
Financial reporting



INTRODUCTION

This Consolidated Annual Financial Report of the UN REDD Programme Fund is prepared by the United Nations Development Programme (UNDP) Multi-Partner Trust Fund Office (MPTF Office) in fulfillment of its obligations as Administrative Agent, as per the terms of Reference (TOR), the Memorandum of Understanding (MOU) signed between the UNDP MPTF Office and the Participating Organizations, and the Standard Administrative Arrangement (SAA)/EU contribution Agreement signed with contributors.

The MPTF Office, as Administrative Agent, is responsible for concluding an MOU with Participating Organizations and SAAs with contributors. It receives, administers and manages contributions, and disburses these funds to the Participating Organizations. The Administrative Agent prepares and submits annual consolidated financial reports, as well as regular financial statements, for transmission to contributors.

This consolidated financial report covers the period 1 January to 31 December 2018 and provides financial data on progress made in the implementation of projects of the UN REDD Programme Fund. It is posted on the MPTF Office GATEWAY (<http://mptf.undp.org/factsheet/fund/CCF00>).

The financial data in the report is recorded in US Dollars and due to rounding off of numbers, the totals may not add up.

2018 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of the UN REDD Programme Fund using the pass-through funding modality as of 31 December 2018. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address: <http://mptf.undp.org/factsheet/fund/CCF00>.

1. SOURCES AND USES OF FUNDS

As of 31 December 2018, 7 contributors deposited US\$ 308,545,838 in contributions and US\$ 3,134,087 was earned in interest.

The cumulative source of funds was US\$ 311,679,925 Of this amount, US\$ 306,892,377 has been net funded to 3 Participating Organizations, of which US\$ 277,206,631 has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ 2,833,833. Table 1 provides an overview of the overall sources, uses, and balance of the UN REDD Programme Fund as of 31 December 2018.

TABLE 1. FINANCIAL OVERVIEW, AS OF 31 DECEMBER 2018 (IN US DOLLARS)

	ANNUAL 2017	ANNUAL 2018	CUMULATIVE
SOURCES OF FUNDS			
Contributions from donors	14,085,249	14,396,887	308,545,838
Fund Earned Interest and Investment Income	106,833	20,900	2,589,265
Interest Income received from Participating Organizations	17,528	24,313	544,822
Refunds by Administrative Agent to Contributors	-	-	-
Fund balance transferred to another MDTF	-	-	-
Other Income	-	-	-
TOTAL: SOURCES OF FUNDS	14,209,609	14,442,100	311,679,925
USE OF FUNDS			
Transfers to Participating Organizations	19,644,613	16,202,478	308,020,589
Refunds received from Participating Organizations	(462,779)	(153,480)	(1,128,212)
Net Funded Amount	19,181,834	16,048,998	306,892,377
Administrative Agent Fees	91,994	95,851	2,833,833
Direct Costs: (Steering Committee, Secretariat...etc.)	-	-	-
Bank Charges	411	91	12,325
Other Expenditures	48,859	48,118	251,625
TOTAL: USES OF FUNDS	19,323,097	16,193,057	309,990,160
CHANGE IN FUND CASH BALANCE WITH ADMINISTRATIVE AGENT	(5,113,488)	(1,750,957)	1,689,765
Opening Fund balance (1 January)	8,554,211	3,440,723	-
CLOSING FUND BALANCE (31 DECEMBER)	3,440,723	1,689,765	1,689,765
Net Funded Amount (Includes Direct Cost)	19,181,834	16,048,998	306,892,377
Participating Organizations' Expenditure (Includes Direct Cost)	30,157,566	23,123,256	277,206,631
BALANCE OF FUNDS WITH PARTICIPATING ORGANIZATIONS			29,685,746

