

**Mekong River Commission Lao PDR  
Mekong Integrated Water Resources  
Management Project  
(M-IWRM, IDA Grant No. H762)**

**Financial Statements  
and  
Report of the Independent Auditors  
For the year ended 31 December 2014**

**Mekong River Commission Lao PDR**  
**Mekong Integrated Water Resources Management Project (M-IWRM)**  
**IDA Grant No. H762**

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## **Project Information**

<b>Project</b>	Mekong Integrated Water Resources Management Project (M-IWRM, IDA Grant No. H762)
<b>Funding Agency</b>	International Development Association (“IDA”)
<b>Duration</b>	1 January 2014 – 31 December 2014
<b>Implementing Agency</b>	Mekong River Commission (“MRC”)
<b>Project Director</b>	Mr. So Sophort (Officer-In-Charge, MRC Secretariat)
<b>Registered Office</b>	Mekong River Commission Office of the Chief Executive Officer 184 Fa Ngoum Road, P.O.Box 6101 Vientiane Capital, Lao PDR Tel: (856-21) 263 263 Fax: (856-21) 263 264
<b>Auditors</b>	KPMG Lao Co., Ltd. 4th Floor, K.P. Tower 23 Singha Road P.O. Box 6978 Vientiane Capital, Lao PDR



# Mekong River Commission

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## Statement of Management's Responsibilities

It is the responsibility of management to prepare financial statements for the year ended 31 December 2014 which present fairly, in all material respects, the state of affairs of the Project as at the end of the year and of the surplus or deficit for that year ended. In preparing those financial statements, management is required to:

- Select suitable accounting policies and apply them consistently;
- Make judgments and estimates that are reasonable and prudent;
- Maintain financial records and prepare the financial statements in accordance with the policies and procedures of the Mekong Integrated Water Resources Management Project; and
- Prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Project will continue its operations.

Project Management is responsible for keeping proper accounting records, which disclose with reasonable accuracy, at any time, the financial position of the Project. Members of project management have a general responsibility for taking such steps as are reasonably available to them to safeguard the assets of the Project and to prevent and detect fraud and other irregularities.

Project Management confirms that the Project has complied with the above requirements in preparing the financial statements.

On behalf of the management

Mr So Sophort  
Officer-In-Charge

Date: 21 SEP 2015

Ms Nguyen Thi Thanh Huong  
Officer-In-Charge, Finance and  
Administration Section

Date: 21 SEP 2015



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## Report of the Independent Auditors

### To: The Project Management, Mekong River Commission

We have audited the accompanying financial statements of the Mekong Integrated Water Resources Management Project (“M-IWRM” or “the Project”) for the year ended 31 December 2014, which comprise the statement of cash receipts and payments, the statement of the designated bank account and the comparison of budget and actual payments for the year ended 31 December 2014, and notes, consisting of a summary of significant accounting policies and other explanatory information.

#### *Management’s Responsibility for the Financial Statements*

Project Management is responsible for the preparation of these financial statements in accordance with the Cash Basis International Public Sector Accounting Standard (“*Financial Reporting under the Cash Basis of Accounting*”), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditors’ responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the entity’s preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### *Opinion*

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Project for the year ended 31 December 2014, and of its financial performance and for the period then ended in accordance with the Cash Basis International Public Sector Accounting Standard.

