

**Consolidated Annual Financial
Report of the Administrative Agent
for
the Indonesia Disaster Recovery TRUST FUND**

for the period 1 January to 31 December 2020

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

31 May 2021

PARTICIPATING ORGANIZATIONS



Food and Agriculture Organization



International Labour Organisation



International Organisation for Migration



United Nations Development Programme

CONTRIBUTORS



NEW ZEALAND

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.

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INTRODUCTION

This Consolidated Annual Financial Report of the **Indonesia Disaster Recovery TRUST 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 **2020** and provides financial data on progress made in the implementation of projects of the **Indonesia Disaster Recovery TRUST FUND**. It is posted on the MPTF Office GATEWAY (<http://mptf.undp.org/factsheet/fund/IDR00>).

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

2020 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of the **Indonesia Disaster Recovery TRUST FUND** using the pass-through funding modality as of 31 December **2020**. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address:
<http://mptf.undp.org/factsheet/fund/IDR00>.

1. SOURCES AND USES OF FUNDS

As of 31 December **2020**, New Zealand deposited US\$ **4,987,739** in contributions and US\$ **35,886** was earned in interest.

The cumulative source of funds was US\$ **5,023,626** (see respectively, Tables 2 and 3). Of this amount, US\$ **4,970,466** has been net funded to **4** Participating Organizations, of which US\$ **4,914,528** has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ **49,877**. Table 1 provides an overview of the overall sources, uses, and balance of the **Indonesia Disaster Recovery TRUST FUND** as of 31 December 2020.

Table 1. Financial Overview, as of 31 December 2020 (in US Dollars)

	Annual 2019	Annual 2020	Cumulative
Sources of Funds			
Contributions from donors	-	-	4,987,739
Fund Earned Interest and Investment Income	312	32	34,469
Interest Income received from Participating Organizations	-	-	1,417
Refunds by Administrative Agent to Contributors	-	-	-
Fund balance transferred to another MDTF	-	-	-
Other Income	-	-	-
Total: Sources of Funds	312	32	5,023,626
Use of Funds			
Transfers to Participating Organizations	112,000	-	5,063,225
Refunds received from Participating Organizations	-	-	(92,759)
Net Funded Amount	112,000	-	4,970,466
Administrative Agent Fees	-	-	49,877
Direct Costs: (Steering Committee, Secretariat...etc.)	-	-	-
Bank Charges	0	0	366
Other Expenditures	-	-	-
Total: Uses of Funds	112,000	0	5,020,709
Change in Fund cash balance with Administrative Agent	(111,688)	32	2,916
Opening Fund balance (1 January)	114,572	2,884	-
Closing Fund balance (31 December)	2,884	2,916	2,916
Net Funded Amount (Includes Direct Cost)	112,000	-	4,970,466
Participating Organizations' Expenditure (Includes Direct Cost)	70,747	41,232	4,914,528
Balance of Funds with Participating Organizations			55,938

2. PARTNER CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this Fund as of 31 December 2020.

The **Indonesia Disaster Recovery TRUST FUND** is currently being financed by **1** contributor, as listed in the table below.

The table below includes commitments made up to 31 December **2020** through signed Standard Administrative Agreements, and deposits made through **2020**. It does not include commitments that were made to the fund beyond **2020**.

Table 2. Contributors' Commitments and Deposits, as of 31 December 2020 (in US Dollars)

Contributors	Total Commitments	Prior Years as of 31-Dec-2019 Deposits	Current Year Jan-Dec-2020 Deposits	Total Deposits
NEW ZEALAND	4,987,739	4,987,739	-	4,987,739
Grand Total	4,987,739	4,987,739	-	4,987,739

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 2020, Fund earned interest amounts to US\$ **34,469**.

Interest received from Participating Organizations amounts to US\$ **1,417**, bringing the cumulative interest received to US\$ **35,886**.

Details are provided in the table below.

Table 3. Sources of Interest and Investment Income, as of 31 December 2020 (in US Dollars)

Interest Earned	Prior Years as of 31-Dec-2019	Current Year Jan-Dec-2020	Total
Administrative Agent			
Fund Earned Interest and Investment Income	34,437	32	34,469
Total: Fund Earned Interest	34,437	32	34,469
Participating Organization			
FAO	1,417		1,417
Total: Agency earned interest	1,417		1,417
Grand Total	35,854	32	35,886

4. TRANSFER OF FUNDS

Allocations to Participating Organizations are approved by the Steering Committee and disbursed by the Administrative Agent. As of 31 December 2020, the AA has transferred US\$ 5,063,225 to 4 Participating Organizations (see list below).