2. PARTNER CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this Fund as of 31 December 2018.

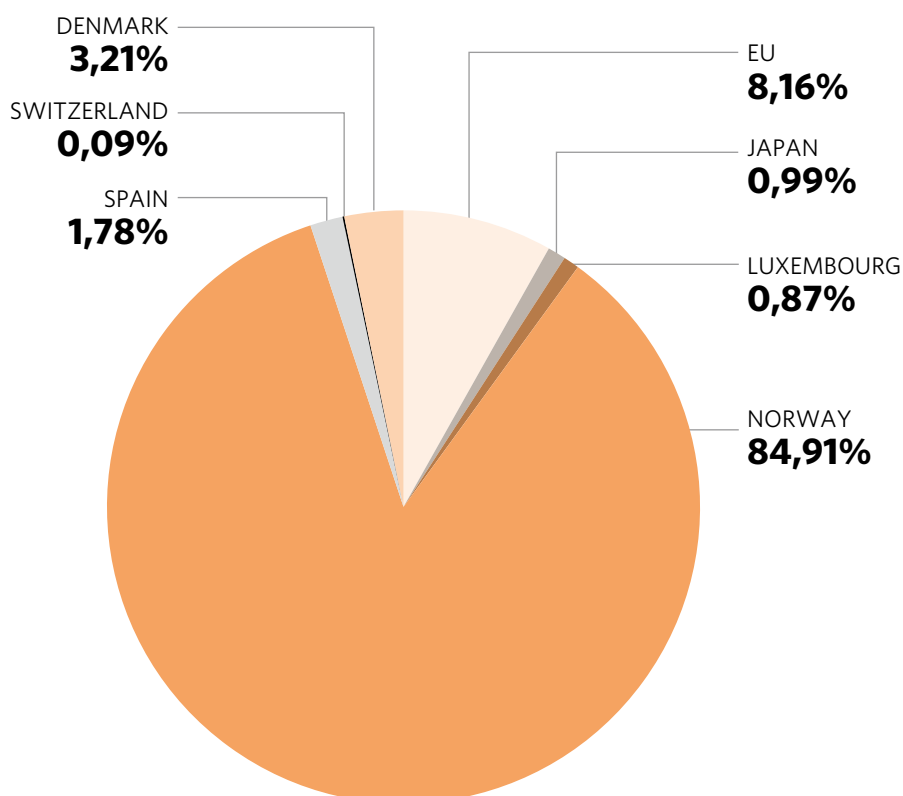
The UN REDD Programme Fund is currently being financed by 7 contributors, as listed in the table below.

The table below includes commitments made up to 31 December 2018 through signed Standard Administrative Agreements, and deposits made through 2018.

TABLE 2. CONTRIBUTORS' COMMITMENTS AND DEPOSITS, AS OF 31 DECEMBER 2018 (IN US DOLLARS)

CONTRIBUTORS	TOTAL COMMITMENTS	PRIOR YEARS AS OF 31-DEC-2017 DEPOSITS	CURRENT YEAR JAN-DEC-2018 DEPOSITS	TOTAL DEPOSITS
DENMARK	9,898,183	9,898,183	-	9,898,183
The EUROPEAN UNION	25,166,208	20,350,700	4,811,805	25,162,505
JAPAN	3,046,138	3,046,138	-	3,046,138
LUXEMBOURG	2,674,100	2,674,100	-	2,674,100
NORWAY	261,986,314	252,490,765	9,495,549	261,986,314
SPAIN	5,492,939	5,492,939	-	5,492,939
SWITZERLAND	285,660	196,127	89,532	285,660
GRAND TOTAL	308,549,541	294,148,952	14,396,887	308,545,838

FIGURE 1: DEPOSITS BY CONTRIBUTOR, CUMULATIVE AS OF 31 DECEMBER 2018



3. INTEREST EARNED

Interest income is earned in two ways: 1) on the balance of funds held by the Administrative Agent (Fund earned interest), and 2) on the balance of funds held by the Participating Organizations (Agency earned interest) where their Financial Regulations and Rules allow return of interest to the AA. As of 31 December 2018, Fund earned interest amounts to US\$ 2,589,265. Interest received from Participating Organizations amounts to US\$ 544,822, bringing the cumulative interest received to US\$ 3,134,087. Details are provided in the table below.

TABLE 3. SOURCES OF INTEREST AND INVESTMENT INCOME, AS OF 31 DECEMBER 2018 (IN US DOLLARS)

INTEREST EARNED	PRIOR YEARS AS OF 31-DEC-2017	CURRENT YEAR JAN-DEC-2018	TOTAL
ADMINISTRATIVE AGENT			
Fund Earned Interest and Investment Income	2,568,365	20,900	2,589,265
Total: Fund Earned Interest	2,568,365	20,900	2,589,265
PARTICIPATING ORGANIZATION			
FAO	51,191	24,313	75,504
UNDP	421,882		421,882
UNEP	47,435		47,435
Total: Agency earned interest	520,509	24,313	544,822
GRAND TOTAL	3,088,874	45,213	3,134,087

4. TRANSFER OF FUNDS

Allocations to Participating Organizations are approved by the Steering Committee and disbursed by the Administrative Agent. As of 31 December 2018, the AA has transferred US\$ 308,020,589 to 3 Participating Organizations (see list below).

