdom of Cambodia and the International Development Association and,
- make judgements and estimates that are reasonable and prudent.

Management is responsible for ensuring that proper accounting records are kept which disclose, with reasonable accuracy at any time, the financial position of the Project and to ensure that the accounting records comply with the applicable accounting system. They are also responsible for safeguarding the assets of the Project and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.


Management confirms that they have complied with the above requirements in preparing the financial statements.


### APPROVAL OF THE FINANCIAL STATEMENTS

We hereby approve the accompanying financial statements which present, in all material respects, the financial position of the Project as at 31 December 2010, the funds received and expensed, the activities of the designated accounts and the funds withdrawn for the year then ended, in accordance with the accounting policies described in Note 2 and comply with the related financing agreements.

On behalf of the Project's management:

  
H. E. Aun Porn Moniroth  
Secretary of State  
Chairman of Public Financial Management  
Steering Committee

  
Dr. Sok Saravuth  
Steering Committee Secretariat Manager

  
Mr. Um Youthy  
Office Manager

Phnom Penh, Kingdom of Cambodia

10 June 2011



Reference: 60782710/14854553

## INDEPENDENT AUDITORS' REPORT

**To: The Management of the Ministry of Economy and Finance under the Public Financial Management Reform Project**

We have audited the accompanying financial statements of the Ministry of Economy and Finance under the Public Financial Management Reform Project ("the Project"), which comprise the balance sheet as at 31 December 2010 and the statements of sources of funds and expenditures and statements of designated accounts for the year then ended, and a summary of significant accounting policies and other explanatory notes. The financial statements have been prepared by management in accordance with the accounting policies described in Note 2 to the financial statements.

### *Management's responsibility for the financial statements*

Management is responsible for the preparation of these financial statements in accordance with the accounting policies described in Note 2 to the financial statements, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Auditors' responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Cambodian International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditors consider internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the financial statements of the Project as at and for the year ended 31 December 2010 are prepared, in all material respects, in accordance with the accounting policies described in Note 2 to the financial statements.

**Other matter**

Without modifying our opinion, we draw attention to Note 2 to the financial statements which describes the basis of accounting. The financial statements are prepared to meet the Project's financial reporting requirements. As a result, the financial statements may not be suitable for another purpose.

A blue circular stamp from Ernst & Young (Cambodia) Ltd. is placed over a handwritten signature. The stamp contains the text 'អគ្គនាយកដ្ឋានពន្ធដារ' (Directorate General of Taxation) at the top, 'អគ្គនាយក (សមាជិក)' (Director (Member)) in the middle, and 'ERNST & YOUNG (CAMBODIA) LTD.' at the bottom. The signature is in black ink and appears to read 'Maria Cristina M. Calimbas'.

Maria Cristina M. Calimbas  
Partner

**Ernst & Young (Cambodia) Ltd.**  
Certified Public Accountants  
Registered Auditors

Phnom Penh, Kingdom of Cambodia


10 June 2011

# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
and IDA Grant No.H241-KH between the Government of the Kingdom of Cambodia  
and the International Development Association

## BALANCE SHEET As at 31 December 2010

	Notes	2010 US\$	2009 US\$
<b>Assets</b>			
Cash			
Multi-donor trust fund	3, 8.1	360,041	569,667
International Development Association Fund	3, 8.1	800,047	462,406
		<b>1,160,088</b>	<b>1,032,073</b>
<b>Other asset</b>			
Advances	4	25,380	7,827
<b>Total assets</b>		<b>1,185,468</b>	<b>1,039,900</b>
<b>Accumulated excess of funds over expenditures</b>		<b>1,185,468</b>	<b>1,039,900</b>

  
\_\_\_\_\_  
Mr. Um Youthy  
Office Manager

  
\_\_\_\_\_  
Dr. Sok Saravuth  
Steering Committee Secretariat Manager


10 June 2011

# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
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and the International Development Association

