



**Consolidated Annual Financial
Report of the Administrative Agent
for
the Darfur Peace & Stability Fund**

for the period 1 January to 31 December 2019

Multi-Partner Trust Fund Office
Bureau for Management Services
United Nations Development Programme
[GATEWAY: http://mptf.undp.org](http://mptf.undp.org)

27 May 2020

PARTICIPATING ORGANIZATIONS



Food and Agriculture
Organization



NGO Implementation/UNDP



UNDP(MDTF/PUNO only).



UN Centre for Human
Settlement



United Nations Children's
Fund

CONTRIBUTORS



DENMARK, Government of



DEPARTMENT FOR INT'L DEVELOPMENT
(DFID)



GERMANY, Government of



ITALY, Government of



NETHERLANDS, Government of



NORWAY, Government of



SWEDISH INT'L DEVELOPMENT
COOPERATION



SWITZERLAND, Government of



UNITED KINGDOM, Government of



USAID

DEFINITIONS

Allocation

Amount approved by the Steering Committee for a project/programme.

Approved Project/Programme

A project/programme including budget, etc., that is approved by the Steering Committee for fund allocation purposes.

Contributor Commitment

Amount(s) committed by a donor to a Fund in a signed Standard Administrative Arrangement with the UNDP Multi-Partner Trust Fund Office (MPTF Office), in its capacity as the Administrative Agent. A commitment may be paid or pending payment.

Contributor Deposit

Cash deposit received by the MPTF Office for the Fund from a contributor in accordance with a signed Standard Administrative Arrangement.

Delivery Rate

The percentage of funds that have been utilized, calculated by comparing expenditures reported by a Participating Organization against the 'net funded amount'.

Indirect Support Costs

A general cost that cannot be directly related to any particular programme or activity of the Participating Organizations. UNDG policy establishes a fixed indirect cost rate of 7% of programmable costs.

Net Funded Amount

Amount transferred to a Participating Organization less any refunds transferred back to the MPTF Office by a Participating Organization.

Participating Organization

A UN Organization or other inter-governmental Organization that is an implementing partner in a Fund, as represented by signing a Memorandum of Understanding (MOU) with the MPTF Office for a particular Fund.

Project Expenditure

The sum of expenses and/or expenditure reported by all Participating Organizations for a Fund irrespective of which basis of accounting each Participating Organization follows for donor reporting.

Project Financial Closure

A project or programme is considered financially closed when all financial obligations of an operationally completed project or programme have been settled, and no further financial charges may be incurred.

Project Operational Closure

A project or programme is considered operationally closed when all programmatic activities for which Participating Organization(s) received funding have been completed.

Project Start Date

Date of transfer of first instalment from the MPTF Office to the Participating Organization.

Total Approved Budget

This represents the cumulative amount of allocations approved by the Steering Committee.

US Dollar Amount

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

TABLE OF CONTENTS.

Introduction	5
1. Sources and Uses of Funds	6
2. Partner Contributions	7
3. Interest Earned	9
4. Transfer of Funds	10
5. Expenditure and Financial Delivery Rates	11
6. Cost Recovery	15
7. Accountability and Transparency	15
8. Direct Cost	15

INTRODUCTION

This Consolidated Annual Financial Report of the **Darfur Peace & Stability 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) 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 **2019** and provides financial data on progress made in the implementation of projects of the **Darfur Peace & Stability Fund**. It is posted on the MPTF Office GATEWAY (<http://mptf.undp.org/factsheet/fund/DPS00>).

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

2019 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of the **Darfur Peace & Stability Fund** using the pass-through funding modality as of 31 December 2019. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address:

<http://mptf.undp.org/factsheet/fund/DPS00>.

1. SOURCES AND USES OF FUNDS

As of 31 December 2019, 10 contributors deposited US\$ 95,817,063 in contributions and US\$ 1,177,271 was earned in interest.

The cumulative source of funds was US\$ 96,994,334 (see respectively, Tables 2 and 3).

