



**The 8<sup>th</sup> Meeting of the Project Steering Committee for  
the SEAFDEC/UNEP/GEF Project on Establishment and Operation of a Regional System of  
Fisheries *Refugia* in the South China Sea and Gulf of Thailand**

23 December 2022  
(08:30 – 11:30AM, UTC+7)  
Virtual Meeting via Zoom Platform

## FINANCIAL MATTERS

### 1. STATUS OF BUDGET ALLOCATION TO EXECUTED PARTNERS (6 COUNTRIES + SEAFDEC)

The initial budget allocation endorsed by GEF/CEO was calculated based on the number of project sites for national programs and to SEAFDEC/Project Coordination Unit for regional program and project management. Table 1 shows the budget adjustments at national and regional levels since project started in 2016 until 31 March 2022.

Table 1: Adjustments of the budget allocation to six-countries partners and SEAFDEC/PCU from 2016-22

Partners	Budget Allocation Adjustments from 2016-2022			
	Initial Budget (2016-2019)	10% Reduction for 2 years extension (2020-2022)*	Adjustment as of 31 March 2022**	Total Budget Allocation
Cambodia	297,500.00	(17,408.46)	+20,000	300,091.54
Indonesia	248,000.00	(23,170.99)		224,829.01
Malaysia	248,000.00	(18,335.60)		229,664.40
Philippines	297,500.00	(20,372.85)		277,127.15
Thailand	248,000.00	(17,461.69)	+ 3,000	233,538.31
Viet Nam	297,500.00	(29,750.00)	(145,320.66)	122,429.34
SEAFDEC/PCU	1,363,500.00	+126,499.59	+122,320.66	1,612,320.25
<b>TOTAL</b>	<b>3,000,000.00</b>	<b>-</b>	<b>-</b>	<b>3,000,000.00</b>

Remark: \* Reference to PSC3 Ad-Hoc Meeting on 16 June 2020

\*\* Reference to 4<sup>th</sup> Budget Revision as of 31 March 2022 endorsed at PSC7 on 27 May 2022

### 2. ACTUAL EXPENDITURES FOR NATIONAL ACTIVITIES PER FINANCIAL AUDIT REPORT

Since the project inception phase has been started in 2016; Cambodia, Philippines, Thailand, and Malaysia signed the agreement in 2017, later Viet Nam and Indonesia signed in 2019. However, the first financial audit at country and the consolidated financial statements have been conducted in 2018, 2019, 2020, and 2021 respectively. At the seventh meeting of the Project Steering Committee (PSC7) in May 2022, the PCU proposed expenditure adjustments per the financial audit reports at country level since 2018-2020 (Table 2). Reference to the 2021 financial audit report, the PCU found the variances with the expenditures quarterly reported to SEAFDEC/PCU, accordingly it is necessary to inform country the variances to ensure that the actual budget remaining in the accounts can be utilized effectively as shown in Table 3.

Table 2: Approved actual expenditures based on the Financial Audit Report of 2018, 2019, and 2020.

Year		CAMBODIA	INDONESIA	MALAYSIA	PHILIPPINES
As of 31 DECEMBER 2018	Expenditures	52,036.11	-	19,884.00	26,498.14
	Actual Expenditures	52,036.11	-	19,884.00	26,498.14
	VARIANCE	-	-	-	-
2019	Expenditures	71,378.25	16,290.12	44,760.00	67,273.36
	Actual Expenditures	71,378.25	16,290.12	43,236.60	67,282.88
	VARIANCE	-	-	(1,523.40)	9.52
2020	Expenditures	50,002.22	55,706.56	31,705.75	28,326.37
	Actual Expenditures	49,991.90	55,694.40	32,671.65	27,851.83
	VARIANCE	(10.32)	(12.16)	965.90	(474.54)
As of 31 DECEMBER 2020	Cumulative Expenditures	173,416.58	71,996.68	96,349.75	122,097.87
	Cumulative actual expenditures	173,406.26	71,984.52	95,792.25	121,632.85
	TOTAL VARIANCE	(10.32)	(12.16)	(557.50)	(465.02)

Table 3: proposed Actual Expenditures based on the Financial Audit Report of 2021.

YEAR		CAMBODIA	INDONESIA	MALAYSIA	PHILIPPINES	THAILAND
2021	Expenditures	30,518.58	88,700.00	10,032.37	46,487.74	38,773.55
	Actual Expenditures	30,547.58	88,837.92	10,053.40	41,899.91	38,772.26
	VARIANCE	(29.00)	(137.92)	(21.03)	4,587.83	1.29

(Refers to Appendix A1-A4)

### 3. OVERALL EXPENDITURES AS OF 30 SEPTEMBER 2022

The actual cumulative expenditures for previous years (2016-2021) reported by auditors is USD 1,925,046.37, while the estimated expenditure in 2022 from Q1-Q3 is USD 241,910.25. Accordingly, the total cumulative expenditures as of 30 September 2022 is USD 2,166,956.62. The balance budget for Q4/2022 is USD 833,043.38 (see Table 4).