KPMG LAO

**KPMG Lao Co., Ltd.**  
**Vientiane Capital, Lao PDR**

21 SEP. 2015

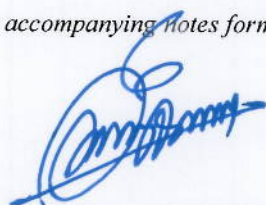


## Mekong Integrated Water Resources Management Project (M-IWRM)

### Statement of cash receipts and payments Year ended 31 December 2014

		2014	17 August 2012 to 31 December 2013
	Note	USD	USD
<b>Receipts</b>	7	443,795	660,283
<b>Payments</b>			
Goods, Works, Incremental Operating costs, Training and Workshops	5	195,196	164,278
Consultants' Services	6	283,021	32,706
Bank fee		-	690
Management fees		74,272	-
<b>Total payments</b>		<u>552,489</u>	<u>197,674</u>
<b>Excess of receipts over payments</b>		<u>(108,694)</u>	<u>462,609</u>
Fund balance at the beginning of the period		462,609	-
<b>Fund balance at the end of the period</b>		<u>353,915</u>	<u>462,609</u>
<b>Represented by</b>			
Cash at bank	3	205,189	456,923
Advances	4	148,726	5,686
<b>Total</b>		<u>353,915</u>	<u>462,609</u>

*The accompanying notes form an integral part of these financial statements.*



Mr So Sophort  
Officer-In-Charge

Date: 21 SEP 2015



Ms Nguyen Thi Thanh Huong  
Officer-In-Charge, Finance and  
Administration Section

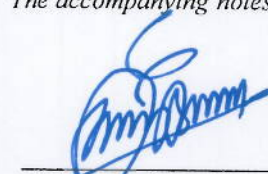
Date: 21 SEP 2015

## Mekong Integrated Water Resources Management Project (M-IWRM)

### Statement of designated bank account Year ended 31 December 2014

		2014	17 August 2012 to 31 December 2013
	Note	USD	USD
Receipts	7	443,795	660,283
Payments		(701,215)	(203,360)
Excess of receipts over payments		(257,420)	456,923
Cash maintained in MRC pooling account		115,121	(122,800)
Fund balance at the beginning of the year		334,123	-
<b>Fund balance at the end of the year</b>		<b>191,824</b>	<b>334,123</b>
Represented by			
Cash at designated bank account	3	191,824	334,123


*The accompanying notes form an integral part of these financial statements.*




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Mr So Sophort  
Officer-In-Charge

Date: 21 SEP 2015




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Ms Nguyen Thi Thanh Huong  
Officer-In-Charge, Finance and  
Administration Section

Date: 21 SEP 2015

## Mekong Integrated Water Resources Management Project (M-IWRM) Comparison of budget and actual payments Year ended 31 December 2014

This table represents the use of funds by component and detailed activities, as set out in the Project Appraisal Document ("PAD"), compared with the current budget.  
\*(Project Appraisal Document 4 April 2012)

	Actual		Budget*		Variance			PAD	
	1 January 2014 to 31 December 2014 (USD)	Cumulative to date (USD)	1 January 2014 to 31 December 2014 (USD)	Cumulative to date (USD)	1 January 2014 to 31 December 2014 (USD)	Cumulative to date (USD)	Cumulative to date (%)	Total budget (USD)	Remaining budget as at 31 December 2014 (USD)
<b>WB Components</b>									
<b>A. Regional Support for Facilitating trans-boundary IWRM dialogue</b>									
1. Inception support (for 4 proposals)	48,483	62,641	52,000	69,865	3,517	7,224	10	524,600	461,959
2. Fisheries (Lao-Cambodia)	17,849	35,624	40,900	67,900	23,051	32,276	48	535,200	499,576
3. Water Resources Management Sesan-Srepok (Cambodia-Vietnam)	2,460	10,263	41,700	59,700	39,240	49,437	83	354,000	343,737
4. Wetland Management (Lao - Thailand)	(4,386)	17,724	48,250	76,634	52,636	58,910	77	354,000	336,276
5. Water Resources Management Delta Water Resources (Cambodia-Vietnam)	10,118	10,118	41,600	57,600	31,482	47,482	82	354,000	343,882
6. Tonle Sap-Songkhla Project (Cambodia-Thailand)	(33)	36,266	40,300	86,522	40,333	50,256	58	457,000	420,734
<b>Sub-total</b>	<b>74,491</b>	<b>172,637</b>	<b>264,750</b>	<b>418,221</b>	<b>190,259</b>	<b>245,585</b>	<b>59</b>	<b>2,578,800</b>	<b>2,406,163</b>
<b>B. Impact and Risk Assessment to Reach Environmental Baseline Objectives in a Selected Mekong River Sub-Area</b>									
Development risk assessment approach and establishment environmental baseline	-	-	5,000	7,137	5,000	7,137	100	152,000	152,000
Field work and country level assessments	-	-	5,000	7,000	5,000	7,000	100	235,000	235,000
Joint risk assessment validation and mitigation measures	913	1,050	13,000	13,000	12,087	11,950	92	173,000	171,950
<b>Sub-total</b>	<b>913</b>	<b>1,050</b>	<b>23,000</b>	<b>27,137</b>	<b>22,087</b>	<b>26,087</b>	<b>96</b>	<b>560,000</b>	<b>558,950</b>