## STATEMENT OF SOURCES OF FUNDS AND EXPENDITURES for the year ended 31 December 2010

	Note	For the year ended 31 December 2010 US\$	For the period from 11 August 2005 to 31 December 2010 US\$
<b>Sources of funds</b>			
Multi-donor trust fund	8.3	1,358,473	7,042,806
International Development Association fund	8.3	1,585,147	6,011,079
Counterpart fund account	5	11,765	425,520
Policy and Human Resource Development grant		-	24,069
Other source		-	-
Unused funds from the previous period		1,039,900	-
<b>Total sources of funds</b>		<b>3,995,286</b>	<b>13,503,475</b>
<b>Expenditures by disbursement category</b>			
Goods	6,7	924,020	2,090,398
Consulting fees and expenses		686,991	2,458,901
Training/ workshops		718,780	2,845,881
Incremental operating costs		101,089	253,739
Merit-based payment initiative		58,827	3,111,830
International procurement agent		320,110	1,557,257
<b>Total expenditures by disbursement category</b> ✓		<b>2,809,818</b> ✓	<b>12,318,007</b>
<b>Excess of funds over expenditures</b>		<b>1,185,468</b>	<b>1,185,468</b>
<b>Expenditures by component</b>			
Revenue management	6,7	245,470	870,819
Budget execution		316,985	1,646,487
Budget formulation		251,608	1,450,942
<b>Capacity development</b>			
General support group		847,737	3,765,925
Policy group		657,756	2,856,425
		<b>1,505,493</b>	<b>6,622,350</b>
Ministry and institution		170,151	170,151
International procurement agency		320,110	1,557,257
<b>Total expenditures by component</b>		<b>2,809,818</b>	<b>12,318,007</b>

  
Mr. Um Youthy  
Office Manager

  
Dr. Sok Saravuth  
Steering Committee Secretariat Manager

10 June 2011




# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
and IDA Grant No.H241-KH between the Government of the Kingdom of Cambodia  
and the International Development Association

## STATEMENT OF DESIGNATED ACCOUNT - MDTF for the year ended 31 December 2010

	Notes	For the year ended 31 December 2010 US\$	For the period from 11 August 2005 to 31 December 2010 US\$
<b>Sources of funds</b>			
Funds received during the year	8.3	1,358,473	7,042,805
Unused funds from the previous period		573,502	-
		<b>1,931,975</b>	<b>7,042,805</b>
<b>Expenditures by disbursement category</b>			
Goods	6,7	555,860	1,247,006
Consulting fees and expenses		414,841	1,730,694
Training/workshops		498,364	1,671,972
Incremental operating costs		59,605	148,217
Merit-based payment initiative		17,884	1,859,495
<b>Total expenditures by disbursement category</b>		<b>1,546,554</b>	<b>6,657,384</b>
<b>Excess of funds over expenditures</b>		<b>385,421</b>	<b>385,421</b>
<b>Represented by:</b>			
Cash	3	360,041	
Advances	4	25,380	
		<b>385,421</b>	

  
Mr. Um Youthy  
Office Manager

  
Dr. Sok Saravuth  
Steering Committee Secretariat Manager

10 June 2011

# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
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and the International Development Association

## STATEMENT OF DESIGNATED ACCOUNT - IDA for the year ended 31 December 2010

	Notes	For the year ended 31 December 2010 US\$	For the period from 11 August 2005 to 31 December 2010 US\$
<b>Sources of funds</b>			
Funds received during the year	8.3	1,585,147	6,011,080
Unused funds from the previous period		466,398	-
		<b>2,051,545</b>	<b>6,011,080</b>
<b>Expenditures by disbursement category</b>			
Goods	6,7	368,160	843,393
Consulting fees and expenses		272,150	728,207
Training/workshops		220,416	1,149,840
Incremental operating costs		41,484	105,523
Merit-based payment initiative		29,178	826,813
International procurement agent		320,110	1,557,257
<b>Total expenditures by disbursement category</b>		<b>1,251,498</b>	<b>5,211,033</b>
<b>Excess of funds over expenditures</b>		<b>800,047</b>	<b>800,047</b>
<b>Represented by:</b>			
Cash in bank	3	800,047	
		<b>800,047</b>	

