

AUDITED PROJECT FINANCIAL STATEMENTS

Loan number: 2000000801

Period covered: 01 January 2019 to 31 December 2019

Kiribati Outer Islands Food and Water Project (OIFWP)

Received on 15 August 2020

The Audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of IFAD's Board of Directors, Management or Staff. These documents are made publicly available in accordance with the "IFAD Handbook for Financial Reporting and Auditing of IFAD-Financed Projects (2018)".

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Audit for an impact for the public

Independent Auditor's Report

To the readers of Kiribati Outer Islands Food and Water Project Financial statements for the year ended 31 December 2019

I have audited the financial statements of Kiribati Outer Islands Food and Water Project (KOIFAWP) financed by the International Fund for Agricultural Development which comprise the Statement of Cash Receipts and Payments as of December 31, 2019, and for the year then ended, and a summary of significant accounting policies and other explanatory information.

The auditing was carried out in accordance with the Financing Agreement Section 9.03 (a) for the International Fund for Agricultural Development.

Unqualified Audit Opinion

In my opinion, the KOIFAWP Financial Statements and appended notes, present fairly in all material respects, the Cash Receipts and Disbursements of the Project for the year ended December 31, 2019 in accordance with the Cash Basis IPSAS and that Expenditures have been applied to the purposes intended for in the Grant agreements and within the project's budget.

The audit was completed on 14th August 2020, and was the date at which my opinion was expressed.

Management's Responsibilities for KOIFAWP Financial Statements

Management (Executing Agency) is responsible for the preparation and fair presentation of these financial statements in accordance with Cash Basis IPSAS and for such internal control as management determines is necessary to enable the preparation of the Financial Statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the KOIFAWP Financial Statements

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exist. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

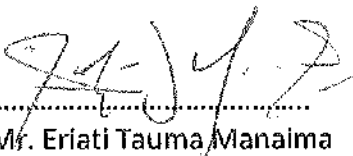
As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit.

- I also, identify and assess the risks of material misstatement of the KOIWAFP financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management of the Project.

Independence

When carrying out the audit I followed the independence requirements stipulated under Section 114 (4) of the Kiribati Constitution and the requirements of the International Standards of Auditing.

14th August, 2020



Mr. Eriati Tauma Manaima
Auditor General.

Project Name: Kiribati Outer Islands Food and Water Project

**Implementing Agency: Ministry of Environment, Lands and Agricultural
Development (MELAD)**

IFAD Loan/Grant Number: 2000000801

PROJECT FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2019

Prepared in accordance with the Cash Basis of Accounting Method of the
International Public Sector Accounting Standards (IPSAS)

**OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

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OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801

The Financial Reports for the project for its third year of implementation ending December 31, 2019 are being presented for auditing.

In compliance with the project agreements the audit report is required to be submitted to IFAD by June 30, 2020, and we would request your kind offices if the auditing could be completed by the due date.

All financial records for the project are held within the Kiribati Fiduciary Services Unit at the Ministry of Finance & Economic Planning.



Taare Uriam
Secretary for Environment, Lands
& Agricultural Development



Danietta Apisai
Project Coordinator, KOIFAWP

Date: 14th April, 2020

OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801
PROJECT INFORMATION

Institutional Details/Information

- The Ministry of Environment, Lands and Agricultural Development (MELAD) is the Implementing Agency for the Outer Islands Food and Water Project (the project) and the Ministry of Finance and Economic Development (MFED) is the Executing Agency.
- A Project Coordinating Unit (PCU) is established to coordinate the project activities. A Project Partnership Steering Committee will provide guidance and support to the PCU.
- Financial management and procurement support services for the project is structured through the Kiribati Fiduciary Services Unit (KFSU), which is established under MFED.
- A Designated Account has been opened with ANZ Bank in Bairiki, Tarawa, Kiribati, to handle the local expenditures for the project. This will be replenished from time to time, as necessary, in order to ensure fund availability to meet ongoing expenditures.
- The independent audits of the project are carried out by the Kiribati National Audit Office (KNAO).