Of this amount, US\$ 83,151,389 has been net funded to 5 Participating Organizations, of which US\$ 77,282,928 has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ 958,171. Table 1 provides an overview of the overall sources, uses, and balance of the **Darfur Peace & Stability Fund** as of 31 December 2019.

Table 1. Financial Overview, as of 31 December 2019 (in US Dollars)

	Annual 2018	Annual 2019	Cumulative
Sources of Funds			
Contributions from donors	6,848,756	4,688,073	95,817,063
Fund Earned Interest and Investment Income	100,824	230,827	968,799
Interest Income received from Participating Organizations	-	-	208,472
Refunds by Administrative Agent to Contributors	-	-	-
Fund balance transferred to another MDTF	-	-	-
Other Income	-	-	-
Total: Sources of Funds	6,949,580	4,918,900	96,994,334
Use of Funds			
Transfers to Participating Organizations	7,052,278	-	74,688,166
Refunds received from Participating Organizations	(6,274)	(1,647)	(2,856,022)
Net Funded Amount	7,046,003	(1,647)	71,832,145
Administrative Agent Fees	68,488	46,881	958,171
Direct Costs: (Steering Committee, Secretariat...etc.)	1,252,622	1,098,541	11,319,245
Bank Charges	200	268	2,588
Other Expenditures	-	-	-
Total: Uses of Funds	8,367,313	1,144,042	84,112,148
Change in Fund cash balance with Administrative Agent	(1,417,732)	3,774,858	12,882,185
Opening Fund balance (1 January)	10,525,059	9,107,327	-
Closing Fund balance (31 December)	9,107,327	12,882,185	12,882,185
Net Funded Amount (Includes Direct Cost)	8,298,625	1,096,893	83,151,389
Participating Organizations' Expenditure (Includes Direct Cost)	4,237,729	4,084,267	77,282,928
Balance of Funds with Participating Organizations			5,868,462

2. PARTNER CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this Fund as of 31 December 2019.

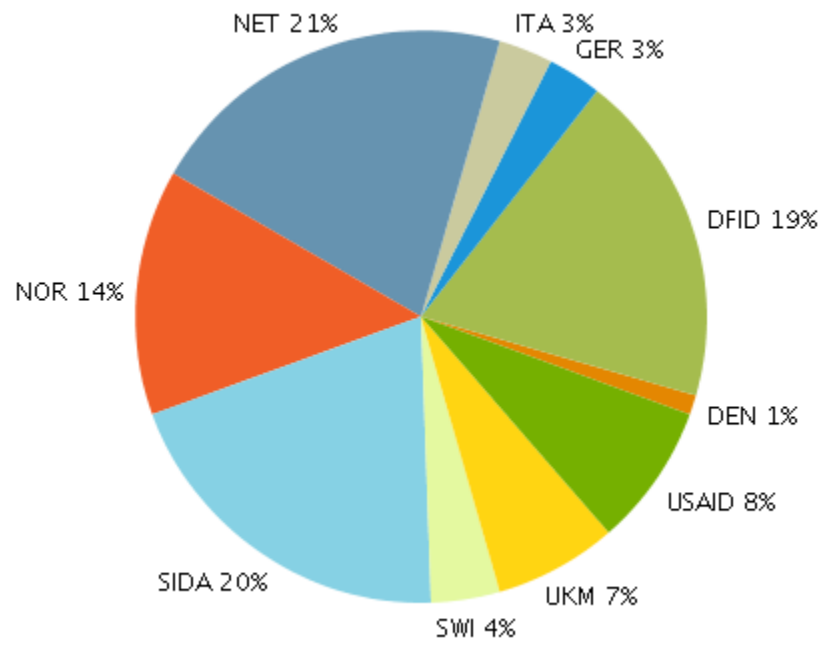
The **Darfur Peace & Stability Fund** is currently being financed by **10** contributors, as listed in the table below.

