

**ADDITIONAL FINANCING FOR SOCIAL INVESTMENT AND LOCAL DEVELOPMENT  
PROJECT**

**IBRD LOAN NUMBER 9060-AM**

**IMPLEMENTED BY  
ARMENIAN TERRITORIAL DEVELOPMENT FUND**

**SPECIAL PURPOSE FINANCIAL STATEMENTS**

**AND**

**INDEPENDENT AUDITOR'S REPORT**

**For the period from 01 January 2023 to 31 December 2023**

**YEREVAN  
June 2024**

## CONTENT

	Page
STATEMENT OF MANAGEMENT RESPONSIBILITY FOR THE PREPARATION OF THE FINANCIAL STATEMENTS.....	3
INDEPENDENT AUDITOR'S REPORT.....	4
STATEMENT OF CASH RECEIPTS AND PAYMENTS .....	6
STATEMENT OF USES OF FUNDS BY PROJECT ACTIVITY .....	7
NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS .....	8
ANNEX 1. RECONCILIATION BETWEEN THE AMOUNTS SUBMITTED BY THE ATDF AND DISBURSED BY THE WORLD BANK.....	15

## STATEMENT OF MANAGEMENT RESPONSIBILITY FOR THE PREPARATION OF THE FINANCIAL STATEMENTS

The management of the Armenian Territorial Development Fund ("ATDF") is responsible for the preparation of the special purpose financial statements for the year ended 31 December 2023 of "Additional Financing for Social Investment and Local Development Project" ("Project") financed by Loan Agreement IBRD Loan Number 9060-AM dated 21 April 2020 ("Loan Agreement"), in compliance with the International Public Sector Accounting Standard "Additional Financing for Financial Reporting under the Cash Basis of Accounting" (IPSAS-Cash Basis) issued by the International Public Sector Accounting Standards Board (IPSASB) and the Financial Management Manual for World Bank Financed Investment Operations (WB Guidelines).

In preparing the special purpose financial statements, ATDF's management is responsible for:

- Properly selecting and applying accounting policies;
- Presenting information, including accounting policies, in a manner that provides relevant, reliable, comparable and understandable information;
- Providing additional required disclosures for the year ended 31 December 2023.

*ATDF's Management is also responsible for:*

- Designing, implementing and maintaining an effective and sound system of internal controls, throughout the Project;
- Maintaining adequate accounting records that are sufficient to show and explain the Project's transactions, and which enable them to ensure that the special purpose financial statements of the Project comply with *IPSAS - Cash Basis* and the *WB Guidelines*;
- Taking such steps that are reasonably available to them to safeguard the assets of the Project and to affirm that funds received have been used in accordance with the Loan Agreement, and World Bank related guidelines, with due attention to economy and efficiency, and only for the purposes for which the financing was provided;
- Maintaining the Designated Accounts in accordance with the provisions of the Loan Agreement, and World Bank related guidelines;
- Procuring financed Works, Goods and Services in accordance with the Loan Agreement and World Bank related guidelines; and
- Preventing and detecting fraud and other errors.

The special purpose financial statements for the year ended 31 December 2023 were signed on 28 June 2024 by the ATDF's Management.



Sargis Baghinyan

Executive Director of the  
Armenian Territorial Development Fund



Karine Shahbazyan

Head of Financial Management and  
Accounting Department



## INDEPENDENT AUDITOR'S REPORT

To the Management of the Armenian Territorial Development Fund

### **Opinion**

We have audited the special purpose financial statements of "Additional Financing for Social Investment and Local Development Project" ("Project") financed by Loan Agreement IBRD Loan Number 9060-AM dated 21 April 2020 ("Loan Agreement"), and implemented by Armenian Territorial Development Fund ("ATDF"), which comprise of the statement of cash receipts and payments and the statement of expenditures per components for the year ended 31 December 2023, and notes to the special purpose financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements for the year ended 31 December 2023 are prepared, in all material respects, in accordance with International Public Sector Accounting Standards: *Financial Reporting Under the Cash Basis of Accounting, (IPSAS-Cash Basis)* and the Financial Management Manual for World Bank Financed Investment Operations (WB Guidelines).

### **Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs) as issued by International Auditing and Assurance Standards Board (IAASB). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report.