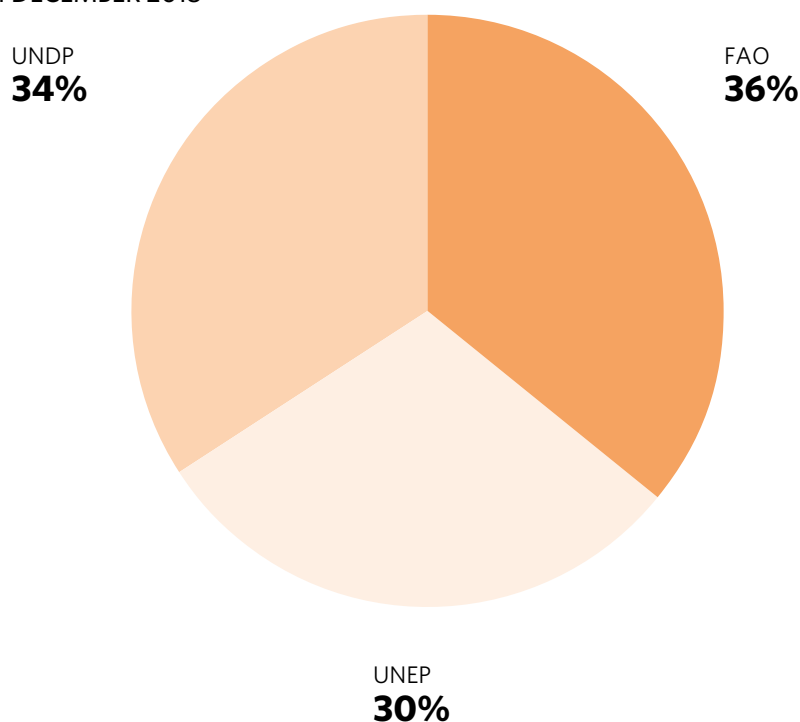
4.1 TRANSFER BY PARTICIPATING ORGANIZATION

Table 4 provides additional information on the refunds received by the MPTF Office, and the net funded amount for each of the Participating Organizations.

TABLE 4. TRANSFER, REFUND, AND NET FUNDED AMOUNT BY PARTICIPATING ORGANIZATION, AS OF 31 DECEMBER 2018 (IN US DOLLARS)

PARTICIPATING ORGANIZATION	PRIOR YEARS AS OF 31-DEC-2017			CURRENT YEAR JAN-DEC-2018			TOTAL		
	TRANSFERS	REFUNDS	NET FUNDED	TRANSFERS	REFUNDS	NET FUNDED	TRANSFERS	REFUNDS	NET FUNDED
FAO	107,270,484	(382,965)	106,887,519	5,825,060	(143,043)	5,682,017	113,095,544	(526,008)	112,569,536
UNDP	113,322,044	(163,058)	113,158,986	5,581,843	(10,438)	5,571,405	118,903,887	(173,496)	118,730,391
UNEP	71,225,583	(428,708)	70,796,875	4,795,575		4,795,575	76,021,158	(428,708)	75,592,450
GRAND TOTAL	291,818,111	(974,732)	290,843,379	16,202,478	(153,480)	16,048,998	308,020,589	(1,128,212)	306,892,377

FIGURE 2: TRANSFERS AMOUNT BY PARTICIPATING ORGANIZATION FOR THE PERIOD OF 1 JANUARY TO 31 DECEMBER 2018



5. EXPENDITURE AND FINANCIAL DELIVERY RATES

All final expenditures reported for the year 2018 were submitted by the Headquarters of the Participating Organizations. These were consolidated by the MPTF Office.

Project expenditures are incurred and monitored by each Participating Organization, and are reported as per the agreed upon categories for inter-agency harmonized reporting. The reported expenditures were submitted via the MPTF Office's online expenditure reporting tool. The 2018 expenditure data has been posted on the MPTF Office GATEWAY at <http://mptf.undp.org/factsheet/fund/CCF00>.

5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In 2018, US\$ 16,048,998 was net funded to Participating Organizations, and US\$ 23,123,256 was reported in expenditure.