Table 4: Overall cumulative expenditures as of 30 September 2022

**Annex 13 - QUARTERLY EXPENDITURE STATEMENT and UNLIQUIDATED OBLIGATIONS REPORT (US\$)\***

Project title:		Establishment and Operation of a Regional System of Fisheries Refugia in the South China Sea and Gulf of Thailand										
Project number:		Southeast Asian Fisheries Development Center (SEAFDEC)										
Project implementing agency/organization:		SEAFDEC										
Project implementation period:		From: August 2016					To: Dec. 2022					
Reporting period:		From: 01-Jul-22					To: 30-Sep-22					
UNEP Budget Line	UNEP approved budget		Actual expenditures incurred**									Cumulative unspent balance to-date
	Total project budget *	Current YEAR budget (in 2022)	Cumulative expenditures for current YEAR	Disbursements for current QUARTER	Adjustment based on Audit report 2021	Total expenditures for current QUARTER	Total expenditures for current YEAR	Cumulative expenditures for previous YEARS	Cumulative expenditures for previous YEARS (after adjustment)	Total cumulative expenditures to date		
	A	B	C	D	E	F=D	G=C+F	H	H' = H+E	I=G+H	J=A-I	
1100	Project personnel	236,805.80	61,734.12	19,096.84	11,806.57	(4,506.33)	11,806.57	30,903.41	171,318.96	166,812.63	197,716.04	39,089.76
1200	Consultants	1,276,585.57	312,011.69	92,715.36	2,714.93	0.01	2,714.93	95,430.29	922,830.33	922,830.34	1,018,260.63	258,324.94
1300	Administrative support	-	-	-	-	-	-	-	-	-	-	-
1600	Travel on official business	270,657.06	41,140.15	4,099.93	1,939.78	(1.29)	1,939.78	6,039.71	236,887.89	236,886.60	242,926.31	27,730.75
2100	Sub-contracts (UN entities)	-	-	-	-	-	-	-	-	-	-	-
2200	Sub-contracts (supporting organizations)	214,386.66	155,306.54	3,000.00	3,700.00	-	3,700.00	6,700.00	138,578.82	138,578.82	145,278.82	69,107.84
2300	Sub-contracts (for commercial purposes)	81,387.73	26,013.30	-	-	-	-	-	54,875.16	54,875.16	54,875.16	26,512.57
3200	Group training	296,696.23	130,409.66	13,461.31	22,721.18	(4,097.50)	22,721.18	36,182.49	143,301.96	139,204.46	175,386.95	121,309.28
3300	Meetings/conferences	425,864.50	193,183.57	10,492.22	28,652.65	4,109.64	28,652.65	39,144.87	177,357.50	181,467.14	220,612.01	205,252.49
4100	Expendable equipment	8,786.54	4,591.04	923.44	1,770.14	-	1,770.14	2,693.58	3,478.68	3,478.68	6,172.26	2,614.28
4200	Non-expendable equipment	44,000.00	-	377.00	-	(66.45)	-	377.00	43,709.59	43,643.14	44,020.14	(20.14)
4300	Premises	15,266.00	4,819.28	-	1,307.04	-	1,307.04	1,307.04	13,766.00	13,766.00	15,073.04	192.96
5100	Operation and maintenance of equipment	3,351.87	2,270.86	985.44	155.00	2.00	155.00	1,140.44	776.73	778.73	1,919.17	1,432.70
5200	Reporting costs	35,388.64	22,801.59	1,987.44	3,811.51	(6.17)	3,811.51	5,798.95	10,129.58	10,123.41	15,922.36	19,466.28
5300	Sundry	12,823.40	1,980.69	914.60	877.87	1,473.23	877.87	1,792.47	7,528.03	9,001.26	10,793.73	2,029.67
5400	Hospitality and entertainment	-	-	-	-	-	-	-	-	-	-	-
5500	Evaluation	78,000.00	67,200.00	14,400.00	-	-	-	14,400.00	3,600.00	3,600.00	18,000.00	60,000.00
99	GRAND TOTAL	3,000,000.00	1,023,462.49	162,453.58	79,456.67	(3,092.86)	79,456.67	241,910.25	1,928,139.23	1,925,046.37	2,166,956.62	833,043.38

Notes \* Refers to the 4th Budget Revision as of 31 March 2022, endorsed by the Seventh Meeting of the Project Steering Committee on 27 May 2022

#### 4. CO-FINANCING

The PCU has compiled the co-finance report from 6 countries partners and SEAFDEC, annually in 2017, 2018, and quarterly since 2019 until present, respectively (Table 5).