Mr. Um Youthy  
Office Manager

Dr. Sok Saravuth  
Steering Committee Secretariat Manager

10 June 2011

# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH and IDA Grant No. H241-KH between the Government of the Kingdom of Cambodia and the International Development Association

NOTES TO THE FINANCIAL STATEMENTS  
as at and for the year ended 31 December 2010

## 1. PROJECT BACKGROUND

The Public Financial Management Reform Program ("the Project") was established under the Multi-Donor Trust Fund ("MDTF") Grant Agreement No. TF 054547 signed on 11 August 2005 and IDA Grant No. H241-KH signed on 13 February 2007 between the Government of the Kingdom of Cambodia represented by the Ministry of Economy and Finance ("MEF") and the International Development Association ("IDA").

The Project commenced in September 2005 and will operate for ten years with funding from following sources:

- IDA Grant No. H241-KH and MDTF No. TF 054547 administered by the World Bank with funds being contributed by the Development Partners of the World Bank, and AusAid, DFID, SIDA and European Commission ("EC") respectively. Other donor partners may fund the Project through the MDTF in the future.
- Other development partners provide resources directly through bilateral arrangement. These funds and expenditures will be managed by the donor partners.
- Royal Government of Cambodia ("RGC") counterpart funds for the Merit-Based Payment Incentive ("MBPI") scheme/component of the Project implemented from 2005 to 2009.

The total cost of the Project is estimated at US\$30 million. The current total costs per financing agreements are US\$8,035,000 and SDR9,800,000, of which the MEF will provide financial contribution to the MBPI based on the following annual percentage contribution. However the implementation of MBPI no longer exists from 01 January 2010.

2006	2007	2008	2009
11%	11%	15%	20%

The Project started with the objective to provide support for financial management activities carried out at the Government level, and establish a framework for professional civil service, in order that the officials will be able to maintain public financial management standards without depending on continuous external advice.

The Project is implemented by the MEF and managed by the Steering Committee Secretariat ("SCS") of the MEF.

The Project's activities are divided into six main and complementary components as follows:

- Revenue management
- Budget formulation
- Budget execution
- Capacity development (i) policy group and (ii) general support group
- Merit - based payment initiative
- Building the oversight capacity of the recipient's National Audit Authority



# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
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and the International Development Association

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at and for the year ended 31 December 2010

## 1. PROJECT BACKGROUND (continued)

### *Part A: Revenue management*

- Supports the modernization of the MEF's Tax Department by: (a) reviewing and improving its organizational structure; (b) developing and implementing a strategic management plan and capacity development program; (c) improving service delivery ; and (d) developing mechanisms to improve transparency and accountability.
- Strengthens MEF's non tax revenue policy and administration.
- Supports transparent oil and gas revenue management by: (a) participating in the Extraction Industries Transparency Initiative (EITI); (b) developing oil fund and related taxation policy, and (c) strengthening the Recipient's staff technical and negotiations skills.
- Supports the recipient's fiscal and macroeconomic management by strengthening revenue policy, macroeconomic modeling, and forecasting.

### *Part B: Budget formulation*

- Strengthens the recipient's capacity to formulate and integrate its budget, including:(a) improving budget coverage; (b) strengthening the control over expenditures; (c) developing the medium term macroeconomic-fiscal framework; (d) strengthening debt forecasting ,financing analysis, and payment management;(e) redesigning the budget and account classification system; (f) piloting a program - based budget structure; (g) redesigning the budget formulation process and calendar, (h) strengthening budget formulation; and (i) strengthening expenditure tracking techniques.

### *Part C: Budget execution*

- Supports the development of the recipient's financial management system and processes, including (a) establishing financial management information system; and (b) providing computer hardware and software.
- Strengthens the recipient's public procurement system by: (a) revising procurement processing arrangements; (b) developing an enhanced legal and regulatory procurement framework, including the development of a new procurement law; (c) developing and disseminating harmonized procurement procedures and documents; (d) supporting deconcentration of the public procurement system and establishment of effective oversight mechanisms; (e) developing an information and performance monitoring system in public procurement; and (f) improving public access to information, including electronic media.
- Strengthens the recipient's treasury systems and procedures by: (a) streamlining budget execution processes; (b) widening the scope of payments through the banking system including payments for tax collections and to civil servants and contractors; and (c) strengthening cash management.