As shown in table below, the cumulative net funded amount is US\$ 306,892,377 and cumulative expenditures reported by the Participating Organizations amount to US\$ 277,206,631. This equates to an overall Fund expenditure delivery rate of 90 per cent.

The agencies with the three highest delivery rates are: FAO (93%), UNEP (91%) and UNDP (87%)

TABLE 5.1 NET FUNDED AMOUNT, REPORTED EXPENDITURE, AND FINANCIAL DELIVERY BY PARTICIPATING ORGANIZATION, AS OF 31 DECEMBER 2018 (IN US DOLLARS)

PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE			DELIVERY RATE %
			PRIOR YEARS AS OF 31-DEC-2017	CURRENT YEAR JAN-DEC-2018	CUMULATIVE	
FAO	118,270,351	112,569,536	96,464,609	7,974,882	104,439,491	92.78
UNDP	120,592,362	118,730,391	94,128,425	9,659,190	103,787,614	87.41
UNEP	78,972,957	75,592,450	63,490,340	5,489,185	68,979,525	91.25
GRAND TOTAL	317,835,670	306,892,377	254,083,374	23,123,256	277,206,631	90.33

5.2 EXPENDITURE BY PROJECT

Table 5.2 displays the net funded amounts, expenditures reported and the financial delivery rates by Participating Organization.

TABLE 5.2 EXPENDITURE BY PROJECT WITHIN COUNTRY, AS OF 31 DECEMBER 2018 (IN US DOLLARS)

COUNTRY / PROJECT NO. AND PROJECT TITLE		PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE	DELIVERY RATE %
ARGENTINA - ON GOING						
00092164	UN-REDD ARGENTINA	FAO	1,891,760	1,891,760	1,295,073	68.46
00092164	UN-REDD ARGENTINA	UNDP	1,308,610	1,308,610	1,179,206	90.11
00092164	UN-REDD ARGENTINA	UNEP	642,000	642,000	493,283	76.84
ARGENTINA TOTAL			3,842,370	3,842,370	2,967,562	77.23
BANGLADESH - ON GOING						
00090410	UN-REDD BANGLADESH	FAO	1,070,000	1,070,000	1,005,063	93.93
00090410	UN-REDD BANGLADESH	UNDP	1,230,500	1,230,500	1,046,013	85.01
BANGLADESH TOTAL			2,300,500	2,300,500	2,051,076	89.16
BOLIVIA - OPERATIONALLY CLOSED						
00074797	UN-REDD Programme Bolivia	FAO	1,095,679	1,095,679	1,095,430	99.98
00074797	UN-REDD Programme Bolivia	UNDP	91,912	90,143	89,269	99.03
BOLIVIA TOTAL			1,187,591	1,185,822	1,184,699	99.91
CAMBODIA - OPERATIONALLY CLOSED						
00076663	UN-REDD Programme Cambodia	FAO	1,300,050	1,175,656	1,175,656	100.00
00076663	UN-REDD Programme Cambodia	UNDP	1,551,500	1,550,547	1,550,547	100.00
00076663	UN-REDD Programme Cambodia	UNEP	149,800	40,095	40,095	100.00
CAMBODIA TOTAL			3,001,350	2,766,298	2,766,298	100.00

