



# CONSOLIDATED ANNUAL FINANCIAL REPORT of the Administrative Agent

## Montenegro SDG Acceleration Fund

for the period 14 December 2022 to 31 December 2025

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

May 2026



United Nations  
MPTF Office

## DEFINITIONS

### **Allocation/Total Approved Budget**

Amount approved by the Steering Committee for a project/programme. The total approved budget represents the cumulative amount of allocations approved by the Steering Committee.

### **Approved Project/Programme**

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

### **Contribution Agreement**

Standard Administrative Arrangement and/or European Commission contribution agreement between contributor/donor and MPTF Office.

### **Contributor Commitment**

Amount(s) committed by a contributor to a Fund in a signed donor agreement 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 donor agreement.

### **Delivery Rate**

The percentage of funds that have been utilized, calculated by comparing expenditures reported by a Participating Organization and Non-UN Organization against the 'net funded amount'. This does not include expense commitments by Participating Organizations.

### **Net Funded Amount**

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

### **Participating Organization**

An organization that receives funds directly from the Administrative Agent, as represented by signing the applicable legal agreement to implement under a MPTF or a Joint Programme.

### **Project Expenditure**

The sum of expenditure reported by all Participating Organizations for a Fund reported to the AA.

### **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. MPTF Office will report a project financially closed once the financial report(s) has been received and any balance of funds refunded.

### **Project Operational Closure**

A project or programme is deemed operationally closed once all activities funded for Participating Organization(s) have been concluded, and the Steering Committee has approved the final narrative report.

### **Project Closure**

Projects that have surpassed the project end date but have not yet submitted the final narrative report

### **US Dollar Amount**

The financial data in the report is recorded in US Dollars.

### **Transferred Funds**

Funds transferred to Participating Organizations by the Administrative Agent in accordance with the Steering Committee's request.

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## INTRODUCTION

This Consolidated Annual Financial Report of the **Montenegro SDG Acceleration 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 donor agreement signed with contributors/donors.

The MPTF Office, as Administrative Agent, is responsible for concluding an MOU with Participating Organizations and donor agreements with contributors/donors. 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 14 December 2022 to 31 December 2025 and provides financial data on progress made in the implementation of projects of the **Montenegro SDG Acceleration Fund**. It is posted on the MPTF Office GATEWAY (<https://mptf.undp.org/fund/me200>).

## 2025 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of the **Montenegro SDG Acceleration Fund** using the pass-through funding modality as of 31 December **2025**. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address: <https://mpf.undp.org/fund/me200>.

### 1. SOURCES AND USES OF FUNDS

As of 31 December **2025**, **6** contributors deposited US\$ **4,797,679** and US\$ **183,138** was earned in interest.

The cumulative source of funds was US\$ **4,980,817**.

Of this amount, US\$ **3,484,205** has been net funded to **10** Participating Organizations, of which US\$ **1,412,985** has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ **35,251**. Table 1 provides an overview of the overall sources, uses, and balance of the **Montenegro SDG Acceleration Fund** as of 31 December 2025.

Table 1 Financial Overview, as of 31 December 2025 (in US Dollars)

	Prior Years up to 31 Dec 2024	Financial Year Jan-Dec 2025	Total
<b>Sources of Funds</b>			
Contributions from donors	3,990,128	807,551	4,797,679
<b>Sub-total Contributions</b>	<b>3,990,128</b>	<b>807,551</b>	<b>4,797,679</b>
Fund Interest and Investment Income Earned	106,552	76,586	183,138
<b>Total: Sources of Funds</b>	<b>4,096,680</b>	<b>884,137</b>	<b>4,980,817</b>
<b>Use of Funds</b>			
Transfers to Participating Organizations	1,324,930	2,471,395	3,796,325
Sub-Total Transfers	1,324,930	2,471,395	3,796,325
Refunds received from Participating Organizations	-	(312,119)	(312,119)
Sub-Total Refunds	-	(312,119)	(312,119)
Administrative Agent Fees	27,175	8,076	35,251
Bank Charges	119	111	230
Other Expenditures	12,726	-	12,726
<b>Total: Uses of Funds</b>	<b>1,364,950</b>	<b>2,167,461</b>	<b>3,532,412</b>
<b>Change in Fund cash balance with Administrative Agent</b>	<b>2,731,730</b>	<b>(1,283,324)</b>	<b>1,448,405</b>
Opening Fund balance (1 January)	3,178,143	2,731,730	-
<b>Closing Fund balance (31 December)</b>	<b>2,731,730</b>	<b>1,448,405</b>	<b>1,448,405</b>
Net Funded Amount (Includes Direct Cost)	1,324,930	2,159,275	3,484,205
Participating Organizations Expenditure (Includes Direct Cost)	481,116	931,869	1,412,985
<b>Balance of Funds with Participating Organizations</b>	<b>843,814</b>	<b>1,227,406</b>	<b>2,071,220</b>