Table 5: Cumulative Co-finance from six country partners and SEAFDEC

		CAMBODIA	INDONESIA*	MALAYSIA	PHILIPPINES	THAILAND	VIET NAM*	ALL COUNTRY	SEAFDEC	TOTAL
Co-finance COMMITTED (A)	In-kind	1,473,235	609,107	443,424	647,300	783,888	1,079,852	5,036,806	2,456,000	7,492,806
	Cash	65,488	581,776	92,500	203,880	129,800	7,520	1,080,964	3,876,400	4,957,364
	Sub-Total (A)	1,538,723	1,190,883	535,924	851,180	913,688	1,087,372	6,117,770	6,332,400	12,450,170
2017 Actual Co-finance	In-kind	253,632	-	160,736	199,392	98,016	-	711,776	209,344	
	Cash	1,850	-	32,500	7,326	22,922	-	64,598	122,360	
	Sub-Total (B1)	255,482		193,236	206,718	120,938		776,374	331,704	
2018 Actual Co-finance	In-kind	247,392	-	412,192	191,712	200,512	-	1,051,808	668,096	
	Cash	1,248	-	79,423	19,119	132,050	-	231,840	425,075	
	Sub-Total (B2)	248,640		491,615	210,831	332,562		1,283,648	1,093,171	
2019 Q1-Q2 Actual Co-finance	In-kind	161,920	-	183,296	218,656	108,096	-	671,968	99,968	
	Cash	5,320	-	41,474	5,947	-	-	52,741	48,706	
	Sub-Total (B2)	167,240		224,770	224,603	108,096		724,709	148,674	
2019 Q3-Q4 Actual Co-finance	In-kind	174,496	115,936	162,576	434,656	99,296	-	986,960	242,528	
	Cash	890	-	66,487	53,045	95,804	-	216,226	192,118	
	Sub-Total (B2)	175,386	115,936	229,063	487,701	195,100		1,203,186	434,646	
2020 Q1+Q2 Actual Co-finance	In-kind	140,096	85,536	94,816	338,496	101,376	-	760,320	80,288	
	Cash	3,800	-	5,802	3,430	-	-	13,032	21,600	
	Sub-Total (B2)	143,896	85,536	100,618	341,926	101,376		773,352	101,888	
2020 Q3 Actual Co-finance	In-kind	140,528	120,528	51,618	144,048	127,728	-	584,450	50,784	
	Cash	1,950	-	-	4,563	-	-	6,513	14,500	
	Sub-Total (B2)	142,478	120,528	51,618	148,611	127,728		590,963	65,284	
2020 Q4 Actual Co-finance	In-kind	101,168	48,208	66,618	144,848	65,488	42,768	469,098	281,184	
	Cash	1,500	-	41,914	4,563	-	500,000	547,976	99,600	
	Sub-Total (B2)	102,668	48,208	108,532	149,411	65,488	542,768	1,017,074	380,784	
2021 Q1 Actual Co-finance	In-kind	95,568	57,488	45,618	42,768	122,288	42,768	406,498	140,464	
	Cash	1,950	-	1,816	-	-	-	3,766	16,092	
	Sub-Total (B2)	97,518	57,488	47,434	42,768	122,288	42,768	410,264	156,556	
2021 Q2 Actual Co-finance	In-kind	95,248	47,888	46,768	217,968	60,528	42,768	511,168	107,744	
	Cash	1,100	-	1,848	10,096	-	-	13,044	8,807	
	Sub-Total (B2)	96,348	47,888	48,616	228,064	60,528	42,768	524,212	116,551	
2021 Q3 Actual Co-finance	In-kind	94,448	68,368	62,388	227,088	68,688	47,768	568,748	4,498,784	
	Cash	6,600	-	1,948	10,698	-	392,000	411,246	2,708,829	
	Sub-Total (B2)	101,048	68,368	64,336	237,786	68,688	439,768	979,994	7,207,613	
2021 Q4 Actual Co-finance	In-kind	71,248	71,728	54,018	317,108	70,768	42,768	627,638	364,384	
	Cash	46,600	-	2,162	19,166	-	-	67,928	461,231	
	Sub-Total (B2)	117,848	71,728	56,180	336,274	70,768	42,768	695,566	825,615	
2022 Q1 Actual Co-finance	In-kind	54,288	42,768	42,768	42,768	63,088	42,768	288,448	131,904	
	Cash	650	-	-	-	-	-	650	13,202	
	Sub-Total (B2)	54,938	42,768	42,768	42,768	63,088	42,768	289,098	145,106	
2022 Q2 Actual Co-finance	In-kind	56,688	58,128	45,968	90,928	66,128	42,768	360,608	237,184	
	Cash	700	-	-	4,256	-	-	4,956	39,312	
	Sub-Total (B2)	57,388	58,128	45,968	95,184	66,128	42,768	365,564	276,496	
2022 Q3 Actual Co-finance	In-kind	64,368	54,608	72,208	171,888	84,480	42,768	490,320	250,464	
	Cash	1,400	-	-	3,053	-	-	4,453	142,059	
	Sub-Total (B2)	65,768	54,608	72,208	174,941	84,480	42,768	494,773	392,523	
Total Co-finance as of 30 SEP. 2022	In-kind (US\$)	1,751,088	771,184	1,501,588	2,782,324	1,336,480	347,144	8,489,808	7,363,120	15,852,928
	Cash (US\$)	75,558	-	275,373	145,261	250,776	892,000	1,638,968	4,313,492	5,952,460
<b>Grand Total Co-finance as of 30 September 2022</b>		<b>1,826,646</b>	<b>771,184</b>	<b>1,776,961</b>	<b>2,927,585</b>	<b>1,587,256</b>	<b>1,239,144</b>	<b>10,128,776</b>	<b>11,676,612</b>	<b>21,805,388</b>
Co-finance needs until the project end (C = A-(B1+B2))		(287,923)	419,699	(1,241,037)	(2,076,405)	(673,568)	(151,772)	(4,011,006)	(5,344,212)	(9,355,218)
		CAMBODIA	INDONESIA*	MALAYSIA	PHILIPPINES	THAILAND	VIET NAM*	ALL COUNTRY	SEAFDEC	