### *Part D: Capacity development (includes policy group and general support group)*

- Strengthens the recipient's capacity to carry out internal audit and to manage internal audit standards and reviews.
- Strengthens the MEF's overall capacity, including (a) reorganizing its institutional structure, and (b) strengthening its capacity to implement the Project, including the development and implementation of a communication strategy.



# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH and IDA Grant No.H241-KH between the Government of the Kingdom of Cambodia and the International Development Association

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at and for the year ended 31 December 2010

## 1. PROJECT BACKGROUND (continued)

*Part D: Capacity development (includes policy group and general support group) (continued)*

- Provide support to the Steering Committee Secretariat in managing the Project.
- Carry out training, workshop and study to support the execution of the Project.

*Part E: Merit - based payment initiative (implemented from 2005 to 2009)*

- Implement the Recipient's Merit Based Payment Initiative Program through the provision of merit - based pay initiative allowances to selected MEF staff.
- Implement reforms in the MEF's personnel management, including the establishment of merit-based selection and promotion, and performance management.

*Part F: Building the oversight capacity of the recipient's National Audit Authority*

Strengthens the capacity of the National Audit Authority, including (a) developing an effective organizational structure; (b) improving auditing standards and methodologies.

The table below sets forth the items financed out of the proceeds of the IDA Grant No. H241-KH ("Grant") and multi-donor trust fund No. TF054547 ("Trust Fund"), including the allocation to each category and respective percentage of expenditures.

Category	Amount of the Grant allocated (expressed in SDR equivalent)**	% of expenditures to be financed	Amount of the Trust Fund allocated (expressed in US\$**)	% of expenditures to be financed
Goods, consultant services, training, workshops and study tours under Part A to D	-	-	1,515,500	100%
MBPI allowances, consultants services, training and workshops under Part E	-	-	1,363,500	100%
Incremental operating costs	-	-	50,100	100%
Goods, consultants' services training, workshops, study tours and incremental ope- rating costs under Parts A to D	3,697,000	0%*	4,938,800	100%
Merit Based Pay Initiative payments under Part E	2,156,000	62%*	167,100	38%
National Audit Authority – Goods, consultants' services, training, workshops, study tours and incremental operating costs under Part F	1,050,000	100%*	-	0%
Services of an international procurement agency	2,897,000	100%		
	<b>9,800,000</b>		<b>8,035,000</b>	

\* The percentage indicated may change as determined by the World Bank from time to time.

# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH and IDA Grant No.H241-KH between the Government of the Kingdom of Cambodia and the International Development Association

NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at and for the year ended 31 December 2010

## 1. PROJECT BACKGROUND (continued)

\*\* The Grant Agreement (multi-donor trust fund No.TF 054547) amended by November 11, 2010 and effective on December 08, 2011 and Modification of the Grant Agreement (multi-donor trust fund No.TF 054547) and Financing Agreement (IDA Grant-H241-KH) dated September 27, 2010 effective on October 14, 2010.

## 2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

### *Basis of accounting*

The Project's financial statements are expressed in United States dollar (US\$). These financial statements are prepared by management in accordance with the accounting policies set out below. The Project maintains its accounting records in US\$.

The financial statements present sources and uses of funds, and the related financial information in relation to the IDA fund withdrawals and disbursements from the Project's designated account together with the corresponding counterpart funds as specified under the Multi-Donor Trust Fund Grant Agreement between the MEF and the IDA.

### *Recognition of funds from IDA*

Fund is recognized as a source when cash is debited to the Project's designated account managed by SCS rather than when committed or budgeted.

### *Recognition of counterpart funds*

Fund is recognized as a source when cash is withdrawn from the National Treasury or when a payment is transferred directly from the National Treasury to the ANZ Royal Bank to contribute to the monthly Merit-Based Payment Initiative ("MBPI") payment.