## 2. CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this fund as of 31 December 2025.

The **Montenegro SDG Acceleration Fund** is currently being funded by **6** 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 2025 and deposits received by the same date. It does not include commitments that were made to the fund beyond 2025.

**Table 2. Contributions, as of 31 December 2025 (in US Dollars)**

Contributors	Total Commitments	Total Deposits
Government of Austria (Austrian Development Agency)	1,637,299	1,637,299
European Union	1,272,600	1,272,600
Government of Ireland	111,720	111,720
Government of Luxembourg	75,904	75,904
Government of Montenegro	660,156	660,156
Government of Switzerland (Swiss Agency for Development and Cooperation)	1,040,000	1,040,000
<b>Grand Total</b>	<b>4,797,679</b>	<b>4,797,679</b>

### 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 **2025**, Fund earned interest amounts to US\$ **183,138**.

Details are provided in the table below.

**Table 3. Sources of Interest and Investment Income, as of 31 December 2025 (in US Dollars)**

Interest Earned	Prior Years up to 31-Dec-2024	Financial Year Jan-Dec-2025	Total
<b>Administrative Agent</b>			
Fund Interest and Investment Income Earned	106,552	76,586	183,138
<b>Total: Fund Interest Earned</b>	<b>106,552</b>	<b>76,586</b>	<b>183,138</b>
<b>Participating Organization</b>			
<b>Total: Agency Interest Earned</b>	-	-	-
<b>Grand Total</b>	<b>106,552</b>	<b>76,586</b>	<b>183,138</b>

#### 4. TRANSFER OF FUNDS

Allocations to Participating Organizations are approved by the Steering Committee and disbursed by the Administrative Agent. As of 31 December 2025, the AA has transferred US\$ **3,796,325** to **10** Participating Organizations (see list below).

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 to Participating Organization (in US Dollars)**

Participating Organization	Prior Years up to 31-Dec-2024			Financial Year Jan-Dec-2025			Total		
	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded
ECE	-	-	-	177,280	-	177,280	177,280	-	177,280
FAO	132,500	-	132,500	-	-	-	132,500	-	132,500
ILO	134,805	-	134,805	256,557	(102,623)	153,934	391,362	(102,623)	288,739
ITU	110,210	-	110,210	-	-	-	110,210	-	110,210
OHCHR	-	-	-	50,000	-	50,000	50,000	-	50,000
UNDP	192,430	-	192,430	1,487,558	(209,496)	1,278,061	1,679,988	(209,496)	1,470,491
UNESCO	141,672	-	141,672	-	-	-	141,672	-	141,672
UNICEF	223,523	-	223,523	360,686	-	360,686	584,209	-	584,209
UNOPS	389,790	-	389,790	-	-	-	389,790	-	389,790
UNWOMEN	-	-	-	139,314	-	139,314	139,314	-	139,314
<b>Grand Total</b>	<b>1,324,930</b>	<b>-</b>	<b>1,324,930</b>	<b>2,471,395</b>	<b>(312,119)</b>	<b>2,159,275</b>	<b>3,796,325</b>	<b>(312,119)</b>	<b>3,484,205</b>

## 5. EXPENDITURE AND FINANCIAL DELIVERY RATES

All 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 **2025** expenditure data has been posted on the MPTF Office GATEWAY at <https://mptf.undp.org/fund/me200>.

