

Audited Project Financial Statements

Project Number: 51022

Grant Number: 0466

Period covered: 28 February 2016 to 30 September 2016

Republic of Fiji: Fiji Cyclone Emergency Response Project

Prepared by Ministry of Economy, Executing Agency

For the Asian Development Bank

Date received by ADB: 19 January 2018

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Public Communications Policy 2011 and as agreed between ADB and the Ministry of Finance and Economic Development, Executing Agency.

FIJI CYCLONE EMERGENCY RESPONSE PROJECT

ADB GRANT NO. 0466 - FIJ

PROJECT FINANCIAL STATEMENTS

FOR THE PERIOD ENDING 28 FEBRUARY – 30 SEPTEMBER 2016

FIJI CYCLONE EMERGENCY RESPONSE PROJECT (ADB GRANT NO. 0466-FIJ)
PROJECT FINANCIAL STATEMENTS
FOR THE PERIOD ENDING 28 FEBRUARY - 30 SEPTEMBER 2016

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INDEPENDENT AUDITOR'S REPORT

Fiji Cyclone Emergency Response Project
ADB Grant No. 0466-FIJ
For the Period 28 February – 30 September 2016

I have audited the accompanying project financial statements for the Fiji Cyclone Emergency Response Project (ADB Grant No. 0466-FIJ) which comprise the Statement of Receipts and Payments and Statement of Imprest Account for the period 28 February - 30 September 2016. The audit was conducted in accordance with Section 4.01 of the Grant Agreement between the Republic of Fiji and the Asian Development Bank, dated 28 February 2016. The Ministry of Economy is responsible for the preparation and presentation of the special purpose financial statements and the information contained therein.

I have conducted an independent audit of the project financial statements in order to express an opinion on them.

My audit was conducted in accordance with International Standards on Auditing to provide reasonable assurance as to whether the project financial statements are free of material misstatements. My audit procedures included examination on a test basis, of evidence supporting the amounts and any other disclosures in the project financial statements. These procedures have been undertaken to form an opinion as to whether, in all material respects, the project financial statements are presented fairly in accordance with the Grant Agreement for Grant No. 0466-FIJ so as to present a view which is consistent with my understanding of the financial performance of the Fiji Cyclone Emergency Response Project.

The audit opinion expressed in this report has been formed on the above basis.

Audit Opinion

In my opinion, the project financial statements for the Fiji Cyclone Emergency Response Project (ADB Grant No. 0466-FIJ) for the period 28 February - 30 September 2016 is presented fairly in accordance with the Grant Agreement between the Republic of Fiji and the Asian Development Bank, dated 28 February 2016.

Ajay Nand
AUDITOR GENERAL



17 January 2018
Suva, Fiji

FIJI CYCLONE EMERGENCY RESPONSE PROJECT (ADB GRANT NO. 0466-FIJ)
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD ENDING 28 FEBRUARY - 30 SEPTEMBER 2016

	<u>Notes</u>	<u>USD (\$)</u>	<u>FJD (\$)</u>
<u>Receipts</u>			
ADB Grant	1	2,000,000.00	4,160,599.13
Total		<u>2,000,000.00</u>	<u>4,160,599.13</u>
<u>Payments</u>			
Food Supplies	2	2,022,387.41	4,207,171.64
Total		<u>2,022,387.41</u>	<u>4,207,171.64</u>
Balance at the end of the project	1(F)	<u>(22,387.41)</u>	<u>(46,572.51)</u>



Ms. Makereta Konrote
Permanent Secretary for Economy

**FIJI CYCLONE EMERGENCY RESPONSE PROJECT (ADB GRANT NO. 0466-FIJ)
STATEMENT OF IMPREST ACCOUNT
FOR THE PERIOD ENDING 28 FEBRUARY - 30 SEPTEMBER 2016**