A total co-financing committed by six countries are USD 6,111,777 consisted of USD 5,036,806 in-kind and USD 1,148,644 in cash. SEAFDEC's project executing agency committed a total of 6,332,400 consisted of USD 2,456,000 in-kind and USD 3,876,400 in cash. The results from partners implementations show the cumulative co-financing from six countries is USD 10,128,776 higher than the proposed proposal about 4 million USD. In addition, SEAFDEC also provides the co-financing of USD 11,676,612 higher than the proposed proposal about 5.34 million USD.

**Appendix A1: CAMBODIA**

Expenditure Financial Report 2021		Expenditure Audit Report 2021		Difference
Period	USD	Component	USD	USD
Q1/2021	3,095.25	1/2021	13,547.50	
Q2/2021	9,425.71	2/2021	4,950.00	
Q3/2021	7,583.25	3/2021	8,100.00	
Q4/2021	10,414.37	4/2021	3,950.08	
Total	30,518.58	Total	30,547.58	(29.00)
Adjust Expenditure 2021				(29.00)

**Appendix A2: INDONESIA**

Expenditure Financial Report 2021		Expenditure Audit Report 2021		Difference
Period	USD	Component	USD	USD
Q1/2021	15,600.00	1/2021	60,837.92	
Q2/2021	15,450.00	2/2021	28,000.00	
Q3/2021	42,950.00	3/2021	-	
Q4/2021	14,700.00	4/2021	-	
Total	88,700.00	Total	88,837.92	(137.92)
		Bank Interest		0.73
Adjust Expenditure 2021				(137.19)

**Appendix A3: MALAYSIA**

Expenditure Financial Report 2021		Expenditure Audit Report 2021		Difference USD
Period	USD	Component	USD	
Q1/2021	483.09	1/2021	476.76	
Q2/2021	7,085.51	2/2021	2,288.44	
Q3/2021	-	3/2021	7,135.64	
Q4/2021	2,463.77	4/2021	152.56	
Total	10,032.37	Total	10,053.40	(21.03)
		Bank Interest		(5.00)
		Loss in Exchange		(514.84)
		Adjust Expenditure 2021		(540.87)

**Appendix A4: PHILIPPINES**

Expenditure Financial Report 2021		Expenditure Audit Report 2021		Difference USD
Period	USD	Component	USD	
Q1/2021	606.84	1/2021	21,354.26	
Q2/2021	3,523.68	2/2021	5,000.00	
Q3/2021	219.63	3/2021	4,800.00	
Q4/2021	42,137.59	4/2021	10,745.65	
Total	46,487.74	Total	41,899.91	4,587.83
		Excess fund Audit service & Gain		60.01
		Loss in Exchange		(788.47)
		Adjust Expenditure 2021		3,859.37

**Appendix A5: THAILAND**

REPORT 2021				
Expenditure Financial Report 2021		Expenditure Audit Report 2021		Difference USD
Period	USD	Component	USD	
Q1/2021	15,004.07	1/2021	14,303.82	
Q2/2021	6,466.20	2/2021	9,968.63	
Q3/2021	6,471.65	3/ 199%	12,688.83	
Q4/2021	10,831.63	4/2021	1,810.98	
Total	38,773.55	Total	38,772.26	1.29
Adjust Expenditure 2021				1.29