## 5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In **2025**, US\$ **2,159,275** was net funded to Participating Organizations, and US\$ **931,869** was reported in expenditure.

As shown in the table below, the cumulative net funded amount is US\$ **3,484,205** and cumulative expenditures reported by the Participating Organizations amount to **US\$ 1,412,985**. This equates to an overall Fund expenditure delivery rate of **40.55** percent.

**Table 5.1 Net Funded Amount and Reported Expenditures by Participating Organization, as of 31 December 2025 (in US Dollars)**

Participating Organization	Approved Amount	Net Funded Amount	Expenditure			Delivery Rate %
			Prior Years up to 31-Dec-2024	Financial Year Jan-Dec-2025	Cumulative	
ECE	295,466	177,280	-	72,374	72,374	40.82
FAO	132,500	132,500	75,692	43,458	119,149	89.92
ILO	391,362	288,739	86,284	67,248	153,532	53.17
ITU	110,210	110,210	-	79,544	79,544	72.18
OHCHR	50,000	50,000	-	10,022	10,022	20.04
UNDP	2,115,430	1,470,491	83,979	230,728	314,707	21.40
UNESCO	141,672	141,672	49,981	90,285	140,265	99.01
UNICEF	584,209	584,209	83,683	172,423	256,106	43.84
UNOPS	489,790	389,790	101,498	148,997	250,495	64.26
UNWOMEN	139,314	139,314	-	16,789	16,789	12.05
<b>Grand Total</b>	<b>4,449,953</b>	<b>3,484,205</b>	<b>481,116</b>	<b>931,869</b>	<b>1,412,985</b>	<b>40.55</b>

## 5.2 EXPENDITURE BY OUTCOME AREA

Table 5.2 displays the net funded amounts, expenditures incurred and the financial delivery rates by Outcome Area.

**Table 5.2. Expenditure with breakdown by Outcome Area (in US Dollars)**

Outcome Area	Current Year Jan-Dec-2025		Cumulative Total		Delivery Rate %
	Net Funded Amount	Expenditure	Net Funded Amount	Expenditure	
<b>Montenegro</b>					
EU Reform Facility	1,259,275	215,702	1,259,275	215,702	17.13
Human Capital Development	500,000	324,857	1,000,000	544,805	54.48
Inclusive Econ Devt & Environ	0	150,566	324,930	310,236	95.48
Social cohesion	400,000	240,744	900,000	342,242	38.03
<b>Total</b>	<b>2,159,275</b>	<b>931,869</b>	<b>3,484,205</b>	<b>1,412,985</b>	<b>40.55</b>
<b>Grand Total</b>	<b>2,159,275</b>	<b>931,869</b>	<b>3,484,205</b>	<b>1,412,985</b>	<b>40.55</b>

## 5.3. 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. Effective 1 January 2012, the UN Chief Executives Board (CEB) established eight budget categories against which UN entities must report inter-agency project expenditures.

**Table 5.3. Expenditure by UNSDG Budget Category, as of 31 December 2025 (in US Dollars)**

Category	Expenditures			Percentage of Total Programme Cost
	Prior Years up to 31-Dec-2024	Financial Year Jan-Dec-2025	Total	
Staff & Personnel Cost	182,588	219,455	402,043	30.47
Supplies, commodities and materials	37,883	4,110	41,993	3.18
Equipment, vehicles, furniture and depreciation	1,233	1,373	2,606	0.20
Contractual Services Expenses	104,904	360,159	465,063	35.24
Travel	3,166	58,310	61,476	4.66
Transfers and Grants	81,437	123,690	205,128	15.55
General Operating	38,506	102,741	141,247	10.70
<b>Programme Costs Total</b>	<b>449,716</b>	<b>869,839</b>	<b>1,319,555</b>	<b>100.00</b>
<sup>1</sup> Indirect Support Costs Total	31,400	62,030	93,430	7.08
<b>Grand Total</b>	<b>481,116</b>	<b>931,869</b>	<b>1,412,985</b>	<b>-</b>