The table below includes commitments made up to 31 December 2019 through signed Standard Administrative Agreements, and deposits made through 2019. It does not include commitments that were made to the fund beyond 2019.

Table 2. Contributors' Commitments and Deposits, as of 31 December 2019 (in US Dollars)

Contributors	Total Commitments	Prior Years as of 31-Dec-2018 Deposits	Current Year Jan-Dec-2019 Deposits	Total Deposits
DENMARK, Government of	942,076	942,076	-	942,076
DEPARTMENT FOR INT'L DEVELOPMENT (DFID)	18,320,793	18,320,793	-	18,320,793
GERMANY, Government of	3,103,750	3,103,750	-	3,103,750
ITALY, Government of	2,556,800	2,556,800	-	2,556,800
NETHERLANDS, Government of	20,000,000	20,000,000	-	20,000,000
NORWAY, Government of	13,677,826	12,786,857	890,969	13,677,826
SWEDISH INT'L DEVELOPMENT COOPERATION	19,507,066	17,448,701	2,058,365	19,507,066
SWITZERLAND, Government of	3,359,001	3,359,001	-	3,359,001
UNITED KINGDOM, Government of	7,155,817	5,417,078	1,738,739	7,155,817
USAID	7,193,935	7,193,935	-	7,193,935
Grand Total	95,817,063	91,128,990	4,688,073	95,817,063

Figure 1: Deposits by contributor, cumulative as of 31 December 2019



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 2019, Fund earned interest amounts to US\$ **968,799**.

Interest received from Participating Organizations amounts to US\$ **208,472**, bringing the cumulative interest received to US\$ **1,177,271**.

Details are provided in the table below.

Table 3. Sources of Interest and Investment Income, as of 31 December 2019 (in US Dollars)

Interest Earned	Prior Years as of 31-Dec-2018	Current Year Jan-Dec-2019	Total
Administrative Agent			
Fund Earned Interest and Investment Income	737,971	230,827	968,799
Total: Fund Earned Interest	737,971	230,827	968,799
Participating Organization			
FAO	2,975		2,975
NGO/UNDP	157,573		157,573
UNDP	47,925		47,925
Total: Agency earned interest	208,472		208,472
Grand Total	946,444	230,827	1,177,271

4. TRANSFER OF FUNDS

Allocations to Participating Organizations are approved by the Steering Committee and disbursed by the Administrative Agent. As of 31 December 2019, the AA has transferred US\$ **74,688,166** to 5 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 2019 (in US Dollars)

Participating Organization	Prior Years as of 31-Dec-2018			Current Year Jan-Dec-2019			Total		
	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded
FAO	2,000,000	(116,820)	1,883,180				2,000,000	(116,820)	1,883,180
NGO/UNDP	65,696,864	(2,629,836)	63,067,028				65,696,864	(2,629,836)	63,067,028
UNDP	2,865,998		2,865,998				2,865,998		2,865,998
UNHABITAT	1,293,417		1,293,417		(1,647)	(1,647)	1,293,417	(1,647)	1,291,770
UNICEF	2,831,887	(107,718)	2,724,169				2,831,887	(107,718)	2,724,169
Grand Total	74,688,166	(2,854,374)	71,833,792		(1,647)	(1,647)	74,688,166	(2,856,022)	71,832,145

5. EXPENDITURE AND FINANCIAL DELIVERY RATES

All final expenditures reported for the year **2019** 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 **2019** expenditure data has been posted on the MPTF Office GATEWAY at <http://mptf.undp.org/factsheet/fund/DPS00>.

5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In **2019**, US\$ **(1,647)** was net funded to Participating Organizations, and US\$ **2,988,977** was reported in expenditure.

As shown in table below, the cumulative net funded amount is US\$ **71,832,145** and cumulative expenditures reported by the Participating Organizations amount to US\$ **68,465,753**. This equates to an overall Fund expenditure delivery rate of **95** percent.