Background Information on the Project

- The project is financed through a grant of SDR 1,940,000. The Financing Agreement came into effect on 3 September 2014 (the date of its signing) and closes on the fourth anniversary of this date. A no-cost extension of 1 year was approved for the project in 2018. 2019 is the fifth year of operation for the project, and the fifth set of financial statements.
- Under the Financing Agreement, the Government of Kiribati shall provide approximately AU\$ 1.12 million in counterpart financing for the project in the form of staff salaries (approximately AU\$ 740,000) and tax exemptions (approximately AU\$ 380,000).
- The project objective is to enable outer island communities to successfully plan and implement investments that result in better nutrition and access to clean water. The project consists of the following four components
 - Component 1 - Community Planning and Action
 - Component 2 - Improved Household Food and Nutrition
 - Component 3 - Rainwater Harvesting for Increased Household Water Supplies
 - Component 4 - Project Coordination and Management
- Schedule 2 of the Financing Agreement provides for seven categories of expenditure, with the total financing allocated between these seven Categories. The budgets by Component, as well as each activity under the respective component, are developed according to agreed operational work plans. These financial statements allocate expenditures according to the various Categories and components.

**OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000301
STATEMENT OF ACCOUNTING OFFICER AND
PROJECT COORDINATOR'S RESPONSIBILITIES**

An Accountant and a Coordinator have been recruited under the project.

The Accountant is responsible for maintaining the accounting records, making payments and fund replenishments, and for preparing the financial reports for the project.

The Coordinator is responsible for development of work plans and budgets, monitoring the implementation of the project, and coordinating activities with the Government of Kiribati, the donor, and other project partners.

(INDEPENDENT AUDITOR'S LETTERHEAD)

REPORT OF THE INDEPENDENT AUDITORS

(Consolidated auditors report on the Project Financial Statements, the
Designated Account and the SOEs Opinion)

OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801
STATEMENT OF RECEIPTS AND PAYMENTS (BY Category of Expenditures)
FOR THE YEAR ENDED DECEMBER 31, 2019

Outer Islands Food and Water Project (OIFWP)				
IFAD Grant Financing No: 2000000801				
STATEMENT OF RECEIPTS & PAYMENTS (By Category of Expenditures)				
For the Period Ended December 31, 2019				
	Notes	2019 AUD	2018 AUD	Cumulative to date AUD
IFAD Credit & GoK				
Replenishments to DA	2	\$ 207,100.00	\$ 1,249,123.80	\$ 4,288,865
Total Financing		<u>207,100.00</u>	<u>1,249,123.80</u>	<u>\$ 4,288,865</u>
Project Expenditures (by category)	3			
Category 1 - Goods, Services & Inputs		117,441.38	\$ 17,628.38	\$ 270,605
Category 2 - Works		16,754.58	\$ 548,488.06	\$ 1,497,594
Category 3 - Consultancies		20,695.75	\$ -	\$ 24,729
Category 4 - Training		72,450.52	\$ -	\$ 141,581
Category 5 - Salaries & Allowances		253,410.07	\$ 313,454.38	\$ 1,356,195
Category 6 - Operating Costs		35,895.35	\$ 363,898.09	\$ 960,931
Category 7 - Unallocated		0	\$ -	0
Total Project Expenditures		<u>516,647.65</u>	<u>1,243,468.91</u>	<u>4,251,634.02</u>
Balance C/F	4	(309,547.65)	5,654.89	\$ 37,231

OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801
STATEMENT OF RECEIPTS AND PAYMENTS BY COMPONENT (AU\$)
FOR THE YEAR ENDED DECEMBER 31, 2019

Outer Islands Food and Water Project (OIFWP)				
IFAD Grant Financing No: 2000000801				
STATEMENT OF RECEIPTS & PAYMENTS (By Component)				
For the Period Ended December 31, 2019				
	Notes	2019 AUD	2018 AUD	Cumulative to date AUD
IFAD & GoK Credit				
Replenishments to DA	2	207,100.00	1,249,123.80	\$ 4,288,865
Total Financing		207,100	1,249,124	\$ 4,288,865
Project Expenditures (by component)				
	3			
Component 1 - Community Planning & Action		101,477.69	36,474.12	\$ 709,323
Component 2 - Improved Household Food & Nutrition		24,137.26	216,206.37	\$ 549,895
Component 3 - Rainwater Harvesting		237,340.59	621,761.76	\$ 1,931,153
Component 4 - Project Coordination & Management		153,692.11	369,026.66	\$ 1,061,262
Total Project Expenditures		516,647.65	1,243,468.91	\$ 4,251,634
Balance C/F	4	(309,547.65)	5,654.89	\$ 37,231

Note:

There is a direct payment by IFAD to Pannisa Construction for Rainwater Harvesting

**OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS
FOR THE YEAR ENDED DECEMBER 31, 2019**

Outer Islands Food and Water Project (OIFWP)				
IFAD Grant Financing No: 2000000801				
STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS				
For the Year Ended December 31, 2019				
	Notes	2019 Budget AUD	2019 Actual AUD	2019 Variance AUD
<u>Project Expenditures (by Category)</u>				
Category 1 - Goods, Services & Inputs		11,398.66	\$ 117,441	\$ (106,043)
Category 2 - Works		105,756.50	\$ 16,755	\$ 89,002
Category 3 - Consultancies		13,500.00	\$ 20,696	\$ (7,196)
Category 4 - Training		3,342.50	\$ 72,451	\$ (69,108)
Category 5 - Salaries & Allowances		100,411.19	\$ 253,410	\$ (152,999)
Category 6 - Operating Costs		8,125.00	\$ 35,895	\$ (27,770)
Category 7 - Unallocated		-	\$ -	\$ -
Total Project Expenditures		242,533.85	\$ 516,647.65	\$ (274,114)

Outer Islands Food and Water Project (OIFWP)
IFAD Grant Financing No: 2000000801
STATEMENT OF DESIGNATED ACCOUNT ACTIVITIES
For the Period Ended December 31, 2019

Account no:

Bank: ANZ Bank

Address: OIFWP, ANZ Bank, Baiki, Kiribati

	\$	\$
Opening Balance		58,700.68
Add: WA replenishment		
WA017	207,100.00	
		207,100.00
Less: Total Expenditures	263,887.85	
Closing Balance		1,912.83

**OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801
STATEMENT OF DESIGNATED ACCOUNT RECONCILIATION (AUS)
FOR THE YEAR ENDED DECEMBER 31, 2018**

Account no		
Bank: ANZ Bank		
Address: OIWP, ANZ Bank, Bairiki, Kiribati		
1. Total advance by IFAD		1,356,965.60
2. Less: Total Amount Recovered by IFAD		322,985.34
3. Equals: Present Outstanding Amount Advance to the Designated Account (1-2)		<u>1,033,980.26</u>
4. Balance of Designated Account per Attached Bank Statement	31-Dec-19	1,912.83
5. Plus: Total Amount Claimed in this application		1,006,323.53
6. Plus: Total Amount Withdrawn not yet credited for this month of Application		
7. Plus: Amount claimed in previous applications not yet credited at date of bank statement (give details)		
8. Less: Interest Earned		
9. Total Advance Accounted for (# 4 through 8)		1,008,236.36
10. Differences to be explained		<u>25,743.90</u>
	(Amounts)	
11. Explanation of any differences between totals appearing on lines 3 and 9		
Imprests - as at 31st December 2019	7,162.17	
Petty cash imprest	-	
Imprest for FSPK	66,272.24	
Unpresented cheques as at 31st December 2019	(32,756.97)	
VAT receivable	21,889.07	
Payable - as at 31st December 2019	(41,022.61)	
Advance to island council	4,200.00	
	<u>25,743.90</u>	<u>1,033,980.26</u>

**OUTER ISLANDS FOOD AND WATER PROJECT
 IFAD GRANT FINANCING No: 2000000801
 SOEs-WITHDRAWAL APPLICATION STATEMENT (AU\$)
 FOR THE YEAR ENDED DECEMBER 31, 2018
 by Category of Expenditures**

Category no.	Goods, Services & Inputs	Works	Consultancies	Training	Salaries & Allowances	Operating Costs	Unallocated	Rejected from IFAD	Recovered by IFAD	Net Reimbursed
	1	2	3	4	5	6	7	IFAD	IFAD	
<u>WAs Paid</u>										
WA no. 17	145.80	152,015.50	0.00	17,555.43	46,030.84	8,224.67	-8,795.89	-604.25	8,680.60	207,100.00
SUB-TOTAL	145.80	152,015.50	-	17,555.43	46,030.84	8,224.67	(8,795.89)	(604.25)	8,680.60	207,100.00

OUTER ISLANDS FOOD AND WATER PROJECT
IFAD GRANT FINANCING No: 2000000801

Statement of Accounting Policies and Notes

1. Accounting Policies

Basis of Preparation

The financial statements of the project have been prepared in accordance with Cash Basis IPSAS "Financial Reporting under the Cash Basis of Accounting", which includes the requirement to comply with generally accepted accounting practice in Kiribati context.