	<u>USD (\$)</u>	<u>FJD (\$)</u>
Beginning balance 28 February 2016		
Add : Advance Received	2,000,000.00	4,160,599.13
Less : Disbursement/Withdrawal from Imprest Account	2,000,000.00	4,160,599.13
Ending balance as at 30 September 2016		



Ms. Makereta Konrote
Permanent Secretary for Economy

Date: 15/1/18

**FIJI CYCLONE EMERGENCY RESPONSE PROJECT (ADB GRANT NO. 0466-FIJ)
NOTES TO AND FORMING PART OF THE PROJECT FINANCIAL STATEMENTS
FOR THE PERIOD ENDING 28 FEBRUARY - 30 SEPTEMBER 2016**

Note 1 : GENERAL

- A) The Fiji Cyclone Rehabilitation Project Grant was provided to assist developing member country (DMC) affected by the natural disaster. The Project is being implemented with financial assistance from ADB Grant No. 0466-FIJ for US\$2.0 million from the Asia Pacific Disaster Response Fund (APDRF). The grant agreement is between ADB and the Government of Fiji. The Ministry of Rural & Maritime Development and National Disaster Management implements the Project, effecting payments from the Ministry of Economy (called the Ministry). The Ministry is responsible for the preparation of the Financial Statements.
- B) There is an ADB Imprest Advance for the Project. The ADB makes an advance disbursement from the grant account for deposit to an Imprest Account to be used exclusively for ADB's share of eligible expenditures.
- C) The Ministry maintains its records and prepares its financial statements on the cash receipts and disbursement basis, with transactions being recorded when paid. The financial statements for period 28/02/2016 to 30/09/2016 has been prepared on the basis of claims submitted by the Ministry for expenditure incurred by them and disbursements received from ADB through the Ministry of Economy. All financial transactions under the Project were recorded using the cash basis of accounting, in line with the Government of Fiji policy.
- D) The Ministry is also responsible for the fair presentation of the Statement of Receipts and Payments in accordance with the generally accepted accounting principles and the ADB Asia Pacific Disaster Response Fund Implementation Guidelines, including appropriate disclosures wherever necessary.
- E) The foreign currency exchange rates used were subject to exchange rates determined by the Ministry of Economy with consultation with the Reserve Bank of Fiji. The exchange rates applicable to the grant drawdown for the US(\$) dollar equivalent were based on the Ministry of Economy's monthly exchange rates.
- F) The Ministry has incurred additional expenditure of \$46,572.51, which was sourced from the Ministry's budgetary allocation.
- G) The Ministry is not aware of any breaches or possible breaches of relevant legislations, contracts or agreements.
- H) Provisions of Income Tax Act, VAT Decree, and the Fiji National Provident Fund have been duly complied with.
- I) The ADB Grant No. 0466-FIJ became effective on the 28th February 2016. There was no provision of Bank's retroactive financing on eligible expenditures.

FIJI CYCLONE EMERGENCY RESPONSE PROJECT (ADB GRANT NO. 0466-FIJ)
NOTES TO AND FORMING PART OF THE PROJECT FINANCIAL STATEMENTS(CONT...)
FOR THE PERIOD ENDING 28 FEBRUARY - 30 SEPTEMBER 2016

Note 2 : DISBURSEMENT BY ADB

A total of US \$2,000,000 Grant was provided for the Fiji Cyclone Emergency Response Project of which the Ministry of Rural & Maritime Development and National Disaster Management was the executing agent. Tabulated below are the rates and disbursement breakdown of the funds as per the US \$2,000,000 that was provided

Particulars	Issue Date	Balance US(\$)	Exchange Rate(\$)	Balance FJD(\$)
Asia Pacific Disaster Response Fund	27/07/2016	2,000,000	0.4807	4,160,599.13

Note 3 : VALUE ADDED TAX (VAT)

The Ministry of Rural & Maritime Development and National Disaster Management paid VAT on all payments to the vendors in 2016. All amounts in the projects financial statements are VAT inclusive amounts.