4.1 TRANSFER BY PARTICIPATING ORGANIZATION

Table 4.1 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 2020 (in US Dollars)

Participating Organization	Prior Years as of 31-Dec-2019			Current Year Jan-Dec-2020			Total		
	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded
FAO	1,826,172	(60,066)	1,766,106				1,826,172	(60,066)	1,766,106
ILO	869,000	(31,969)	837,031				869,000	(31,969)	837,031
IOM	329,662		329,662				329,662		329,662
UNDP	2,038,391	(724)	2,037,667				2,038,391	(724)	2,037,667
Grand Total	5,063,225	(92,759)	4,970,466				5,063,225	(92,759)	4,970,466

5. EXPENDITURE AND FINANCIAL DELIVERY RATES

All final expenditures reported for the year **2020** 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 **2020** expenditure data has been posted on the MPTF Office GATEWAY at <http://mptf.undp.org/factsheet/fund/IDR00>.

5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In **2020**, US\$ was net funded to Participating Organizations, and US\$ **41,232** was reported in expenditure.

As shown in table below, the cumulative net funded amount is US\$ **4,970,466** and cumulative expenditures reported by the Participating Organizations amount to US\$ **4,914,528**. This equates to an overall Fund expenditure delivery rate of **99** percent.

Table 5.1. Net Funded Amount, Reported Expenditure, and Financial Delivery by Participating Organization, as of 31 December 2020 (in US Dollars)

Participating Organization	Approved Amount	Net Funded Amount	Expenditure			Delivery Rate %
			Prior Years as of 31-Dec-2019	Current Year Jan-Dec-2020	Cumulative	
FAO	1,826,172	1,766,106	1,710,398		1,710,398	96.85
ILO	869,000	837,031	837,031		837,031	100.00
IOM	329,662	329,662	329,662		329,662	100.00
UNDP	2,038,391	2,037,667	1,996,205	41,232	2,037,437	99.99
Grand Total	5,063,225	4,970,466	4,873,296	41,232	4,914,528	98.87

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, as of 31 December 2020 (in US Dollars)

Sector / Project No. and Project Title		Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %
Indonesia TF Disaster Recovery							
00114934	Central Sulawesi & NTB	UNDP	On Going	112,000	112,000	111,979	99.98
00081547	Mentawai Islands	FAO	Operationally Closed	648,680	628,292	628,292	100.00
00081547	Mentawai Islands	ILO	Operationally Closed	569,000	542,036	542,036	100.00
00081547	Mentawai Islands	UNDP	Operationally Closed	475,033	474,309	474,309	100.00
00093448	Mount Kelud	FAO	Operationally Closed	350,000	343,425	343,425	100.00
00093448	Mount Kelud	UNDP	Operationally Closed	300,000	300,000	299,954	99.98
00093552	Mount Sinabung	FAO	Operationally Closed	300,000	284,945	229,236	80.45
00093552	Mount Sinabung	ILO	Operationally Closed	300,000	294,995	294,995	100.00
00093552	Mount Sinabung	UNDP	Operationally Closed	400,000	400,000	399,876	99.97
00095797	Enhancing the National Recover	UNDP	Operationally Closed	75,000	75,000	74,961	99.95
00081546	Mount Merapi	FAO	Financially Closed	527,492	509,445	509,445	100.00
00081546	Mount Merapi	IOM	Financially Closed	329,662	329,662	329,662	100.00
00081546	Mount Merapi	UNDP	Financially Closed	676,358	676,358	676,358	100.00
Indonesia TF Disaster Recovery: Total				5,063,225	4,970,466	4,914,528	98.87
Grand Total				5,063,225	4,970,466	4,914,528	98.87

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

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

Table 5.3. Expenditure by UNDG Budget Category, as of 31 December 2020 (in US Dollars)

Category	Expenditure			Percentage of Total Programme Cost
	Prior Years as of 31-Dec-2019	Current Year Jan-Dec-2020	Total	
Staff & Personnel Cost	854,047	1,102	855,148	18.62
Supplies, Communication, Materials	425,942	-	425,942	9.27
Equipment, Vehicle, Furniture, Depreciation	140,977	9,801	150,778	3.28
Contractual Services	1,178,217	26,332	1,204,549	26.23
Travel	335,233	-	335,233	7.30
Transfers and Grants	148,356	-	148,356	3.23
General Operating	1,471,543	1,304	1,472,847	32.07
Programme Costs Total	4,554,314	38,539	4,592,853	100.00
¹ Indirect Support Costs Total	318,981	2,693	321,675	7.00
Total	4,873,296	41,232	4,914,528	

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 2020, 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\$ was deducted in AA-fees. Cumulatively, as of 31 December 2020, US\$ **49,877** has been charged in AA-fees.
- **Indirect Costs of Participating Organizations:** Participating Organizations may charge 7% indirect costs. In the current reporting period US\$ **2,693** was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ **321,675** as of 31 December 2020.

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.