In the previous year, financial statements were prepared largely in accordance with the cash basis of accounting, but with certain modifications. There have been no other changes in accounting policies during the financial year.

Reporting Entity

These financial statements are prepared specifically for a project that is managed by the Ministry of Environment, Lands and Agricultural Development (MELAD). MELAD forms part of the Government of Kiribati (GoK). The project has been funded by IFAD grant and the GoK has just contributed to the project recently. The IFAD grant is detailed on Page 4 "Project Information".

The objective of the project is as detailed on Page 4 "Project Information".

As noted on Page 4 "Project Information", seven Categories of expenditure are provided for as follows:

Category No.	Category Name	Amount (SDR)
1	Goods, Services & Inputs	160,000
2	Works	700,000
3	Consultancies	70,000
4	Training	100,000
5	Salaries & Allowances	680,000
6	Operating Costs	230,000
Total		1,940,000

Expenditure by Category is aligned with the project's component/activity structure. The allocation of expenditure by Category is managed accordingly through the component/activity structure. The project activities and budget is managed according to the component/activity structure, within the above Category limits.

The grant agreement identified the budget activities according to the four components to be implemented under the project, as detailed on Page 4 "Project Information".

The project management arrangements are as detailed on Page 4 "Project Information".

Accounting Period

IPSAS cash accounting standards require that general purpose financial statements be prepared at least annually (IPSAS cash para 1.4.1). These financial statements cover the fiscal year 2019.

The undrawn balance of the grants as at December 31, 2019 is SDR 9,705.01 which is approximately AU\$ 19,410.

Currency

Reporting Currency

The reporting currency is Australian Dollars (AU\$).

Foreign Currency

In-country payments made in foreign currencies and reported in these financial statements have been converted to AU\$ by the ANZ Bank at the applicable rate as of the date of transaction.

The in-country fund receipts transferred from IFAD were all in AU\$. Withdrawals from the grant are charged against the grant in the grant currency, based on exchange rates applied by the IFAD.

Cash and Cash Equivalents

Cash equivalents are short-term, highly liquid investments that are readily convertible to known amounts of cash, which are subject to an insignificant risk of changes in value.

Direct Payments made by IFAD

GoK may also benefit from payments made directly by IFAD to the supplier/consultant, based on the official request of the authorized signatories of the project. These payments do not constitute in-country cash receipts and payments of GoK, but do benefit GoK, and will be disclosed as Direct Payments in the Statement of Receipts and Payments, and in the Notes, as and when they arise.

2. Receipts (AU\$)

Details of the receipts are given in the table on Page 12.

The Designated Account (DA) is the locally-managed, account; funds are transferred from IFAD periodically, from which payments are made.

GoK receives the funds into the DA, which is managed by MELAD/KFSU, with signatories as agreed by GoK. Under this arrangement MELAD carries out the implementation of the project, and KFSU makes payments on their behalf after appropriate authorization and documentation provided by MELAD.

3. Payments (AU\$)

The summary of payments is given in the Statements of Receipts and Payments (by Category and by Component), and is further detailed in the table on the following page.

Outer Islands Food and Water Project
Grant No: 200000801
Detailed Payments Summary for the Year Ended December 31, 2019 (AU\$)