COUNTRY / PROJECT NO. AND PROJECT TITLE		PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE	DELIVERY RATE %
CHILE - ON GOING						
00102605	UN REDD Chile - National Programme	FAO	856,000	534,465	282,046	52.77
00102605	UN REDD Chile - National Programme	UNDP	3,424,000	2,092,954	858,073	41.00
CHILE TOTAL			4,280,000	2,627,419	1,140,119	43.39
COLOMBIA - OPERATIONALLY CLOSED						
00087723	UN-REDD COLOMBIA	FAO	1,868,687	1,868,687	1,867,322	99.93
00087723	UN-REDD COLOMBIA	UNDP	1,484,489	1,484,489	1,483,742	99.95
00087723	UN-REDD COLOMBIA	UNEP	646,824	646,824	646,824	100.00
COLOMBIA TOTAL			4,000,000	4,000,000	3,997,888	99.95
CONGO - OPERATIONALLY CLOSED						
00082262	UN-REDD CONGO	FAO	1,368,262	1,299,879	1,299,879	100.00
00082262	UN-REDD CONGO	UNDP	1,813,188	1,813,188	1,825,358	100.67
00082262	UN-REDD CONGO	UNEP	818,550	818,550	818,550	100.00
CONGO TOTAL			4,000,000	3,931,617	3,943,787	100.31
CONGO, THE DEMOCRATIC REPUBLIC - FINANCIALLY CLOSED						
00071391	UN-REDD-DRC-01 Programme	FAO	2,926,450	2,907,355	2,907,355	100.00
00071391	UN-REDD-DRC-01 Programme	UNDP	3,110,690	3,103,899	3,103,899	100.00
00071391	UN-REDD-DRC-01 Programme	UNEP	1,346,060	1,130,560	1,130,560	100.00
CONGO, THE DEMOCRATIC REPUBLIC TOTAL			7,383,200	7,141,814	7,141,814	100.00
COTE D'IVOIRE - OPERATIONALLY CLOSED						
00092165	UN-REDD COTE D'IVOIRE	FAO	1,599,650	1,599,650	1,601,703	100.13
00092165	UN-REDD COTE D'IVOIRE	UNDP	1,246,550	1,246,550	1,246,562	100.00
00092165	UN-REDD COTE D'IVOIRE	UNEP	363,800	363,800	363,583	99.94
COTE D'IVOIRE TOTAL			3,210,000	3,210,000	3,211,849	100.06
ECUADOR - OPERATIONALLY CLOSED						
00078169	UN-REDD Ecuador	FAO	1,767,908	1,764,477	1,764,483	100.00
00078169	UN-REDD Ecuador	UNDP	1,457,021	1,447,986	1,447,986	100.00
00078169	UN-REDD Ecuador	UNEP	775,071	773,167	773,167	100.00
ECUADOR TOTAL			4,000,000	3,985,629	3,985,636	100.00

COUNTRY / PROJECT NO. AND PROJECT TITLE		PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE	DELIVERY RATE %
HONDURAS - ON GOING						
00094493	Support to Reduce Carbon Emission	FAO	941,600	941,600	925,310	98.27
00094493	Support to Reduce Carbon Emission	UNDP	1,945,795	1,945,795	1,790,020	91.99
00094493	Support to Reduce Carbon Emission	UNEP	722,250	722,250	534,243	73.97
HONDURAS TOTAL			3,609,645	3,609,645	3,249,573	90.02
INDONESIA - FINANCIALLY CLOSED						
00073509	UN-REDD Indonesia	FAO	1,498,000	1,391,426	1,391,426	100.00
00073509	UN-REDD Indonesia	UNDP	2,996,000	2,938,677	2,938,677	100.00
00073509	UN-REDD Indonesia	UNEP	1,150,250	1,072,285	1,072,285	100.00
INDONESIA TOTAL			5,644,250	5,402,389	5,402,389	100.00
MONGOLIA - ON GOING						
00092166	UN-REDD MONGOLIA	FAO	1,171,650	1,171,650	1,172,189	100.05
00092166	UN-REDD MONGOLIA	UNDP	2,396,800	2,396,800	2,274,782	94.91
00092166	UN-REDD MONGOLIA	UNEP	428,000	428,000	427,094	99.79
MONGOLIA TOTAL			3,996,450	3,996,450	3,874,065	96.94
MYANMAR - ON GOING						
00102606	UN REDD Myanmar - National Programme	FAO	2,231,164	2,231,164	1,186,196	53.16
00102606	UN REDD Myanmar - National Programme	UNDP	3,015,688	3,015,688	1,600,318	53.07
00102606	UN REDD Myanmar - National Programme	UNEP	307,518	307,518	271,896	88.42
MYANMAR TOTAL			5,554,370	5,554,370	3,058,409	55.06
NIGERIA - OPERATIONALLY CLOSED						
00080129	UN REDD NIGERIA	FAO	1,130,990	1,130,990	1,123,419	99.33
00080129	UN REDD NIGERIA	UNDP	2,400,350	2,400,350	2,352,353	98.00
00080129	UN REDD NIGERIA	UNEP	468,660	468,660	439,122	93.70
NIGERIA TOTAL			4,000,000	4,000,000	3,914,894	97.87