**Mekong Integrated Water Resources Management Project (M-IWRM)  
Comparison of budget and actual payments (continued)  
Year ended 31 December 2014**

<b>C. Preparation for developing the LMB Risk Modeling</b>										
1. International Consultant	-	-	16,000	16,000	16,000	16,000	100	369,800		369,800
2. Data gaps generation/acquisition	-	-	4,000	4,000	4,000	4,000	100	35,000		35,000
3. Field visits and Workshops	8,620	8,620	11,000	11,000	2,380	2,380	22	35,000		26,380
4. Development of data base and purchase of satellite photos	-	-	3,000	3,000	3,000	3,000	100	200,000		200,000
5. Contingency, operation cost	-	-	3,000	3,000	3,000	3,000	100	10,000		10,000
<b>Sub-total</b>	<b>8,620</b>	<b>8,620</b>	<b>37,000</b>	<b>37,000</b>	<b>28,380</b>	<b>28,380</b>	<b>77</b>	<b>649,800</b>		<b>641,180</b>
<b>D. Support for Communication Outreach</b>										
1. Disseminate the knowledge acquired by the MRC to local stakeholders	3,264	3,278	10,000	13,000	6,736	9,722	75	463,500		460,222
2. Dissemination of IWRM Implementation Status	-	-	8,000	8,000	8,000	8,000	100	198,000		198,000
3. Analysis and Dissemination on the outcome for the extremely events	-	-	8,000	8,000	8,000	8,000	100	125,000		125,000
4. Feedback opinions from local stakeholders to refine the MRC activities	-	-	8,000	8,000	8,000	8,000	100	295,000		295,000
5. Monitoring and Evaluation	-	-	3,000	3,000	3,000	3,000	100	10,000		10,000
<b>Sub-total</b>	<b>3,264</b>	<b>3,278</b>	<b>37,000</b>	<b>40,000</b>	<b>33,736</b>	<b>36,722</b>	<b>92</b>	<b>1,091,500</b>		<b>1,088,222</b>
<b>E. Project Coordination, Monitoring and Technical Support</b>										
1. Project Coordination	(12,800)	7,045	20,000	70,000	52,800	62,955	90	852,900		845,855
2. Support for APL	109,500	122,103	195,000	224,110	85,500	102,007	46	414,000		291,897
<b>Sub-total</b>	<b>96,700</b>	<b>129,148</b>	<b>215,000</b>	<b>294,110</b>	<b>118,300</b>	<b>164,962</b>	<b>56</b>	<b>1,266,900</b>		<b>1,137,752</b>

**Mekong Integrated Water Resources Management Project (M-IWRM)  
Comparison of budget and actual payments  
Year ended 31 December 2014**

F. PCMU establishment										
1. Staff Cost		294,229	360,467	250,380	319,798	(43,849)	(40,669)	(12.72)	1,238,400	877,933
2. General contribution (11%)		74,272	74,272	112,652	152,474	38,380	78,202	51	812,400	738,128
<b>Sub-total</b>		<b>368,501</b>	<b>434,739</b>	<b>363,032</b>	<b>472,272</b>	<b>(5,469)</b>	<b>37,533</b>	<b>8</b>	<b>2,050,800</b>	<b>1,616,061</b>
<b>Total Project Expenditure</b>		<b>552,489</b>	<b>749,473</b>	<b>939,782</b>	<b>1,288,740</b>	<b>387,293</b>	<b>539,267</b>	<b>42</b>	<b>8,197,800</b>	<b>7,448,328</b>

The actual expense from 1 January 2014 to 31 December 2014 and cumulative to date do not match with Interim Financial Reports (“IFR”) submitted by M-IWRM Project to World Bank. The reason for difference is adjustment by M-IWRM Project in Q2’2014 which was not reflected in IFR until December 2014. The total project expenditure agrees between the financial data provided by M-IWRM Project and IFR submitted.

