



CONSOLIDATED ANNUAL FINANCIAL REPORT of the Administrative Agent

Darfur Community Peace and Stability Fund

for the period 1 January to 31 December 2021

UN Multi-Partner Trust Fund Office
United Nations Development Programme
PARTNERS GATEWAY: <https://mptf.undp.org>

13 May 2022



United Nations
MPTF Office



Darfur Community Peace and Stability Fund

Financial Report prepared by the Administrative Agent

13 May 2022



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 contributor 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'. This does not include expense commitments by Participating Organization.

Indirect Support Costs

A general cost that cannot be directly related to any particular programme or activity of the Participating Organizations. UNSDG policy establishes a fixed indirect cost rate of 7% of programmable costs for inter-agency pass-through MPTFs.

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 a 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

Project/ Joint programme start date as per the programmatic document.

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



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INTRODUCTION

This Consolidated Annual Financial Report of the **Darfur Community Peace and 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 stakeholders.

This consolidated financial report covers the period 1 January to 31 December 2021 and provides financial data on progress made in the implementation of projects of the **Darfur Community Peace and Stability Fund**. It is posted on the MPTF Office GATEWAY (<https://beta.mptf.undp.org/fund/dps00>).



2021 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of the **Darfur Community Peace and Stability Fund** using the pass-through funding modality as of 31 December **2021**. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address: <https://beta.mptf.undp.org/fund/dps00>.

1. SOURCES AND USES OF FUNDS

As of 31 December **2021**, 9 contributors deposited US\$ **96,388,165** and US\$ **1,324,871** was earned in interest.

The cumulative source of funds was US\$ **97,713,036**.

Of this amount, US\$ **94,366,751** has been net funded to 4 Participating Organizations, of which US\$ **86,350,202** has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ **963,882**. Table 1 provides an overview of the overall sources, uses, and balance of the **Darfur Community Peace and Stability Fund** as of 31 December 2021.

Table 1. Financial Overview, as of 31 December 2021 (in US Dollars)

	Annual 2020	Annual 2021	Cumulative
Sources of Funds			
Contributions from donors	571,102	0	96,388,165
Sub-total Contributions	571,102	0	96,388,165
Fund Earned Interest and Investment Income	139,377	8,223	1,116,399
Interest Income received from Participating Organizations	0	0	208,472
Total: Sources of Funds	710,479	8,223	97,713,036
Use of Funds			
Transfers to Participating Organizations	7,434,430	3,888,065	86,010,662
Refunds received from Participating Organizations	(126,668)	(2,063,881)	(5,046,570)
Net Funded Amount	7,307,762	1,824,184	80,964,091
Administrative Agent Fees	5,711	0	963,882
Direct Costs	856,428	1,226,987	13,402,660
Bank Charges	392	75	3,055
Total: Uses of Funds	8,170,294	3,051,246	95,333,688
Change in Fund cash balance with Administrative Agent	(7,459,814)	(3,043,023)	2,379,348
Opening Fund balance (1 January)	12,882,185	5,422,371	
Closing Fund balance (31 December)	5,422,371	2,379,348	2,379,348
Net Funded Amount (Includes Direct Cost)	8,164,190	3,051,171	94,366,751
Participating Organizations Expenditure (Includes Direct Cost)	2,833,242	6,234,033	86,350,202
Balance of Funds with Participating Organizations	5,330,948	(3,182,861)	8,016,549



2. PARTNER CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this fund as of 31 December **2021**.

The **Darfur Community Peace and Stability Fund** is currently being financed by 9 contributors, as listed in the table below

The table includes financial commitments made by the contributors through signed Standard Administrative Agreements with an anticipated deposit date as per the schedule of payments by 31 December **2021** and deposits received by the same date. It does not include commitments that were made to the fund beyond **2021**.

Table 2. Contributions, as of 31 December 2021 (in US Dollars)

Contributors	Total Commitments	Prior Years as of 31-Dec-2020 Deposits	Current Year Jan-Dec-2021 Deposits	Total Deposits
Government of Denmark	942,076	942,076	0	942,076
Former - DFID	18,320,793	18,320,793	0	18,320,793
Government of Germany	3,103,750	3,103,750	0	3,103,750
Government of Italy	2,556,800	2,556,800	0	2,556,800
Government of Netherlands	20,000,000	20,000,000	0	20,000,000
Government of Norway	14,248,928	14,248,928	0	14,248,928
Sida	19,507,066	19,507,066	0	19,507,066
Government of Switzerland	3,359,001	3,359,001	0	3,359,001
Government of United Kingdom of Great Britain and Northern Ireland	7,155,817	7,155,817	0	7,155,817
USAID	7,193,935	7,193,935	0	7,193,935
Grand Total	96,388,165	96,388,165	0	96,388,165



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 **2021**, Fund earned interest amounts to US\$ **1,116,399**.