COUNTRY / PROJECT NO. AND PROJECT TITLE		PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE	DELIVERY RATE %
PANAMA – OPERATIONALLY CLOSED						
00073510	UN-REDD Programme Panama	FAO	2,189,000	2,188,669	2,188,669	100.00
00073510	UN-REDD Programme Panama	UNDP	2,067,350	2,059,635	2,059,635	100.00
00073510	UN-REDD Programme Panama	UNEP	1,043,650	1,043,650	973,325	93.26
PANAMA TOTAL			5,300,000	5,291,954	5,221,629	98.67
PAPUA NEW GUINEA – OPERATIONALLY CLOSED						
00073984	UN-REDD PNG Quick Start Programme	FAO	4,520,750	4,455,709	4,455,708	100.00
00073984	UN-REDD PNG Quick Start Programme	UNDP	1,707,634	1,707,634	1,679,337	98.34
00073984	UN-REDD PNG Quick Start Programme	UNEP	107,000	107,000	107,000	100.00
PAPUA NEW GUINEA TOTAL			6,335,384	6,270,343	6,242,044	99.55
PARAGUAY – OPERATIONALLY CLOSED						
00076664	UN-REDD Programme Paraguay	FAO	2,190,000	2,189,721	2,189,721	100.00
00076664	UN-REDD Programme Paraguay	UNDP	1,490,001	1,487,117	1,487,330	100.01
00076664	UN-REDD Programme Paraguay	UNEP	1,040,000	1,040,000	1,040,000	100.00
PARAGUAY TOTAL			4,720,001	4,716,838	4,717,051	100.00
PERU – ON GOING						
00102612	UN REDD Peru – National Programme	FAO	1,686,688	1,309,897	75,947	5.80
00102612	UN REDD Peru – National Programme	UNDP	1,983,084	1,625,656	187,956	11.56
00102612	UN REDD Peru – National Programme	UNEP	396,007	282,801	34,668	12.26
PERU TOTAL			4,065,779	3,218,354	298,570	9.28
PHILIPPINES – FINANCIALLY CLOSED						
00076668	UN-REDD Programme Philippines	FAO	315,650	276,176	276,176	100.00
00076668	UN-REDD Programme Philippines	UNDP	162,950	162,950	162,950	100.00
00076668	UN-REDD Programme Philippines	UNEP	21,400	21,400	21,400	100.00
PHILIPPINES TOTAL			500,000	460,526	460,526	100.00

COUNTRY / PROJECT NO. AND PROJECT TITLE		PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE	DELIVERY RATE %
SOLOMON ISLANDS - FINANCIALLY CLOSED						
00076666	UN-REDD Programme Solomon Island	UNDP	550,000	489,140	489,140	100.00
SOLOMON ISLANDS TOTAL			550,000	489,140	489,140	100.00
SRI LANKA - OPERATIONALLY CLOSED						
00082263	UN-REDD SRI LANKA	FAO	2,578,700	2,569,703	2,569,706	100.00
00082263	UN-REDD SRI LANKA	UNDP	979,050	979,050	979,036	100.00
00082263	UN-REDD SRI LANKA	UNEP	442,250	442,250	442,250	100.00
SRI LANKA TOTAL			4,000,000	3,991,003	3,990,991	100.00
TANZANIA - OPERATIONALLY CLOSED						
00073511	UN-REDD Programme Tanzania	FAO	1,498,000	1,479,705	1,479,705	100.00
00073511	UN-REDD Programme Tanzania	UNDP	2,568,000	2,568,000	2,453,336	95.53
00073511	UN-REDD Programme Tanzania	UNEP	214,000	193,841	193,841	100.00
TANZANIA TOTAL			4,280,000	4,241,546	4,126,882	97.30
UGANDA - OPERATIONALLY CLOSED						
00094491	Uganda UN REDD National Programme	FAO	684,800	684,179	684,179	100.00
00094491	Uganda UN REDD National Programme	UNDP	643,070	643,070	596,491	92.76
00094491	Uganda UN REDD National Programme	UNEP	470,800	470,800	461,842	98.10
UGANDA TOTAL			1,798,670	1,798,049	1,742,511	96.91
UNITED NATIONS - ONGOING						
00103359	UN REDD - Delivering National Support	FAO	9,943,329	5,466,848	3,946,483	72.19
00103359	UN REDD - Delivering National Support	UNDP	5,425,556	5,425,556	1,160,030	21.38
00103359	UN REDD - Delivering National Support	UNEP	5,715,146	2,876,553	1,646,138	57.23
00070986	UN-REDD International Support	FAO	4,358,875	4,344,292	4,344,292	100.00
00070986	UN-REDD International Support	UNDP	4,679,302	4,665,011	4,665,011	100.00
00070986	UN-REDD International Support	UNEP	6,856,866	6,856,866	6,856,866	100.00
00103784	Direct Cost for Secretariat Se	FAO	375,000	375,000	259,082	69.09