**Mekong Integrated Water Resources Management Project (M-IWRM)**  
**Notes to the financial statements**  
**Year ended 31 December 2014**

**Reconciliation between statement of designated bank account and comparison of actual and budget payments**

	2014	17 August 2012 to 31 December 2013
	USD	USD
Actual Payments reported in comparison of actual and budget payments	552,489	196,984
Outstanding advances	148,726	5,686
Bank fee	-	690
Payments reported in statement of designated bank account	<u>701,215</u>	<u>203,360</u>

**Analysis of variances between actual and budget payments\***

(\*Source of Information: Interim Financial Reports submitted to World Bank on quarterly basis and discussion with the Programme Manager)

Most activities were under spent during the period from 01 January to 31 December 2014.

The realistic revisions made to the budgeted disbursements based on the past experience and the appropriate identification of project activities for the budget plan contributed to the negligible variance. In addition, the budget plan was planned under consultation with the Member Countries and relevant MRC Programmes according to project implementation plan for year 2014.

**Components:**

**A. Regional Support for facilitating trans-boundary IWRM dialogue**

*1. Inception support (for 4 proposals)*

During the inception period, M-IWRMP organized a series of technical meeting to facilitate the preparation of the transboundary project document. Inception support mission was completed in July 2014 when all five transboundary projects were launched. Songkhla-Tonle Sap on Communication Outreach project and Nam Kam – Xe bang Hieng Transboundary project on Wetland and flood plain managements were launched in 2013 when three transboundary projects were launched in 2014 namely Water Resources Management in the Se San and Srepok sub-basins, Water Resources Management in the Mekong Delta and Mekong mainstream fisheries management. Once the transboundary projects were launched, the projects moved to implementation phase which the bilateral partners will take responsibility to implement activities indicated in the project implementation plan with support from M-IWRMP. The completion of inception phase with lower number of meetings and workshops than previous plan causes under spent compared to the budget plan under this category.

*2. Fisheries (Lao-Cambodia)*

Variances between actual and budget payments for the transboundary Lao-Cambodia Project on Mekong mainstream fisheries management occurred because of differences between budget assumptions in the project implementation and actual outcome. Firstly, the project was launched in the mid of July 2014 with agreed project implementation plan (PIP) and budget plan. To operate the project's budget after the project was launched, a separate bank account for each imprest

# Mekong Integrated Water Resources Management Project (M-IWRM)

## Notes to the financial statements

### Year ended 31 December 2014

account<sup>1</sup> is required in the respective country in accordance with the procurement plan. There was a delay in a process of opening the bank account and reporting and replenishment procedures for imprest accounts due to unfamiliarity of respective country on the imprest account. Because of delay in opening the imprest account, the activity could not be implemented as plan due to the fact that there was no available budget in early stage of project implementation. As a result, some activities were postponed to be in line with actual budget situation. Secondly, the delay on receiving no objection for the procurement plan from the World Bank affected on implementation of activities in PIP. For example, activity 1.1.1 compile and review information on fish and fisheries and status of fish population couldn't conducted because outsource for this task could not be hired as the procurement plan didn't receive no objection. The World Bank suggested that revision of the procurement plan and work plan is needed. This revision of procurement plan and work plan contribute to the variances.

