



# CONSOLIDATED ANNUAL FINANCIAL REPORT of the Administrative Agent

## DRC Fonds National REDD

for the period 1 January to 31 December 2022

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

May 2023



United Nations  
MPTF Office



**DRC Fonds National REDD**  
Financial Report  
prepared by the Administrative Agent

May 2023



## 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 Organisations.

### **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 **DRC Fonds National REDD** 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 2022 and provides financial data on progress made in the implementation of projects of the **DRC Fonds National REDD**. It is posted on the MPTF Office GATEWAY (<https://mptf.undp.org/fund/3cd00>).



## 2022 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of the **DRC Fonds National REDD** using the pass-through funding modality as of 31 December 2022. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address:

<https://mpf.undp.org/fund/3cd00>.

### 1. SOURCES AND USES OF FUNDS

As of 31 December 2022, 2 contributors deposited US\$ 4,063,013, other MPTFs US\$ 246,088,332 in contributions and US\$ 1,405,183 was earned in interest.

The cumulative source of funds was US\$ 251,556,527.

Of this amount, US\$ 190,684,472 has been net funded to 11 Participating Organizations, of which US\$ 146,229,426 has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ 40,630. Table 1 provides an overview of the overall sources, uses, and balance of the **DRC Fonds National REDD** as of 31 December 2022.

Table 1 Financial Overview, as of 31 December 2022 (in US Dollars)

	Annual 2021	Annual 2022	Cumulative
<b>Sources of Funds</b>			
Contributions from donors	-	695,270	4,063,013
Contributions from MPTFs	-	74,888,332	246,088,332
<b>Sub-total Contributions</b>	-	<b>75,583,602</b>	<b>250,151,344</b>
Fund Interest and Investment Income Earned	81,664	239,104	1,251,420
Interest Income received from Participating Organizations	-	153,763	153,763
<b>Total: Sources of Funds</b>	<b>81,664</b>	<b>75,976,469</b>	<b>251,556,527</b>
<b>Use of Funds</b>			
Transfers to Participating Organizations	20,595,095	27,567,321	183,943,878
Refunds received from Participating Organizations	-	(32,607)	(32,607)
<b>Net Funded Amount</b>	<b>20,595,095</b>	<b>27,534,714</b>	<b>183,911,271</b>
Administrative Agent Fees	-	6,953	40,630
Direct Costs	320,396	1,000,000	6,773,201
Bank Charges	584	449	3,892
<b>Total: Uses of Funds</b>	<b>20,916,075</b>	<b>28,542,115</b>	<b>190,728,994</b>
<b>Change in Fund cash balance with Administrative Agent</b>	<b>(20,834,412)</b>	<b>47,434,353</b>	<b>60,827,533</b>
Opening Fund balance (1 January)	34,227,592	13,393,180	-
<b>Closing Fund balance (31 December)</b>	<b>13,393,180</b>	<b>60,827,533</b>	<b>60,827,533</b>
Net Funded Amount (Includes Direct Cost)	20,915,491	28,534,714	190,684,472
Participating Organizations Expenditure (Includes Direct Cost)	42,916,698	33,047,344	146,229,426
<b>Balance of Funds with Participating Organizations</b>	<b>(22,001,206)</b>	<b>(4,512,630)</b>	<b>44,455,047</b>



## 2. PARTNER CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this fund as of 31 December 2022.

The **DRC Fonds National REDD** is currently being financed by 2 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 2022 and deposits received by the same date. It does not include commitments that were made to the fund beyond 2022.

Table 2. Contributions, as of 31 December 2022 (in US Dollars)

Contributors	Total Commitments	Prior Years as of 31-Dec-2021 Deposits	Current Year Jan-Dec-2022 Deposits	Total Deposits
CAFI National Investment Framework	246,088,332	171,200,000	74,888,332	246,088,332
Gouvernement of Sweden (Sida)	4,063,013	3,367,743	695,270	4,063,013
<b>Grand Total</b>	<b>250,151,344</b>	<b>174,567,743</b>	<b>75,583,602</b>	<b>250,151,344</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 **2022**, Fund earned interest amounts to US\$ **1,251,420**.

Interest received from Participating Organizations amounts to US\$ **153,763**, bringing the cumulative interest received to US\$ **1,405,183**. Details are provided in the table below.