COUNTRY / PROJECT NO. AND PROJECT TITLE		PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE	DELIVERY RATE %
00103784	Direct Cost for Secretariat Se	UNDP	969,821	969,821	561,985	57.95
00103784	Direct Cost for Secretariat Se	UNEP	2,419,828	2,419,828	1,466,939	60.62
00103785	AFRICA - Technical Assistance	FAO	2,594,844	2,594,844	1,804,666	69.55
00103785	AFRICA - Technical Assistance	UNDP	2,065,723	2,065,723	1,668,616	80.78
00103785	AFRICA - Technical Assistance	UNEP	1,255,959	1,255,959	1,017,776	81.04
00103786	ASIA - Technical Assistance	FAO	2,908,228	2,908,228	2,015,946	69.32
00103786	ASIA - Technical Assistance	UNDP	2,172,868	2,172,868	1,609,310	74.06
00103786	ASIA - Technical Assistance	UNEP	1,077,210	1,077,210	807,343	74.95
00103787	LAC - Technical Assistance	FAO	2,250,668	2,250,668	1,696,472	75.38
00103787	LAC - Technical Assistance	UNDP	3,988,619	3,988,618	2,606,276	65.34
00103787	LAC - Technical Assistance	UNEP	1,452,987	1,452,987	1,166,091	80.25
00103788	KM & Global Coordination	FAO	1,953,018	1,953,018	1,056,505	54.10
00103788	KM & Global Coordination	UNDP	3,529,313	3,529,313	1,278,657	36.23
00103788	KM & Global Coordination	UNEP	5,013,001	5,013,001	3,015,472	60.15
UNITED NATIONS - OPERATIONALLY CLOSED						
00080070	UN-REDD Support to Country Act	FAO	48,013,327	48,013,327	47,868,540	99.70
00080070	UN-REDD Support to Country Act	UNDP	49,110,168	49,110,168	48,324,581	98.40
00080070	UN-REDD Support to Country Act	UNEP	40,583,114	40,583,114	39,676,391	97.77
UNITED NATIONS - FINANCIALLY CLOSED						
00076111	UN-REDD International Support	FAO	3,620,810	3,620,810	3,620,810	100.00
00076111	UN-REDD International Support	UNDP	2,530,632	2,530,632	2,530,632	100.00
00076111	UN-REDD International Support	UNEP	2,537,142	2,537,142	2,537,142	100.00
UNITED NATIONS GLOBAL TOTAL			217,401,354	210,057,404	189,208,052	90.07
VIET NAM - FINANCIALLY CLOSED						
00072449	UN-REDD Vietnam	FAO	1,690,814	1,673,426	1,673,426	100.00
00072449	UN-REDD Vietnam	UNDP	2,501,128	2,489,254	2,489,254	100.00
00072449	UN-REDD Vietnam	UNEP	192,814	192,375	192,375	100.00
VIET NAM TOTAL			4,384,756	4,355,054	4,355,054	100.00

COUNTRY / PROJECT NO. AND PROJECT TITLE		PARTICIPATING ORGANIZATION	APPROVED AMOUNT	NET FUNDED AMOUNT	EXPENDITURE	DELIVERY RATE %
ZAMBIA - OPERATIONALLY CLOSED						
00074834	UN-REDD Zambia	FAO	2,180,000	2,140,880	2,140,910	100.00
00074834	UN-REDD Zambia	UNDP	1,995,000	1,995,000	2,011,247	100.81
00074834	UN-REDD Zambia	UNEP	315,000	311,963	311,963	100.00
ZAMBIA TOTAL			4,490,000	4,447,843	4,464,120	100.37
GRAND TOTAL			317,835,670	306,892,377	277,206,631	90.33

5.3 EXPENDITURE REPORTED BY CATEGORY

Project expenditures are incurred and monitored by each Participating Organization and are reported as per the agreed categories for inter-agency harmonized reporting. In 2006 the UN Development Group (UNDG) established six categories against which UN entities must report inter-agency project expenditures. Effective 1 January 2012, the UN Chief Executive Board (CEB) modified these categories as a result of IPSAS adoption to comprise eight categories. All expenditure incurred prior to 1 January 2012 have been reported in the old categories; post 1 January 2012 all expenditure are reported in the new eight categories. See table below.