Category	2019	2018	TOTAL	
Component 1 - Community Planning & Action	101,477.69	36,474.12	137,951.81	
Component Management	5	45,642.29	10,679.72	56,322.01
Vehicles, Equipment & Materials	1	3,663.49	-	3,663.49
Operating costs - FSPK	6	3,719.53	10,378.40	14,097.93
Operating costs - CFs	6	3,240.36	-	3,240.36
Community Facilitators wages	5	18,187.35	7,708.00	25,895.35
Island Managers Wages	5	4,316.61	7,708.00	12,024.61
Community Support & Awareness	5	-	-	-
Home gardening material costs	5	-	-	-
Island Visit - training	4	-	-	-
Training for CFs	4	6,000.00	-	6,000.00
Training for IFs	4	-	-	-
Gender Training - Infield Implementatic	6	9,102.26	-	9,102.26
Gender/Economic Empowerment	6	5,459.00	-	5,459.00
Printing Costs	6	1,092.80	-	1,092.80
Audit costs	6	-	-	-
Wages Transfer Fee	6	1,054.00	-	1,054.00
Component 2 - Improved Household Food & Nutrition	73,004.82	216,206.37	289,211.19	
Staff Salaries	5	24,137.26	33,927.90	58,065.16
Support to MELAD's AA	6	-	888.12	888.12
Outer Island visits	6	76.26	12,031.80	12,108.06
Tools & Equipment - home gardening	6	-	-	-
Communication campaign	6	589.00	-	589.00
Household Gardening	6	35,356.30	151,982.35	187,338.65
Nutrition Education	6	8,449.80	17,155.70	25,605.50
Poultry Farming	6	4,396.20	-	4,396.20
School gardening	6	-	220.50	220.50
Component 3 - Rainwater Harvesting	237,340.59	621,761.76	859,102.35	
Staff Salaries	5	547.60	22,586.92	23,134.52
Equipment and Materials	1 & 2	-	-	-
Operating costs	6	14,385.50	23,471.15	37,856.65
Monitoring & Training - Operating cost	6	2,636.24	27,215.63	29,851.87
Community Support & Awareness	6	90,656.45	-	90,656.45
Rainwater Tank - ABM Island	2	107,241.00	116,946.60	224,187.60
Rainwater Tank - TabNorth & Nonouti is	2	21,873.80	431,541.46	453,415.26
Rainwater Tank - Beru Islands	2	-	-	-
Charter costs	2	-	-	-
Component 4 - Project Coordination & Management	116,326.78	369,026.66	485,353.44	
PCU Staff	5	89,286.96	246,870.07	336,157.03
Office Equipment & Supplies	1	-	2,316.15	2,316.15
Travel & Allowance	6	-	1,838.00	1,838.00
TA Coordination & Management	6	20,427.43	(530.60)	19,896.83
M&E Baseline Survey	6	4,401.50	1,084.00	5,485.50
Start up workshop	6	-	-	-
Bank Fees	6	165.00	447.07	612.07
Local meetings - costs	6	-	-	-
Local costs - PCU	6	2,045.89	106,191.54	108,237.43
Insurance	6	-	6,106.43	6,106.43
Operating cost - Comm Officer	6	-	4,704.00	4,704.00
Grand Total	528,149.88	1,243,468.91	1,771,618.79	

4. Cash and Other Fund Balances

The fund balance of the project as at December 31 2019 is represented as follows:

	2019	2018
Imprest for FSPK	66,272.24	218,244.81
Imprest - Other	7,162.17	75,555.35
Petty Cash Imprest	-	2,397.05
VAT Receivable	21,889.07	17,781.88
Payable	41,022.61	21,240.58
Advance to Island Councils	4,200.00	24,466.40
	<u>140,546.09</u>	<u>359,686.07</u>

The closing cash balance in these financial statements is reconciled with the balance in the DA as at December 31, 2019. The closing cash balance is summarised below.

Balance as per bank statement	1,912.83
Less: Outstanding cheques	(32,756.97)
	<u>(30,844.14)</u>

5. Employee Entitlements

No provision is required for employee entitlements.

6. Budget

The approved budget is developed on the same accounting basis (cash basis), same classification basis, and for the same period during which withdrawals from the grant accounts are made as for the financial statements. It encompasses the same entities as the financial statements.

The lifetime budget is monitored against the likely amount of AU\$ to be generated from the SDR/US\$ grants, to ensure that the grants are not over-committed. The following table shows the allocation and use of the grant, in SDR and in AU\$ equivalent. The remaining budget available is expected to be utilised over the remaining period of the project.

Outer Islands Food and Water Project (OIFWP)
IFAD Grant Financing No: 2000000801
ALLOCATION AND USE OF FUNDS

	Allocated		Disbursed		Available Balance	
	SDR	AUD	SDR	AUD	SDR	AUD
Category 1 - Goods, Services & Inputs	160,000	295,104	674,383	264,624	(514,383)	30,480
Category 2 - Works	700,000	1,291,080	2,182	1,239,110	697,818	51,970
Category 3 - Consultancies	70,000	129,108	145,840	4,033	(75,840)	125,075
Category 4 - Training	100,000	184,440	306,815	114,516	(206,815)	69,924
Category 5 - Salaries & Allowances	680,000	1,254,192	585,474	1,069,892	94,526	184,301
Category 6 - Operating Costs	230,000	424,212	61,492	562,710	168,508	(138,498)
Category 7 - Unallocated	-	-	154,110	277,015	(154,110)	(277,015)
Total	1,940,000	3,578,137	1,930,295	3,531,899	9,705	46,238

The 2018 annual budget was developed by the PCU in agreement with IFAD, and is shown in the Statement of Comparison of Budget and Actual Amounts on Page 9.