Interest received from Participating Organizations amounts to US\$ **208,472**, bringing the cumulative interest received to US\$ **1,324,871**. Details are provided in the table below.

Table 3. Sources of Interest and Investment Income, as of 31 December 2021 (in US Dollars)

Interest Earned	Prior Years as of 31-Dec-2020	Current Year Jan-Dec-2021	Total
Administrative Agent			
Fund Earned Interest and Investment Income	1,108,176	8,223	1,116,399
Total: Fund Earned Interest	1,108,176	8,223	1,116,399
Participating Organization			
FAO	2,975		2,975
NGO/UNDP	157,573	0	157,573
UNDP	47,925	0	47,925
Total: Agency earned interest	208,472	0	208,472
Grand Total	1,316,648	8,223	1,324,871



4. TRANSFER OF FUNDS

Allocations to Participating Organizations are approved by the Steering Committee and disbursed by the Administrative Agent. As of 31 December 2021, the AA has transferred US\$ **86,010,662** to 4 Participating Organizations (see list below).

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 4.1 Transfer, Refund, and Net Funded Amount by Participating Organization (in US Dollars)

Participating Organization	Prior Years as of 31-Dec-2020			Current Year Jan-Dec-2021			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	73,131,294	(2,756,503)	70,374,791	3,888,065	(2,063,881)	1,824,184	77,019,359	(4,820,384)	72,198,975
UNDP	2,865,998	0	2,865,998				2,865,998	0	2,865,998
UNHABITAT	1,293,417	(1,647)	1,291,770				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	82,122,596	(2,982,689)	79,139,907	3,888,065	(2,063,881)	1,824,184	86,010,662	(5,046,570)	80,964,091



5. EXPENDITURE AND FINANCIAL DELIVERY RATES

All final expenditures reported are submitted as certified financial information by the Headquarters of the Participating Organizations. These were consolidated by the MPTF Office.

Joint programme/ project expenditures are incurred and monitored by each Participating Organization, and are reported to the Administrative Agent as per the agreed upon categories for inter-agency harmonized reporting. The expenditures are reported via the MPTF Office's online expenditure reporting tool. The 2021 expenditure data has been posted on the MPTF Office GATEWAY at <https://beta.mptf.undp.org/fund/dps00>.

5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In 2021, US\$ 1,824,184 was net funded to Participating Organizations, and US\$ 3,490,247 was reported in expenditure.

As shown in table below, the cumulative net funded amount is US\$ 80,964,091 and cumulative expenditures reported by the Participating Organizations amount to US\$ 73,095,193. This equates to an overall Fund expenditure delivery rate of 90.28 percent.

Table 5.1. Net Funded Amount and Reported Expenditures by Participating Organization, as of 31 December 2021 (in US Dollars)

Participating Organization	Approved Amount	Net Funded Amount	Expenditure			Delivery Rate %
			Prior Years as of 31-Dec-2020	Current Year Jan-Dec-2021	Cumulative	
FAO	2,000,000	1,883,180	1,883,180		1,883,180	100.00
NGO/UNDP	86,456,100	72,198,975	60,787,082	3,543,215	64,330,297	89.10
UNDP	2,865,998	2,865,998	2,918,746	(52,968)	2,865,778	99.99
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	95,447,409	80,964,091	69,604,946	3,490,247	73,095,193	90.28



5.2. Expenditures 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 (UNSDG) 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.

Table 5.2. Expenditure by UNSDG Budget Category, as of 31 December 2021 (in US Dollars)

Category	Expenditures			Percentage of Total Programme Cost
	Prior Years as of 31-Dec-2020	Current Year Jan-Dec-2021	Total	
Supplies, Commodities, Equipment and Transport (Old)	291,870	-	291,870	0.43
Personnel (Old)	1,231,722	-	1,231,722	1.80
Training of Counterparts (Old)	49,805	-	49,805	0.07
Contracts (Old)	1,311,950	-	1,311,950	1.92
Other direct costs (Old)	13,039,964	-	13,039,964	19.09
Staff & Personnel Cost	1,098,919	(246,139)	852,779	1.25
Supplies, commodities and materials	133,995	5,725	139,720	0.20
Equipment, vehicles, furniture and depreciation	33,335	23,606	56,941	0.08
Contractual Services Expenses	(446,513)	471,805	25,292	0.04
Travel	442,831	(27,374)	415,457	0.61
Transfers and Grants	54,169,751	2,798,881	56,968,632	83.39
General Operating	(6,020,203)	(48,164)	(6,068,368)	-8.88
Programme Costs Total	65,337,425	2,978,339	68,315,764	100.00
¹ Indirect Support Costs Total	4,267,521	511,908	4,779,429	7.00
Grand Total	69,604,946	3,490,247	73,095,193	