The agencies with the three highest delivery rates are: FAO (100%), UNHABITAT (100%) and UNICEF (100%)

Table 5. Net Funded Amount, Reported Expenditure, and Financial Delivery by Participating Organization, as of 31 December 2019 (in US Dollars)

Participating Organization	Approved Amount	Net Funded Amount	Expenditure			Delivery Rate %
			Prior Years as of 31-Dec-2018	Current Year Jan-Dec-2019	Cumulative	
FAO	2,000,000	1,883,180	1,883,180		1,883,180	100.00
NGO/UNDP	75,133,604	63,067,028	57,073,541	2,822,454	59,895,995	94.97
UNDP	2,865,998	2,865,998	2,504,117	166,523	2,670,640	93.18
UNHABITAT	1,293,417	1,291,770	1,291,770		1,291,770	100.00
UNICEF	2,831,894	2,724,169	2,724,169		2,724,169	100.00
Grand Total	84,124,914	71,832,145	65,476,776	2,988,977	68,465,753	95.31

5.3 EXPENDITURE BY PROJECT

Table 6 displays the net funded amounts, expenditures reported and the financial delivery rates by Participating Organization.

Table 6. Expenditure by Project within Sector, as of 31 December 2019 (in US Dollars)

Sector / Project No. and Project Title	Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %	
DCPSF Window 1							
00099752	DCPSF 2015-UNDP/NGOs	NGO/UNDP	On Going	6,298,688	6,298,688	6,011,829	95.45
00100015	DCPSF 2015 - Window I	NGO/UNDP	On Going	4,800,776			0
00100016	DCPSF 2015 - Window II	NGO/UNDP	On Going	1,497,911			0
00108593	DCRC Phase III	UNDP	On Going	600,000	600,000	351,857	58.64
00108816	DCPSF/17-WV-INGO-4	NGO/UNDP	On Going	641,027	641,027	447,448	69.80
00108817	DCPSF/17-CARE-INGO-1	NGO/UNDP	On Going	642,000	642,000	288,900	45.00
00108989	DCPSF/17-ADRA-INGO-11	NGO/UNDP	On Going	642,000	642,000	546,235	85.08
00108990	DCPSF/17-CRS-INGO-2	NGO/UNDP	On Going	642,000	642,000	426,426	66.42
00108991	DCPSF/17-MCS-INGO-3	NGO/UNDP	On Going	642,000	642,000	568,648	88.57
00108992	DCPSF/17-WHH-INGO-10	NGO/UNDP	On Going	642,000	642,000	461,269	71.85
00065141	Darfur Comm. Peace Stability Fund	FAO	Operationally Closed	2,000,000	1,883,180	1,883,180	100.00
00065141	Darfur Comm. Peace Stability Fund	UNDP	Operationally Closed	1,766,090	1,766,090	2,318,783	131.29
00065141	Darfur Comm. Peace Stability Fund	UNHABITAT	Operationally Closed	793,982	792,335	792,335	100.00
00065141	Darfur Comm. Peace Stability Fund	UNICEF	Operationally Closed	2,831,894	2,724,169	2,724,169	100.00
00072856	Darfur - Managing Agent/NGOs	NGO/UNDP	Operationally Closed	47,186,762	42,082,702	39,986,487	95.02
00090521	DCPSF 2014 UN Agencies	NGO/UNDP	Operationally Closed	663,828			0
00090521	DCPSF 2014 UN Agencies	UNDP	Operationally Closed	499,908	499,908		0
00090521	DCPSF 2014 UN Agencies	UNHABITAT	Operationally Closed	499,435	499,435	499,435	100.00
00090526	DCPSF 2014-UNDP/NGOs	NGO/UNDP	Operationally Closed	8,233,361	8,233,361	9,255,318	112.41
DCPSF Window 1: Total				81,523,663	69,230,894	66,562,318	96.15