**Table 3. Sources of Interest and Investment Income, as of 31 December 2022 (in US Dollars)**

Interest Earned	Prior Years as of 31-Dec-2021	Current Year Jan-Dec-2022	Total
<b>Administrative Agent</b>			
Fund Interest and Investment Income Earned	1,012,316	239,104	1,251,420
<b>Total: Fund Interest Earned</b>	<b>1,012,316</b>	<b>239,104</b>	<b>1,251,420</b>
<b>Participating Organization</b>			
FAO	-	153,763	153,763
<b>Total: Agency Interest Earned</b>	<b>-</b>	<b>153,763</b>	<b>153,763</b>
<b>Grand Total</b>	<b>1,012,316</b>	<b>392,867</b>	<b>1,405,183</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 2022, the AA has transferred US\$ **183,943,878** to 11 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 by Participating Organization (in US Dollars)**

Participating Organization	Prior Years Cumulative as of 31-Dec-2021			Current Year Jan-Dec-2022			Total		
	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded
AFD	14,000,000	-	14,000,000	-	-	-	14,000,000	-	14,000,000
Enabel	9,000,000	-	9,000,000	-	-	-	9,000,000	-	9,000,000
FAO	18,299,916	-	18,299,916	2,500,000	(32,607)	2,467,393	20,799,916	(32,607)	20,767,309
GIZ	10,000,000	-	10,000,000	2,000,000	-	2,000,000	12,000,000	-	12,000,000
IBRD	25,000,000	-	25,000,000	11,000,000	-	11,000,000	36,000,000	-	36,000,000
JICA	3,168,041	-	3,168,041	-	-	-	3,168,041	-	3,168,041
UNCDF	4,174,200	-	4,174,200	785,118	-	785,118	4,959,318	-	4,959,318
UNDP	35,734,910	-	35,734,910	8,282,203	-	8,282,203	44,017,113	-	44,017,113
UNFPA	8,729,120	-	8,729,120	-	-	-	8,729,120	-	8,729,120
UNHABITAT	6,999,490	-	6,999,490	-	-	-	6,999,490	-	6,999,490
UNOPS	21,270,880	-	21,270,880	3,000,000	-	3,000,000	24,270,880	-	24,270,880
<b>Grand Total</b>	<b>156,376,557</b>	<b>-</b>	<b>156,376,557</b>	<b>27,567,321</b>	<b>(32,607)</b>	<b>27,534,714</b>	<b>183,943,878</b>	<b>(32,607)</b>	<b>183,911,271</b>



## 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 **2022** expenditure data has been posted on the MPTF Office GATEWAY at <https://mptf.undp.org/fund/3cd00>.

## 5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In **2022**, US\$ **27,534,714** was net funded to Participating Organizations, and US\$ **32,245,351** was reported in expenditure.

As shown in table below, the cumulative net funded amount is US\$ **183,911,271** and cumulative expenditures reported by the Participating Organizations amount to US\$ **140,464,966**. This equates to an overall Fund expenditure delivery rate of **76.38** percent.

**Table 5.1 Net Funded Amount and Reported Expenditures by Participating Organization, as of 31 December 2022 (in US Dollars)**

Participating Organization	Approved Amount	Net Funded Amount	Expenditure			Delivery Rate %
			Prior Years as of 31-Dec-2021	Current Year Jan-Dec-2022	Cumulative	
AFD	26,999,378	14,000,000	5,250	2,338,392	2,343,642	16.74
Enabel	12,000,000	9,000,000	3,847,854	2,490,902	6,338,756	70.43
FAO	23,000,003	20,767,309	17,160,022	3,213,055	20,373,076	98.10
GIZ	30,000,000	12,000,000	2,102,519	6,487,180	8,589,699	71.58
IBRD	39,000,000	36,000,000	22,527,264	2,271,114	24,798,378	68.88
JICA	3,999,607	3,168,041	1,701,609	1,218,198	2,919,807	92.16
UNCDF	6,957,050	4,959,318	2,492,982	1,544,352	4,037,334	81.41
UNDP	57,788,555	44,017,113	25,046,471	7,654,159	32,700,629	74.29
UNFPA	8,729,120	8,729,120	7,298,335	1,519,729	8,818,064	101.02
UNHABITAT	6,999,490	6,999,490	7,068,215	(333,501)	6,734,715	96.22
UNOPS	24,270,880	24,270,880	18,969,095	3,841,770	22,810,865	93.98
<b>Grand Total</b>	<b>239,744,083</b>	<b>183,911,271</b>	<b>108,219,615</b>	<b>32,245,351</b>	<b>140,464,966</b>	<b>76.38</b>