### *Recognition of expenditure*

Expenditure is recognised when payment is made rather than when it is incurred, except for advance payments which are initially recognised as advances and recognised as expenditure when they are liquidated by presentation of supporting invoices.

### *Equipment*

Equipment procured is recognized as expenditure when received or when handed-over from the contractors or suppliers upon acceptance and approval by the SCS.

### *Foreign exchange differences*

Disbursements and withdrawals in foreign currencies (other than US\$) are converted into US\$ at the prevailing exchange rates declared by the National Bank of Cambodia ruling at the date of transactions. Monetary items denominated in foreign currencies are translated into US\$ for reporting purposes at the closing exchange rate prevailing at the reporting date.



## Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
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NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at and for the year ended 31 December 2010

### 3. CASH

	<i>MDTF</i> <i>US\$</i>	<i>IDA</i> <i>US\$</i>	<i>Other sources</i> <i>US\$</i>	<i>Total</i> <i>US\$</i>
Petty cash	29	-	-	29
Cash in bank	360,012	800,047	-	1,160,059
<b>Total</b>	<b>360,041</b>	<b>800,047</b>	<b>-</b>	<b>1,160,088</b>

### 4. Advances

The balance represents outstanding advances to Project personnel in relation to Revenue Manager, Budget Execution, and Capacity Development of budget line: General Support Group.

### 5. COUNTERPART FUNDS

For each fiscal year, the counterpart funds are budgeted by the Project and submitted to the MEF. During the year 2010, a total amount of US\$11,765 has been received from the RGC for paying MBPI for December 2009. .

### 6. EXPENDITURES BY DISBURSEMENT CATEGORY

	<i>MDTF</i> <i>Designated</i> <i>Account</i> <i>US\$</i>	<i>IDA</i> <i>Funds</i> <i>US\$</i>	<i>Counterpart</i> <i>Funds</i> <i>US\$</i>	<i>Total</i> <i>US\$</i>
Goods	555,860	368,160	-	924,020 ✓
Consulting fees and expenses	414,841	272,150	-	686,991
Training and workshops	498,364	220,416	-	718,780
Incremental operating costs	59,605	41,484	-	101,089
MBPI	17,884	29,178	11,765	58,827
International procurement agent	-	320,110	-	320,110
<b>Total</b>	<b>1,546,554</b>	<b>1,251,498</b>	<b>11,765</b>	<b>2,809,817 ✓</b>

# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
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NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at and for the year ended 31 December 2010

## 7. EXPENDITURES BY COMPONENT

	<i>MDTF Designated account US\$</i>	<i>IDA Funds US\$</i>	<i>Counterpart Funds US\$</i>	<i>Total US\$</i>
Revenue management	144,801	99,641	1,028	245,470
Budget formulation	175,377	74,576	1,655	251,608
Budget execution	193,728	119,998	3,259	316,985
Capacity development	-	-	-	-
Policy group	456,405	200,371	980	657,756
General support group	475,750	367,144	4,843	847,737
	<b>1,446,061</b>	<b>861,730</b>	<b>11,765</b>	<b>2,319,556</b>
Ministry and institution	100,493	69,658	-	170,151
International procurement agent	-	320,110	-	320,110
<b>Total</b>	<b>1,546,554</b>	<b>1,251,498</b>	<b>11,765</b>	<b>2,809,817</b>

## 8. DESIGNATED ACCOUNTS AND WITHDRAWAL APPLICATIONS

### 8.1 Statement of designated accounts

	<i>MDTF US\$</i>	<i>IDA US\$</i>	<i>Total US\$</i>
<b>Beginning balance</b>	<b>573,502</b>	<b>466,398</b>	<b>1,039,900</b>
<i>Add:</i>			
Total amount advanced by the World Bank during the year	1,358,473	1,585,147	2,943,621
<i>Deduct:</i>			
Total amount withdrawn for expenditures during the year	1,546,554	1,251,498	2,798,052
Advances	25,380	-	25,380
<b>Ending balance as at 31 December 2010</b>	<b>360,041</b>	<b>800,047</b>	<b>1,160,089</b>



# Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
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NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at and for the year ended 31 December 2010

## 8. DESIGNATED ACCOUNTS AND WITHDRAWAL APPLICATIONS (continued)

### 8.2 Reconciliation of designated accounts

	<i>MDTF</i> <i>US\$</i>	<i>IDA</i> <i>US\$</i>
<b>Initial withdrawal</b>	<b>800,000</b>	<b>800,000</b>
<i>Add:</i>		
Additional advance from World Bank in 2009	-	-
Total advance to designated account as at 31 December 2010	<b>800,000</b>	<b>800,000</b>
 <b>Ending balance as at 31 December 2010</b>	 360,012	 800,047
<i>Add:</i>		
Petty cash	29	
Advance	25,380	
Amount paid but not yet claimed as at 31 Dec. 2010	134,623	
Amount claimed but not yet credited as at 31 Dec. 2010	280,000	-
 <b>Total advance to designated accounts accounted for as at 31 December 2010</b>	 <b>800,044</b>	 <b>800,047</b>
 Difference*	 (44)	 (47)

\* This represents gain on exchange rate for repayment from supplier (cancellation of workshop in Switzerland).

## Public Financial Management Reform Project

Under the Multi-Donor Trust Fund Grant Agreement No. TF 054547-KH  
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NOTES TO THE FINANCIAL STATEMENTS (continued)  
as at and for the year ended 31 December 2010

### 8. DESIGNATED ACCOUNTS AND WITHDRAWAL APPLICATIONS (continued)

#### 8.3 Summary of withdrawal applications

##### (a) Multi-Donor Trust Fund

	Date	Amount claimed for replenishment					Initial advance (recovery) US\$	Total US\$
		Goods US\$	Training and workshop US\$	Consultant services US\$	MBPI allowance US\$	Incremental operating cost US\$		
<b>2005</b>	5 December	-	-	-	-	-	<b>400,000</b>	<b>400,000</b>
<b>2006</b>								
Application No 1	12 January	5,713	-	5,000	385,915	1,842	-	398,470
Application No 2	10 February	-	-	-	9,800	698	-	10,498
Application No 3	7 April	-	23,477	48,399	61,092	643	-	133,611
Application No 4	7 April	-	-	14,208	-	-	-	14,208
Application No 5	7 April	-	24,850	3,700	9,800	772	-	39,122
Application No 6	26 May	-	-	-	164,316	3,178	-	167,494
Application No 7	3 July	50,144	5,964	17,325	9,800	887	-	84,120
Application No 8	10 August	5,361	42,919	-	-	542	-	48,822
Application No 9	6 September	107,212	23,085	16,714	232,793	2,666	-	382,470
Application No 10	1 December	2,019	17,896	51,637	87,878	2,317	-	161,747
		<b>170,449</b>	<b>138,191</b>	<b>156,983</b>	<b>961,394</b>	<b>13,545</b>	-	<b>1,440,562</b>

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### 8. DESIGNATED ACCOUNTS AND WITHDRAWAL APPLICATIONS (continued)

#### 8.3 Summary of withdrawal applications (continued)

##### (a) Multi-Donor Trust Fund (continued)

Amount claimed for replenishment								
	Date	Goods US\$	Training and workshop US\$	Consultant services US\$	MBPI allowance US\$	Incremental operating cost US\$	Initial advance (recovery) US\$	Total US\$
2007								
	Application No 11	-	224	42,624	61,352	965	-	105,165
	Application No 12	36,226	4,480	31,870	53,898	3,567	-	130,041
	Application No 13	-	28,647	2,625	(23,713)	4,305	-	11,864
	Application No 14	3,454	6,667	124,620	50,380	551	-	185,672
	Application No 15	-	31,460	1,350	100,020	653	-	133,483
	Application No 16	6,785	33,425	37,794	50,190	1,847	-	130,041
	Application No 17	754	15,583	65,582	50,023	1,650	-	133,592
	Application No 18	15,195	27,897	72,129	67,506	3,931	-	186,658
		62,414	148,383	378,594	409,656	17,469	-	1,016,516
2008								
	Application No 19	1,688	3,504	107,745	18,290	1,738	400,000	132,965
	Application No 20	-	-	-	-	-	-	400,000
	Application No 21	16,146	45,110	158,578	71,989	5,565	-	297,388
	Application No 22	1,565	23,435	20,208	34,790	4,814	-	84,812
	Application No 23	108,934	72,695	31,354	69,560	4,067	-	286,610
		128,333	144,744	317,885	194,629	16,184	400,000	1,201,775