DCPSF Window 2							
00108812	DCPSF/17-DPI-NGO-6	NGO/UNDP	On Going	267,500	267,500	271,743	101.59
00108813	DCPSF/17-ERRADA-NGO-7	NGO/UNDP	On Going	267,414	267,414	261,507	97.79
00108814	DCPSF/17-GAH-NGO-8	NGO/UNDP	On Going	267,554	267,554	273,027	102.05
00108815	DCPSF/17-PBA-NGO-9	NGO/UNDP	On Going	267,344	267,344	271,889	101.70

00108986	DCPSF/17-AJAWEED-NGO-12	NGO/UNDP	On Going	265,629	265,629	189,098	71.19
00108987	DCPSF/17-DDRA-NGO-5	NGO/UNDP	On Going	265,360	265,360	269,965	101.74
00108988	DCPSF/17-DPI-NGO-13	NGO/UNDP	On Going	90,950	90,950	86,865	95.51
00109368	DCPSF/17-RCDO-NGO-14	NGO/UNDP	On Going	267,500	267,500	225,840	84.43
00113027	DCPSF-GPI/18-CIS-INGO-1 Gender	NGO/UNDP	On Going	642,000	642,000	53,500	8.33
DCPSF Window 2: Total				2,601,250	2,601,250	1,903,434	73.17
Grand Total				84,124,914	71,832,145	68,465,753	95.31

5.4 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

1. Staff and personnel costs
2. Supplies, commodities and materials
3. Equipment, vehicles, furniture and depreciation
4. Contractual services
5. Travel
6. Transfers and grants
7. General operating expenses
8. Indirect costs

2006 UNDG Expense Categories

1. Supplies, commodities, equipment & transport
2. Personnel
3. Training counterparts
4. Contracts
5. Other direct costs
6. Indirect costs

Table 7. Expenditure by UNDG Budget Category, as of 31 December 2019 (in US Dollars)

Category	Expenditure			Percentage of Total Programme Cost
	Prior Years as of 31-Dec-2018	Current Year Jan-Dec-2019	Total	
Supplies, Commodities, Equipment and Transport (Old)	291,870	-	291,870	0.45
Personnel (Old)	1,231,722	-	1,231,722	1.92
Training of Counterparts (Old)	49,805	-	49,805	0.08
Contracts (Old)	1,311,950	-	1,311,950	2.04
Other direct costs (Old)	13,039,964	-	13,039,964	20.29
Staff & Personnel Cost (New)	941,761	145,720	1,087,481	1.69
Suppl, Comm, Materials (New)	133,995	-	133,995	0.21
Equip, Veh, Furn, Depn (New)	28,697	988	29,685	0.05
Contractual Services (New)	(463,205)	9,800	(453,405)	(0.71)
Travel (New)	438,770	4,061	442,831	0.69
Transfers and Grants (New)	50,568,974	2,836,975	53,405,950	83.10
General Operating (New)	(6,260,510)	(40,990)	(6,301,500)	(9.80)
Programme Costs Total	61,313,793	2,956,554	64,270,347	100.00
¹ Indirect Support Costs Total	4,162,983	32,423	4,195,405	6.53
Total	65,476,776	2,988,977	68,465,753	

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 2019, 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\$ **46,881** was deducted in AA-fees. Cumulatively, as of 31 December 2019, US\$ **958,171** has been charged in AA-fees.
- Indirect Costs of Participating Organizations:** Participating Organizations may charge 7% indirect costs. In the current reporting period US\$ **32,423** was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ **4,195,405** as of 31 December 2019.

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.

8. DIRECT COSTS

The Fund governance mechanism may approve an allocation to a Participating Organization to cover costs associated with Secretariat services and overall coordination, as well as Fund level reviews and evaluations. These allocations are referred to as 'direct costs'. In the reporting period, direct costs charged to the fund amounted to US\$ **1,098,541**. Cumulatively, as of 31 December 2019, US\$ **11,319,245** has been charged as Direct Costs.

Table 8. Direct Costs

Participating Organization	Net Funded Amount	Expenditure	Delivery Rate
UNDP	11,319,245	8,817,175	78%
Total:	11,319,245	8,817,175	78%