## 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 (UNDG) established six categories against which UN entities must report inter-agency project expenditures. Effective 1 January 2012, the UN Chief Executives Board (CEB) modified these categories as a result of IPSAS adoption to comprise eight categories.

**Table 5.2. Expenditure by UNSDG Budget Category, as of 31 December 2022 (in US Dollars)**

Category	Expenditures			Percentage of Total Programme Cost
	Prior Years Cumulative as of 31-Dec-2021	Current Year Jan-Dec-2022	Total	
Staff & Personnel Cost	12,610,381	6,139,421	18,749,802	14.28
Supplies, commodities and materials	9,601,616	2,742,018	12,343,634	9.40
Equipment, vehicles, furniture and depreciation	4,008,088	542,924	4,551,012	3.47
Contractual Services Expenses	48,728,457	10,457,531	59,185,987	45.08
Travel	4,932,599	1,313,628	6,246,227	4.76
Transfers and Grants	15,759,642	3,454,907	19,214,550	14.64
General Operating	6,767,518	4,220,004	10,987,522	8.37
<b>Programme Costs Total</b>	<b>102,408,301</b>	<b>28,870,433</b>	<b>131,278,734</b>	<b>100.00</b>
<sup>1</sup> Indirect Support Costs Total	5,811,315	3,374,918	9,186,232	7.00
<b>Grand Total</b>	<b>108,219,615</b>	<b>32,245,351</b>	<b>140,464,966</b>	<b>-</b>

**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 2022, 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\$ **6,953** was deducted in AA-fees. Cumulatively, as of 31 December **2022**, US\$ **40,630** has been charged in AA-fees.
- **Indirect Costs of Participating Organizations:** Participating Organizations may charge 7% indirect costs. In the current reporting period US\$ **3,374,918** was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ **9,186,232** as of 31 December **2022**.

## 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\$ 1,000,000. Cumulatively, as of 31 December 2022, US\$ 6,773,201 has been charged as Direct Costs.

Participating Organization	Current Year Net Funded Amount	Current Year Expenditure	Total Net Funded Amount	Total Expenditure
UNDP	1,000,000	801,994	6,773,201	5,764,460
<b>Total</b>	<b>1,000,000</b>	<b>801,994</b>	<b>6,773,201</b>	<b>5,764,460</b>

## 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 GROUPED BY THEME/OUTCOME

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

### Annex 1 Expenditure by Project within Theme/Outcome

Theme/Outcome / Project No. and Project Title	Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %
<b>CAFI Investment</b>						
00103789	FAO	Operationally Closed	10,000,003	9,967,396	9,967,396	100.00
00103801	UNDP	On Going	3,300,000	3,300,000	2,822,473	85.53
00103850	IBRD	On Going	30,000,000	30,000,000	21,187,034	70.62
00103851	IBRD	On Going	2,000,000	2,000,000	1,105,530	55.28
00105031	IBRD	On Going	7,000,000	4,000,000	2,505,814	62.65
00105282	UNDP	On Going	8,000,000	5,775,605	5,021,929	86.95
00105381	UNHABITAT	On Going	6,999,490	6,999,490	6,734,715	96.22
00107819	UNDP	On Going	33,000,000	26,036,247	18,343,186	70.45
00113546	UNCDF	On Going	6,957,050	4,959,318	4,037,334	81.41
00113546	UNDP	On Going	8,042,950	5,678,689	4,093,760	72.09
00113547	JICA	On Going	3,999,607	3,168,041	2,919,807	92.16
00115700	FAO	On Going	3,000,000	2,299,913	2,293,257	99.71
00116875	UNFPA	On Going	8,729,120	8,729,120	8,818,064	101.02
00116875	UNOPS	On Going	24,270,880	24,270,880	22,810,865	93.98
00117080	Enabel	On Going	12,000,000	9,000,000	6,338,756	70.43
00117600	FAO	On Going	10,000,000	8,500,000	8,112,424	95.44
00117920	UNDP	On Going	5,445,605	3,226,572	2,419,281	74.98
00120055	AFD	On Going	14,999,378	8,000,000	1,885,002	23.56
00123066	AFD	On Going	12,000,000	6,000,000	458,640	7.64
00126783	GIZ	On Going	30,000,000	12,000,000	8,589,699	71.58
<b>CAFI Investment: Total</b>			<b>239,744,083</b>	<b>183,911,271</b>	<b>140,464,966</b>	<b>76.38</b>
<b>Grand Total</b>			<b>239,744,083</b>	<b>183,911,271</b>	<b>140,464,966</b>	<b>76.38</b>