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## NOTES TO THE FINANCIAL STATEMENTS (continued)

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## 8 DESIGNATED ACCOUNTS AND WITHDRAWAL APPLICATIONS (continued)

### 8.3 Summary of withdrawal applications (continued)

## (a) Multi-Donor Trust Fund (continued)

Date	Amount claimed for replenishment					Initial advance (recovery) US\$	Total US\$
	Goods US\$	Training and workshop US\$	Consultant services US\$	MBPI allowance US\$	Incremental operating cost US\$		
<b>2009</b>							
Application No 24	12,104	98,911	88,560	51,603	4,458	-	255,636
Direct Payment No. 2	89,242					-	89,242
Application No 25	22,200	101,599	2,161	37,640	5,120	-	168,720
Application No 26	51,006	68,398	11,518	17,327	5,377	-	153,626
Application No 27	39,656	82,216	53,915	52,808	5,128	-	233,723
Application No 28	24,505	93,652	73,242	8,321	5,650	-	205,370
Application No 29	18,425	26,609	52,099	18,005	1,327	-	116,465
Application No 30	64,423	22,561	27,378	35,697	3,381	-	153,440
Application No 31	1,667	116,598	87,769	36,347	6,832	-	249,213
	<b>323,228</b>	<b>610,544</b>	<b>396,642</b>	<b>257,748</b>	<b>37,273</b>	<b>-</b>	<b>1,625,435</b>



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### 8. Designed accounts and withdrawal applications (continued)

#### 8.3 Summary of withdrawal applications (continued)

##### (a) Multi-Donor Trust Fund (continued)

Amount claimed for replenishment								
	Date	Goods	Trainings and workshops	Consultant services	MBPI allowance	Incremental operating cost	Initial advance (recoveries)	Total
2010								
Application No 32	13 January	5,684	57,750	11,086		2,331	-	76,851
Application No 33	22 February	1,039	73,996	54,664	18,185	1,807	-	149,691
Application No 34	1 March	-	30,460	38,376	17,883	4,038	-	90,757
Application No 35	13 April	-	31,967	13,436	-	6,944	-	52,347
Direct Payment No. 4	18 May	209,608	-	-	-	-	-	209,608
Application No 36	8 June	43,368	24,311	70,303	-	8,085	(48,000)	98,067
Application No 37	23 June	65,183	21,046	7,609	-	3,478	-	97,316
Application No 38	24 August	-	-	-	-	-	48,000	48,000
Application No 39	7 September	17,361	30,423	111,694	-	9,144	-	168,622
Application No 40	29 September	-	36,571	23,744	-	3,470	-	63,785
Application No 41	12 November	18,203	32,178	28,063	-	4,557	(30,000)	53,001
Application No 42	28 December	202,137	227,751	57,758	-	12,782	(250,000)	250,428
		562,583	566,453	416,733	36,068	56,636	(280,000)	1,358,473
Total		1,247,007	1,608,315	1,666,837	1,859,495	141,107	520,000	7,042,761 *

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### 8. DESIGNATED ACCOUNTS AND WITHDRAWAL APPLICATIONS (continued)