#### 3. *Water Resources Management Sesan-Srepok (Cambodia-Vietnam)*

Unfamiliarity to the imprest account system and issue of revision of procurement plan had influence on variances between actual and budget payments for the transboundary project as mentioned above. A number of activities expected to be conducted thru outsourcing. However, without no objection on the procurement plan from the World Bank, those outsourcing couldn't be on board which affected the implementation of activities and budget spending. In addition, it was reported in M-IWRMP reports for differences in a number activities implemented by each respective country. This is because of different capacity of respective country to implement the activities differently.

#### 4. *Wetland Management (Lao - Thailand)*

The Project Document was finalized and approved by Thailand National Mekong Committee ("TNMC") and Lao National Mekong Committee ("LNMC") in late November 2013. In 2014, there was no budget spent by Lao side while Thailand spent approximately 41.70% of plan. A difference of budget spending between two respective countries was an issue for the variances between actual and budget payments. Lao had difficulty in their internal cooperation between two organizations (Lao National Mekong Committee and Department of Water Resources) to implement the outcome 1 of the project on not clear responsibility and detail work plan which eventually caused on no activity conducted on Lao side. For Thai side, interruption on budget transferred and delay on transboundary working group establishment initiated the low expense in 2014. The unfamiliarity to the imprest account system and issue of revision of procurement plan were also key issues.

#### 5. *Water Resources Management Delta Water Resources (Cambodia-Vietnam)*

Explanation for the variances between actual and budget payments is similar to Sesan-Srepok transboundary project.

#### 6. *Tonle Sap- Songkhla Project*

The Project was launched since October 2013, but the delay in implementation by Countries caused low expenditure for the project. It was claimed by the countries that many activities were delayed due to delays in approval of the procurement plan which affect on activity implementation and budget spending.

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<sup>1</sup> Imprest accounts are fixed amounts made available in advance to various projects within MRC, established in recognition of the need for local access to funds for project related expenses

# Mekong Integrated Water Resources Management Project (M-IWRM)

## Notes to the financial statements

### Year ended 31 December 2014

#### **B. Impact and Risk Assessment to Reach Environmental Baseline Objectives in a Selected Mekong River Sub-Area**

1. *Year 2011: Development risk assessment approach and establishment environmental baseline*
2. *Year 2012: Field work and country level assessments*
3. *Year 2013: Joint risk assessment validation and mitigation measures*

Development of Risk Impact Assessment consultations were conducted in national and regional level during 2014. The member countries needed additional consultations with their line agencies and involved stakeholders before committing to implementing the project. In other words, the project has not started implementing its core activities yet. However, under the supervision mission of the World Bank in September 2014, the World Bank saw difficulty in recruiting consultant to implement activities under the Risk Assessment and seek for clarification from MRC (EP) on the project approach and study area. Following the recommendation from the World Bank, activities under this project have been suspended which contributed to lower expenses than planned.

#### **C. Preparation for developing the LMB Risk Modelling**

1. *International Consultant*
2. *Data gaps generation/acquisition*
3. *Field visits and Workshops*
4. *Development of data base and purchase of satellite photos*
5. *Contingency, operation cost*

In 2014, the open risk modeling project was under the process of project work plan and budget revision due to changing project's technical approach as the World Bank advice. Therefore, there was low expense in 2014. The World Bank suggested that the budget was not allowed to support MRC staff as requested from Flood Management and Mitigation Programme ("FMMP").

#### **D. Support for Communication Outreach**

1. *Disseminate the knowledge acquired by the MRC to local stakeholders*  
There was a delay in recruitment of communication officer in year 2014 when the full time MRC communication officer resigned. Many activities under the work plan couldn't be implemented in that period.
2. *Dissemination of IWRM Implementation Status*  
No budget was allocated for this period
3. *Analysis and Dissemination on the outcome for the extremely events*  
No budget was allocated for this period
4. *Feedback opinions from local stakeholders to refine the MRC activities*  
One regional workshop on communication was organised in 2014.
5. *Monitoring and Evaluation*  
No budget was allocated for this period

**Mekong Integrated Water Resources Management Project (M-IWRM)**  
**Notes to the financial statements**  
**Year ended 31 December 2014**

**E. Project Coordination, Monitoring and Technical Support**

*1. Project Coordination*

Explanation is provided under A.1

*2. Support for Adaptable Programmatic Loan*

M-IWRMP has less support to national component in 2014 because MIWRM-1 for Lao and MIMRM-2 for Viet Nam were approved. The budget for implementation of activities under national component is subject to Lao and Viet Nam. Some budget was allocated to Viet Nam as recommended by the World Bank to support interim staffs.