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 2021, 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\$ 00 was deducted in AA-fees. Cumulatively, as of 31 December 2021, US\$ 963,882 has been charged in AA-fees.
- **Indirect Costs of Participating Organizations:** Participating Organizations may charge 7% indirect costs. In the current reporting period US\$ 511,908 was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ 4,779,429 as of 31 December 2021.

8. DIRECT COSTS

The Fund governance mechanism may approve an allocation to a Participating Organization to cover costs associated with Fund coordination covering overall coordination, and 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\$ 1,226,987. Cumulatively, as of 31 December 2021, US\$ 13,402,660 has been charged as Direct Costs.

Participating Organization	Current Year Net Funded Amount	Current Year Expenditure	Total Net Funded Amount	Total Expenditure
UNDP	1,226,987	2,743,785	13,402,660	13,255,009
Total	1,226,987	2,743,785	13,402,660	13,255,009

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 (<https://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.



Annex 1. EXPENDITURE BY PROJECT WITHIN SECTOR

Annex 1 displays the net funded amounts, expenditures reported and the financial delivery rates by Sector by project/ joint programme and Participating Organization.

Annex 1 Expenditure by Project within Sector

Sector / Project No. and Project Title		Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %
DCPSF Window 1							
00065141	Darfur Comm. Peace Stability F	FAO	Financially Closed	2,000,000	1,883,180	1,883,180	100.00
00065141	Darfur Comm. Peace Stability F	UNDP	Financially Closed	1,766,090	1,766,090	1,765,907	99.99
00065141	Darfur Comm. Peace Stability F	UNHABITAT	Financially Closed	793,982	792,335	792,335	100.00
00065141	Darfur Comm. Peace Stability F	UNICEF	Financially Closed	2,831,894	2,724,169	2,724,169	100.00
00072856	Darfur - Managing Agent/NGOs	NGO/UNDP	Operationally Closed	47,186,762	40,560,145	40,560,145	100.00
00090521	DCPSF 2014 UN Agencies	NGO/UNDP	Operationally Closed	663,828	0	0	
00090521	DCPSF 2014 UN Agencies	UNDP	Operationally Closed	499,908	499,908	499,908	100.00
00090521	DCPSF 2014 UN Agencies	UNHABITAT	Operationally Closed	499,435	499,435	499,435	100.00
00090526	DCPSF 2014-UNDP/NGOs	NGO/UNDP	On Going	9,336,128	9,255,318	9,255,318	100.00
00099752	DCPSF 2015-UNDP/NGOs	NGO/UNDP	On Going	6,298,688	6,055,873	6,055,873	100.00
00100015	DCPSF 2015 - Window I	NGO/UNDP	On Going	4,800,776	0	0	
00100016	DCPSF 2015 - Window II	NGO/UNDP	On Going	1,497,911	0	0	
00108593	DCRC Phase III	UNDP	On Going	600,000	600,000	599,963	99.99
00108816	DCPSF/17-WV-INGO-4	NGO/UNDP	On Going	641,027	597,139	597,139	100.00
00108817	DCPSF/17-CARE-INGO-1	NGO/UNDP	On Going	642,000	642,000	642,000	100.00
00108989	DCPSF/17-ADRA-INGO-11	NGO/UNDP	On Going	642,000	552,120	552,120	100.00
00108990	DCPSF/17-CRS-INGO-2	NGO/UNDP	On Going	642,000	574,790	574,790	100.00
00108991	DCPSF/17-MCS-INGO-3	NGO/UNDP	On Going	642,000	578,342	578,342	100.00
00108992	DCPSF/17-WHH-INGO-10	NGO/UNDP	On Going	642,000	641,747	641,747	100.00
00122488	DCPSF/INGO/2020/Covid 19/1 - CI	NGO/UNDP	On Going	53,500	53,500	18,175	33.97
00122489	DCPSF/INGO/2020/Covid 19/2 - DP	NGO/UNDP	On Going	53,500	53,500	53,500	100.00
00122490	DCPSF/INGO/2020/Covid 19/3 - AD	NGO/UNDP	On Going	53,500	53,500	53,500	100.00
00122491	DCPSF/INGO/2020/Covid 19/4 - WH	NGO/UNDP	On Going	53,500	53,500	53,500	100.00
00122492	DCPSF/INGO/2020/Covid 19/5 - CR	NGO/UNDP	On Going	53,500	53,500	40,884	76.42
00125207	DCPSF/20-WHH-INGO-1	NGO/UNDP	On Going	861,381	861,381	171,200	19.88
00125208	DCPSF/20-WRS-INGO-2	NGO/UNDP	On Going	861,381	861,381	171,200	19.88
00125209	DCPSF/20-CRS-INGO-3	NGO/UNDP	On Going	861,381	861,381	171,200	19.88