#### 8.3 Summary of withdrawal applications (continued)

##### (b) Application of IDA

	Date	Amount claimed for replenishment					Initial advance (recovery) US\$	Total US\$
		Goods US\$	Training and workshop US\$	Consultant services US\$	MBPI allowance US\$	Incremental operating cost US\$	Service to IPA US\$	
<b>2007</b>								
Application No 1	4 July	-	-	-	-	-	-	800,000
Application No 18	21 October	-	6,186	357	29,875	4,091	-	40,509
Direct Pay. to IPA	11 December	-	-	-	-	-	100,000	100,000
		-	<b>6,186</b>	<b>357</b>	<b>29,875</b>	<b>4,091</b>	<b>100,000</b>	<b>940,509</b>
<b>2008</b>								
Application No 19	26 December 2007		3,646	178	29,842	1,809	-	35,475
Application No 21	18 March	16,805	46,951	29,000	117,455	5,792	-	216,003
Application No 22	30 June	1,630	24,392	2,754	56,762	5,011	-	90,549
Application No 23	23 October	-	75,662	146,014	113,493	4,233	1,961	341,363
		<b>18,435</b>	<b>150,651</b>	<b>177,946</b>	<b>317,552</b>	<b>16,845</b>	<b>1,961</b>	<b>683,390</b>

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### 8. DESIGNATED ACCOUNTS AND WITHDRAWAL APPLICATIONS (continued)

#### 8.3 Summary of withdrawal applications (continued)

##### (b) Application of IDA

	Date	Amount claimed for replenishment						Initial advance (recovery) US\$	Total US\$
		Goods US\$	Training and workshop US\$	Consultant services US\$	MBPI allowance US\$	Incremental operating cost US\$	Service to IPA US\$		
2009									
Direct Payment: 02	15 January	92,884	-	-	-	-	-	-	92,884
Application No.24	5 January	12,598	102,949	40,093	84,195	4,640	7,802	-	252,277
Direct Payment: 03	22 January	-	-	-	-	-	152,272	-	152,272
Application No.25	23 March	23,106	105,745	2,249	61,413	5,329	-	-	197,842
Application No.26	23 April	53,088	71,190	11,988	28,271	5,597	201,821	-	371,955
Application No.27	24 June	41,275	85,572	44,719	86,160	5,337	235,786	-	498,849
Application No.28	13 August	25,505	97,475	65,207	13,576	5,880	160,062	-	367,705
Application No.29	14 September	19,177	27,694	54,225	29,377	1,381	92,482	-	224,336
Application No.30	6 October	67,053	23,482	28,495	58,243	3,519	47,843	-	228,635
Application No.31	2 December	1,735	121,357	75,725	59,304	7,111	150,000	-	415,232
		336,421	635,464	322,701	420,539	38,794	1,048,068	-	2,801,987



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### 8. Designed accounts and withdrawal applications (continued)

#### 8.3 Summary of withdrawal applications (continued)

##### (b) Application of IDA (continued)

Amount claimed for replenishment									
	Date	Goods	Trainings and workshops	Consultant services	MBPI allowance	Incremental operating cost	Service to IPA	Initial advance (recoveries)	Total
2010									
Application No 32	13 January	5,916	60,107	11,538	-	2,427	25,055	-	105,043
Application No 33	16 February	1,081	77,016	56,896	29,670	1,881	62,061	-	228,605
Application No 34	26 February	-	31,703	39,942	29,178	4,203	79,073	-	184,099
Application No 35	13 April	-	33,272	13,984	-	7,228	107,148	-	161,632
Direct Payment									
No. 4	18 May	218,163	-	-	-	-	-	-	218,163
Application No 36	8 June	45,138	25,303	59,825	-	8,415	-	-	138,681
Application No 37	23 June	67,844	21,905	7,920	-	3,620	-	-	101,289
Application No 39	26 August	18,070	31,665	93,803	-	9,517	106,855	-	259,910
Application No 40	29 September	-	38,064	24,714	-	3,611	27,034	-	93,423
Application No 41	12 November	18,946	33,491	29,209	-	4,743	-	-	86,389
Application No 42	21 December	-	5,013	2,754	-	146	-	-	7,913
		375,158	357,539	340,585	58,848	45,791	407,226	-	1,585,147
Total		730,014	1,149,840	841,589	826,814	105,521	1,557,255	800,000	6,011,033*

\* The difference of US\$91 was due to effect of exchange gain (see Note 8.2).