**F. PCMU establishment**

*1. Staff Cost*

The position of International Technical Advisor was approved by the M-IWRMP Project Steering Committee. The recruitment took place in 2014, but not yet fulfilled.

*2. General contribution (11%)*

The Management Fees 11% was budgeted at USD34,822.00 with the total actual expenses USD21,668.22 and it not yet be paid until the end of December 2013, and the cumulative amount of this payment will be deducted in the year 2014 is USD74,272.10.

# **Mekong Integrated Water Resources Management Project (M-IWRM)**

## **Notes to the financial statements**

### **Year ended 31 December 2014**

#### **1. Principal activities**

The Mekong River Commission (MRC) was established by the 1995 Agreement on Co-operation for the Sustainable Development of the Mekong River Basin, between the governments of Cambodia, Laos, Thailand and Viet Nam. In accordance with this Agreement, the mission of the MRC is: “To promote and coordinate sustainable management and development of water and related resources for the countries’ mutual benefit and the people’s well-being by implementing strategic programmes and activities and providing scientific information and policy advice”.

The Mekong Integrated Water Resources Management Project (M-IWRMP) is one of the MRC’s programmes with financial support from AusAID (from 2009 to 2014) and the World Bank (2012-2018). The overall objective of the M-IWRMP is to improve the enabling framework and capacity for Integrated Water Resources Management (IWRM) in the Lower Mekong Basin (LMB) Countries and strengthen the role of MRC as the facilitator of significant water resources development, guided by IWRM principles.

The M-IWRMP consists of 3 components; Regional, Transboundary and National. The project has been funded by AusAID with a grant of AU\$ 7 million in support of the regional component. From August 2012, the World Bank funding more than US\$ 8 million come on line after the effectiveness of the financial agreement between the WB/IDA and the MRCS.

The objective of the Project is to establish key examples of IWRM practices in the LMB at the regional, national and sub-national levels, thus contributing to more sustainable river basin development in the LMB.

The project constitutes the first phase of the Program and consists of the following parts, the Recipient acknowledging and confirming that the Association shall not provide any financial or technical support under the Project for the Processing of a Dam in the mainstream Mekong:

The main activities of the Project in the period are set out in the comparison of budget and actual expenditure.

#### **2. Summary of significant accounting policies**

The following significant accounting policies have been adopted by the Project in the preparation of these financial statements:

##### **(a) Basis of financial statements preparation**

The financial statements, which are expressed in United States Dollars (“USD”), have been prepared in accordance with the Cash Basis International Public Sector Accounting Standard (“*Financial Reporting under the Cash Basis of Accounting*”). The accounting policies have been applied consistently throughout the period.

##### **(b) Cash**

Cash comprises cash on hand and balances with banks.

**Mekong Integrated Water Resources Management Project (M-IWRM)**  
**Notes to the financial statements**  
**Year ended 31 December 2014**

**2. Summary of significant accounting policies (continue)**

**(c) Foreign exchange**

The Project maintains its accounting records in USD in accordance with the MRC accounting system for all transactions. All cash is held in USD. Transactions in currencies other than USD during the period have been translated into USD at the MRC operational rates of exchange on the date of the transactions. All exchange differences are recorded in the statement of income and expenditure.

**(d) Accounting reporting period**

The financial accounting year starts on 1 January and ends on 31 December.

**(e) Comparison of budget and actual payments**

The approved budget is developed on the same accounting basis (cash basis), the same classification basis and for the same period as for the financial statements. The budget does not include the outstanding advances; the comparison of budget and actual payments includes reconciliation with the statement of cash receipts and payments.