<sup>1</sup> **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 is 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 2025, were as follows:

- **The Administrative Agent (AA) fee:** 1% is charged at the time of the contributor deposit and covers services provided on that contribution for the entire duration of the Fund. Cumulatively, as of 31 December 2025, US\$ **35,251** has been charged in AA fees.
- **Indirect Costs of Participating Organizations:** A general cost that cannot be directly related to any particular programme or activity of the Participating Organizations. Participating Organizations may charge 7% indirect costs based on UNSDG policy, establishing an indirect cost rate as a percentage of the programmable costs for interagency pass-through pool funds. In the current reporting period US\$ **62,030** was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ **93,430** as of 31 December **2025**.

## 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'. Cumulatively, as of 31 December 2025, no Direct Costs have been charged to the Fund.

## 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 daily 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.

# Montenegro SDG Acceleration Fund

## Annex to Financial Report

## Annex EXPENDITURE BY PROJECT GROUPED BY OUTCOME

The Annex displays the net funded amounts, expenditures reported and the financial delivery rates by Outcome by project and Participating Organization.

### Annex Expenditure by Project within Outcome

Outcome / Project No. and Project Title	Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %	
<b>Inclusive Econ Devt &amp; Environ</b>							
00140577	Optmizing Dev t Coordination	UNDP	Project closed	24,931	24,931	23,618	94.73
00140578	EmpowHER Montenegro	FAO	Project Closed	132,500	132,500	119,149	89.92
00140578	EmpowHER Montenegro	UNDP	Project Closed	167,499	167,499	167,469	99.98
<b>Inclusive Econ Devt &amp; Environ: Total</b>				<b>324,930</b>	<b>324,930</b>	<b>310,236</b>	<b>95.48</b>

Outcome / Project No. and Project Title	Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %	
<b>Human Capital Development</b>							
00140576	Digital, inclusive, and transf	ILO	Project Closed	134,805	134,805	131,645	97.66
00140576	Digital, inclusive, and transf	UNESCO	Project Closed	141,672	141,672	140,265	99.01
00140576	Digital, inclusive, and transf	UNICEF	Project Closed	223,523	223,523	223,500	99.99
00141221	Strengthening the system support	UNICEF	On Going	360,686	360,686	32,605	9.04
00141221	Strengthening the system support	UNWOMEN	On Going	139,314	139,314	16,789	12.05
<b>Human Capital Development: Total</b>				<b>1,000,000</b>	<b>1,000,000</b>	<b>544,805</b>	<b>54.48</b>

Outcome / Project No. and Project Title	Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %	
<b>Social cohesion</b>							
00140575	Digital Transformation	ITU	Project Closed	110,210	110,210	79,544	72.18
00140575	Digital Transformation	UNOPS	Project Closed	489,790	389,790	250,495	64.26
00141220	Ending the Denial of Legal Cap	OHCHR	On Going	50,000	50,000	10,022	20.04
00141220	Ending the Denial of Legal Cap	UNDP	On Going	350,000	350,000	2,180	0.62
<b>Social cohesion: Total</b>				<b>1,000,000</b>	<b>900,000</b>	<b>342,242</b>	<b>38.03</b>

Outcome / Project No. and Project Title	Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %	
<b>EU Reform Facility</b>							
00141128	IDEA-ME: Innovation for Development	ECE	On Going	295,466	177,280	72,374	40.82
00141128	IDEA-ME: Innovation for Development	UNDP	On Going	271,209	162,725	79,832	49.06
00141129	Circular Transition	ILO	On Going	256,557	153,934	21,887	14.22
00141129	Circular Transition	UNDP	On Going	252,532	151,519	14,568	9.61
00141292	Optimizing Development Coordination	UNDP	On Going	1,049,259	613,817	27,040	4.41

EU Reform Facility: Total	2,125,023	1,259,275	215,702	17.13
Grand Total	4,449,953	3,484,205	1,412,985	40.55

## Contributors

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Government of  
Austria



Government of  
Ireland



Government of  
Luxembourg



Government of  
Montenegro



Government of  
Switzerland



European Union

## UN Participating Organizations

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