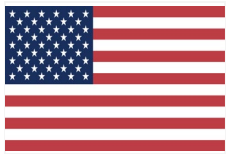
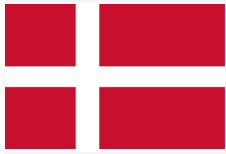
00125210	DCPSF/20-ARC-INGO-4	NGO/UNDP	On Going	861,381	861,381	276,322	32.08
00125212	DCPSF/20-PA-INGO-5	NGO/UNDP	On Going	861,381	861,381	362,836	42.12
00125215	DCPSF/20-WW-INGO-6	NGO/UNDP	On Going	860,816	860,816	171,087	19.87
00125216	DCPSF/20-CONCERN-INGO-7	NGO/UNDP	On Going	861,381	861,381	171,200	19.88
00125218	DCPSF/20-RCDO-INGO-8	NGO/UNDP	On Going	379,208	379,208	230,378	60.75
00125219	DCPSF/20-PBA-INGO-9	NGO/UNDP	On Going	379,313	379,313	0	0.00
00125220	DCPSF/20-SCO-INGO-10	NGO/UNDP	On Going	379,307	379,307	149,758	39.48
00127612	DCPSF/21-UCP-INGO-1	NGO/UNDP	On Going	130,524	130,524	18,375	14.08
DCPSF Window 1: Total				90,191,385	75,787,546	70,335,487	92.81

DCPSF Window 2							
00108812	DCPSF/17-DPI-NGO-6	NGO/UNDP	On Going	267,500	267,500	267,500	100.00
00108813	DCPSF/17-ERRADA-NGO-7	NGO/UNDP	On Going	267,414	263,953	263,953	100.00
00108814	DCPSF/17-GAH-NGO-8	NGO/UNDP	On Going	267,554	267,554	267,554	100.00
00108815	DCPSF/17-PBA-NGO-9	NGO/UNDP	On Going	267,344	267,344	267,344	100.00
00108986	DCPSF/17-AJAWEED-NGO-12	NGO/UNDP	On Going	265,629	189,611	189,559	99.97
00108987	DCPSF/17-DDRA-NGO-5	NGO/UNDP	On Going	265,360	265,360	265,360	100.00
00108988	DCPSF/17-DPI-NGO-13	NGO/UNDP	On Going	90,950	90,950	90,950	100.00
00109368	DCPSF/17-RCDO-NGO-14	NGO/UNDP	On Going	267,500	267,500	267,500	100.00
00113027	DCPSF/GPI/18-CIS-INGO-1 Gender	NGO/UNDP	On Going	642,000	642,000	308,839	48.11
00125773	DCPSF/20-DDRA-NGO-11	NGO/UNDP	On Going	379,194	379,194	74,876	19.75
00125774	DCPSF/20-ERRADA-NGO-12	NGO/UNDP	On Going	379,010	379,010	123,094	32.48
00125775	DCPSF/20-SORD-NGO-13	NGO/UNDP	On Going	379,314	379,314	74,387	19.61
00125776	DCPSF/20-SOS Sahel-NGO-14	NGO/UNDP	On Going	379,314	379,314	74,649	19.68
00125777	DCPSF/20-SAHARI-NGO-15	NGO/UNDP	On Going	379,314	379,314	74,900	19.75
00125778	DCPSF/20-KSCS-NGO-16	NGO/UNDP	On Going	379,314	379,314	75,111	19.80
00125779	DCPSF/20-RSD-NGO-17	NGO/UNDP	On Going	379,314	379,314	74,131	19.54
DCPSF Window 2: Total				5,256,024	5,176,545	2,759,706	53.31

Grand Total				95,447,409	80,964,091	73,095,193	90.28
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Contributors



UN Participating Organizations