In the context of the project's operations, given that funds are drawn down from the grant as required in order to meet ongoing expenditure requirements, reporting of budget (including comparison of budget and actual) for Receipts is not appropriate and is not included in these Financial Statements and accompanying Notes.

7. Commitments

The outstanding (unpaid) contract commitments, as at December 31, 2018 is AU\$ 18,088 as follows:

	2019	2018
Component 1	0	4,624.90
Component 2	0	2,490.40
Component 3	0	-
Component 4	0	10,973.10
Total	0	18,088.40

The bulk of the commitments are due within one year. All contracts are in AU\$.

8. Imprests

As at December 31, 2019, other imprests (excluding FSPK and petty cash) totalling AU\$ 7,162.17(2018 – AU\$ 75,555.35) had not been retired yet, as per the following summary:

Name	2019	2018
A Tanieru	-	790.00
Beniera Kaitia.	(0.01)	986.89
Bonoue Kaiteie.	-	9,212.78
Burieta	-	8,575.40
Danietta	(1,540.10)	2,745.00
Iuta Eita	-	2,745.00
Josephine Rehier	-	3,057.50
Kaimatang Taie	510.00	-
Kaie David	380.00	380.00
Lava Julliano	-	1,950.00
Mr Martin Mataio	1,210.23	1,210.23
Mr. Tokintekai Bakineti	246.55	246.55
Mwaketa	1,640.00	1,640.00
Nei Teue Baikarawa	(0.70)	859.30
Ngaina Teiwaki	-	2,745.00
Okoro Ruuka	1,108.70	2,680.00
Paul Takabiri	40.00	2,822.00
Plta Tiare	1,504.00	
Ribabaiti Motiti	-	(1,928.00)
Rosalind Kiata.	-	3,875.90
Taake Taakua	790.00	
Tamaroa Uriam.	-	5,658.80
Taratobwa James	385.80	5,055.00
Tearimawa Natake.	(319.30)	6,358.00
Teaaro Otiuea	499.50	
Teewa Ariera	-	380.00
Teewe Tekata	-	370.00
Titan Toakai	707.50	3,429.40
Titon	-	9,230.60
Toani Toatu	-	480.00
Total	7,162.17	75,555.35

8.1 The 2018 outstanding imprest had been cleared excepted Kaiea David, Martin Mataio, Mwaketa and Tokinteka Bakineti balance brought forward to 2019. Most of the 2018 outstanding imprest have been cleared at the beginning of the 2019 fiscal year.

9. Property, Plant & Equipment

Payments for Property Plant & Equipment (PPE) are charged fully as disbursements under the respective Component, and included in the Statement of Cash Receipts and Payments, at cost; these are recorded in a PPE Register, for the purposes of inventory control. The PPE Register is shown on the following page.

There is no PPE purchased on hire purchase schemes and no depreciation is being charged.

10. Related Parties

There were no related party transactions during the year.

The ultimate owner of the project is GoK, as set out in the Grant Agreements.

11. Creditors

- (i) Income tax and provident fund contributions are recorded in the books at the time of payment of salaries. In previous years financial statements, the payable amount at December 31 had been included as expenses, with the payable amount also shown. In these financial statements, the income tax and provident fund payable amounts at December 31, 2018 are not included. The payable amounts at December 31 are as follows:

	2019	2018
Component 1	9,247.55	2,081.21
Component 2	6395.51	1,120.68
Component 3	-	-
Component 4	25379.55	18,028.69
Total	41,022.61	21,230.58

- (ii) There was a total amount of AU\$ 41,022.61 for 2019 invoices, which were paid in 2020.

12. GoK Contribution

The Government of Kiribati has also contributed to the project fund to the amount totalled \$756,965.60 paid lately toward the end of the year 2017. The fund will be contributed to mostly to component 2, 3 and 4 of the projects' activities.

IFAD No: 2000000001

Fixed Assets Register

Period Ended: December 2019

Item No.	Voucher/ Chq No.	Supplier	Description (Inc)	Asset Serial No.	Identifica tion No.	Purchase Date	Purchase Price (AUD)	Location	Assign to
	154543	KTM	Water Tanks			27/02/2019	73,420.32		assigned Abemana