**(f) Authorization date**

The financial statements were authorized for publication on **21 September 2015**

**(g) Receipts recognition**

Fund receipt from Development Partner (World Bank) is recognised as income when cash is credited to the project's designated bank account. Bank interest is recognised when credited to the project's bank account and recorded in the following month. Receipts and revenue are recognised upon cash receipts.

**(h) Expenditure recognition**

Expenditure is recognised when paid except for: staff health and life insurance premiums, personal telephone costs charged to staff which are recognised on an accrual basis; and advance to National Mekong Committees, projects and employees, which are recognised when cleared.

**(i) Management and administration fees**

Management and administration fees are calculated at a percentage of 11% of the project expenditure and are recognised as revenue under the Operating Expenses Budget fund (OEB) and as expense under the World Bank-funded project. These are used to cover the expenses of the MRC Secretariat in rendering technical and administrative services to the projects.



**Mekong Integrated Water Resources Management Project (M-IWRM)**  
**Notes to the financial statements**  
**Year ended 31 December 2014**

**3. Cash on hand and cash at bank**

	2014	17 August 2012 to 31 December 2013
	USD	USD
Cash at bank		
Designated bank account: Public Bank	191,824	334,123
Other bank accounts (MRC pooling account)	13,365	122,800
	<u>205,189</u>	<u>456,923</u>

**4. Advances**

	2014	17 August 2012 to 31 December 2013
	USD	USD
Cambodia National Mekong Committee	62,856	-
Vietnam National Mekong Committee	24,620	-
Lao Mekong IWRM Project Lao and Cambodia Songhla-Tonle Sap	18,500	-
Lao Mekong IWRM Project Lao and Thailand	16,250	-
Nam Kam - Xebanghieng	13,014	-
Education Grant Advance to Staff	12,271	-
Training Workshop Advance	1,215	1,215
	-	4,471
	<u>148,726</u>	<u>5,686</u>

**5. Goods, Works, Incremental Operating costs, Training and Workshops**

	2014	17 August 2012 to 31 December 2013
	USD	USD
Staff cost	116,285	46,332
Support for adaptable programmatic Loan ("APL")	27,356	12,603
Fisheries (Lao-Cambodia)	17,849	17,776
Inception support	14,435	14,158
Water Resources Management Delta Water Resources (Cambodia-Vietnam)	10,118	-
Field visits and Workshops	8,620	-
Water Resources Management Sesan-Srepok (Cambodia - Vietnam)	2,460	7,803
Disseminate the knowledge acquired by the MRC to local stakeholders.	1,579	14
Year 2013: Joint risk assessment validation and mitigation measures	913	-
Development risk assessment approach	-	137
Project Coordination	-	7,045
Un-programmed activity*	(33)	36,299
Wetland Management (Lao-Thailand)*	(4,386)	22,110
	<u>195,196</u>	<u>164,278</u>

\*Negative expenditures are the adjustments made by M-IWRM Project.

**Mekong Integrated Water Resources Management Project (M-IWRM)**  
**Notes to the financial statements**  
**Year ended 31 December 2014**

**6. Consultants' Services**

	<b>2014</b>	<b>17 August 2012 to 31 December 2013</b>
	<b>USD</b>	<b>USD</b>
Staff Cost	177,944	19,906
Support for adaptable programmatic loan ("APL")	82,144	-
Inception support	34,048	-
Disseminate the knowledge acquired by the MRC to local stakeholders.	1,685	-
Project Coordination*	(12,800)	12,800
	<u><b>283,021</b></u>	<u><b>32,706</b></u>

\*Negative expenditures are the adjustments made by M-IWRM Project.

**7. Receipts**

	<b>2014</b>	<b>17 August 2012 to 31 December 2013</b>
	<b>USD</b>	<b>USD</b>
Fund received from IDA-World bank	439,394	652,941
Interest Income	4,401	7,342
	<u><b>443,795</b></u>	<u><b>660,283</b></u>