## Annex 2. EXPENDITURE BY PROJECT GROUPED BY COUNTRY

Annex 2 displays the net funded amounts, expenditures reported and the financial delivery rates by Country by project/ joint programme and Participating Organization

Table Annex 2. Expenditure by Project, grouped by Country

Country / Project No. and Project Title	Participating Organization	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %	
<b>Congo (the Democratic Republic of the)</b>						
00103789	Finalisation et mise en œuvre du système national de surveillance des Forêts (SNSF)	FAO	10,000,003	9,967,396	9,967,396	100.00
00103801	Programme d'appui à la Société Civile	UNDP	3,300,000	3,300,000	2,822,473	85.53
00103850	Programme Integre REDD+ du Mai-Ndombe (PIREDD Mai-Ndombe)	IBRD	30,000,000	30,000,000	21,187,034	70.62
00103851	Gestion durable des forêts par le renforcement des droits des Peuples Autochtones et de leur participation à REDD+	IBRD	2,000,000	2,000,000	1,105,530	55.28
00105031	Programme Intégré REDD+ du Sud-Ubangi	IBRD	7,000,000	4,000,000	2,505,814	62.65
00105282	Appui à la réforme de l'aménagement du territoire	UNDP	8,000,000	5,775,605	5,021,929	86.95
00105381	Programme d'appui à la réforme foncière	UNHABITAT	6,999,490	6,999,490	6,734,715	96.22
00107819	Programme Intégré REDD+ Oriental (Ituri, Tshop et Bas-Uele)	UNDP	33,000,000	26,036,247	18,343,186	70.45
00113546	Bois énergie	UNCDF	6,957,050	4,959,318	4,037,334	81.41
00113546	Bois énergie	UNDP	8,042,950	5,678,689	4,093,760	72.09
00113547	Programme Intégré REDD Kwilu	JICA	3,999,607	3,168,041	2,919,807	92.16
00115700	Gestion durable de l'Agriculture et l'Elevage	FAO	3,000,000	2,299,913	2,293,257	99.71
00116875	Appui au Planning Familial	UNFPA	8,729,120	8,729,120	8,818,064	101.02
00116875	Appui au Planning Familial	UNOPS	24,270,880	24,270,880	22,810,865	93.98
00117080	Programme Intégré REDD Mongala	Enabel	12,000,000	9,000,000	6,338,756	70.43
00117600	Programme Intégré REDD Equateur	FAO	10,000,000	8,500,000	8,112,424	95.44
00117920	Secrétariat Exécutif du Fonds National REDD+	UNDP	5,445,605	3,226,572	2,419,281	74.98
00120055	Appui Savanes et Forêts Dégradées	AFD	14,999,378	8,000,000	1,885,002	23.56
00123066	Gestion Durables des Forêts	AFD	12,000,000	6,000,000	458,640	7.64
00126783	Programme Intégré REDD+ Maniema	GIZ	30,000,000	12,000,000	8,589,699	71.58
<b>Congo (the Democratic Republic of the): Total</b>			<b>239,744,083</b>	<b>183,911,271</b>	<b>140,464,966</b>	<b>76.38</b>
<b>Grand Total</b>			<b>239,744,083</b>	<b>183,911,271</b>	<b>140,464,966</b>	<b>76.38</b>



## Contributors

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## UN Participating Organizations

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## Other Participating Organizations

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## Contributing Trust Fund

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