2012 CEB EXPENSE CATEGORIES	2006 UNDG EXPENSE CATEGORIES
1. Staff and personnel costs	1. Supplies, commodities, equipment & transport
2. Supplies, commodities and materials	2. Personnel
3. Equipment, vehicles, furniture and depreciation	3. Training counterparts
4. Contractual services	4. Contracts
5. Travel	5. Other direct costs
6. Transfers and grants	6. Indirect costs
7. General operating expenses	
8. Indirect costs	

TABLE 5.3. EXPENDITURE BY UNDG BUDGET CATEGORY, AS OF 31 DECEMBER 2018 (IN US DOLLARS)

CATEGORY	EXPENDITURE			PERCENTAGE OF TOTAL PROGRAMME COST
	PRIOR YEARS AS OF 31-DEC-2017	CURRENT YEAR JAN-DEC-2018	TOTAL	
Supplies, Commodities, Equipment and Transport (Old)	1,256,408	-	1,256,408	0.48
Personnel (Old)	23,105,695	-	23,105,695	8.91
Training of Counterparts (Old)	3,596,995	-	3,596,995	1.39
Contracts (Old)	6,914,797	-	6,914,797	2.67
Other direct costs (Old)	2,110,598	-	2,110,598	0.81
Staff & Personnel Cost (New)	95,665,474	13,164,718	108,830,192	41.98
Suppl, Comm, Materials (New)	1,837,537	222,322	2,059,858	0.79
Equip, Veh, Furn, Depn (New)	3,142,600	172,724	3,315,324	1.28
Contractual Services (New)	26,167,777	3,308,138	29,475,916	11.37
Travel (New)	22,931,743	1,917,920	24,849,663	9.59
Transfers and Grants (New)	30,717,244	1,295,160	32,012,404	12.35
General Operating (New)	20,204,949	1,514,412	21,719,361	8.38
PROGRAMME COSTS TOTAL	237,651,818	21,595,394	259,247,211	100.00
¹ INDIRECT SUPPORT COSTS TOTAL	16,431,557	1,527,863	17,959,420	6.93
TOTAL	254,083,374	23,123,256	277,206,631	

¹ Indirect Support Costs charged by Participating Organization, based on their financial regulations, can be deducted upfront or at a later stage during implementation. The percentage may therefore appear to exceed the 7% agreed-upon for on-going projects. Once projects are financially closed, this number is not to exceed 7%.

6. COST RECOVERY

Cost recovery policies for the Fund are guided by the applicable provisions of the Terms of Reference, the MOU concluded between the Administrative Agent and Participating Organizations, and the SAAs concluded between the Administrative Agent and Contributors, based on rates approved by UNDG.

The policies in place, as of 31 December 2018, were as follows:

► The Administrative Agent (AA) fee: 1% is charged at the time of contributor deposit and covers services provided on that contribution for the entire duration of the Fund. In the reporting period US\$ 95,851 was deducted in AA-fees. Cumulatively, as of 31 December 2018, US\$ 2,833,833 has been charged in AA-fees.

► Indirect Costs of Participating Organizations: Participating Organizations may charge 7% indirect costs. In the current reporting period US\$ 1,527,863 was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ 17,959,420 as of 31 December 2018.

7. ACCOUNTABILITY AND TRANSPARENCY

In order to effectively provide fund administration services and facilitate monitoring and reporting to the UN system and its partners, the MPTF Office has developed a public website, the MPTF Office Gateway (<http://mptf.undp.org>). Refreshed in real time every two hours from an internal enterprise resource planning system, the MPTF Office Gateway has become a standard setter for providing transparent and accountable trust fund administration services.

The Gateway provides financial information including: contributor commitments and deposits, approved programme budgets, transfers to and expenditures reported by Participating Organizations, interest income and other expenses. In addition, the Gateway provides an overview of the MPTF Office portfolio and extensive information on individual Funds, including their purpose, governance structure and key documents. By providing easy access to the growing number of narrative and financial reports, as well as related project documents, the Gateway collects and preserves important institutional knowledge and facilitates knowledge sharing and management among UN Organizations and their development partners, thereby contributing to UN coherence and development effectiveness.