We are independent of the Project and of the ATDF in accordance with the *International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code)*, and we have fulfilled our other ethical requirements in accordance with IESBA Code.

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

### **Emphasis of Matter- Cash Basis of Accounting**

Without modifying our opinion, we draw your attention to Note 2 to the financial statements, which describes that financial statements are prepared in accordance with cash basis framework, as a result, they may not be suitable for another purposes.

### **Responsibilities of the Management for the Financial Statements**

Management of the ATDF is responsible for the preparation of the special purpose financial statements in accordance with IPSAS-Cash Basis issued by the International Public Sector Accounting Standards Board (IPSASB) and WB Guidelines, and for such internal control as management determines is necessary to enable the preparation of special purpose financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility for the Audit of the Special Purpose Financial Statements**

Our objectives are to obtain reasonable assurance about whether the special purpose 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 guaranty that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists.

Misstatements arise from fraud and error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these special purpose financial statements.



As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the special purpose 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 internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Evaluate the overall presentation, structure, and content of the special purpose financial statements, including the disclosures.

We communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

#### **Report on Other Legal Requirements**

To comply with the terms of the Loan Agreement, the ATDF management shall insure that:

1. funds have been used in accordance with the conditions of the Loan Agreement concluded between the International Bank for Reconstruction and Development (IBRD) and the Republic of Armenia, and WB Guidelines, with due attention to economy and efficiency, and only for the purposes for which the financing was provided;
2. supporting documents, records and accounts have been maintained to support claims for reimbursement of expenditures incurred. Reimbursed expenditures included in the withdrawal applications are eligible for financing under the Loan Agreement; Interim Unaudited Financial Reports (IFRs) issued by ATDF during the Reporting year are in agreement with the underlying books of accounts;
3. the Designated Accounts have been maintained in accordance with the provisions of the Loan Agreement, and World Bank related guidelines;
4. Financed Works, Goods and Services have been procured in accordance with the Loan Agreement and World Bank related guidelines.

In our opinion, the Project management has complied with the above requirements for the year ended 31 December 2023.

"BDO Armenia" CJSC  
28 June 2024

Vahagn Sahakyan, FCCA  
Managing partner





# STATEMENT OF CASH RECEIPTS AND PAYMENTS

Additional Financing for Social Investment and Local Development Project

IBRD Loan 9060-AM

For the year ended 31 December 2023

In EUR

Description	Note	Actual From 08.12.2020 to 31.12.2022	Year Ended 31.12.2023	Cumulative as at 31 Dec 2023	Planned Cumulative as at 31 Dec 2023	Variance Cumulative as at 31 Dec 2023
<b>Opening Cash Balance</b>		-	1,176,038	-		
<b>Sources of Funds</b>	9					
IBRD Loan Number 9060-AM		1,055,188	6,352,603	7,407,791		
RA Government		679,472	2,395,879	3,075,301		
Community contribution		936,402	454,712	1,391,114		
<b>Total Financing</b>		<b>2,671,012</b>	<b>9,203,194</b>	<b>11,874,206</b>		
Transferred from SILD to SILD AF (from community)		50,872	570	51,442*		
<b>Total inflow</b>		<b>2,721,884</b>	<b>9,203,764</b>	<b>11,925,648</b>		
<b>Uses of Funds</b>						
1. Works, goods and consultants' services under Part A of the Project		930,451	2,232,979	3,163,430	3,975,563	812,134
2. Works, goods and consultants' services under Part B of the Project		799	5,891,128	5,891,927	6,108,920	216,992
3. Goods, consultants' services (including for Project audits) and Training under Part C of the Project		3,267	42,401	45,668	3,267	(42,401)
4. Operating costs under Part C of the Project		637,370	958,923	1,596,293	1,728,290	131,997
5. Front-end fee		44,750	-	44,750	44,750	-
<b>Total</b>	10	<b>1,616,637</b>	<b>9,125,431</b>	<b>10,742,068</b>	<b>11,860,790</b>	<b>1,118,722</b>
Foreign currency gain/(loss)		70,791	(72,487)	(1,696)		
<b>Closing Cash Balance</b>	6	<b>1,176,038</b>	<b>1,181,883</b>			

\*At the deadline of SILD project 30 April 2023, the projects in progress, with the permission of World Bank, were transferred to SILD AF project. Accordingly, EUR 51,442 EUR of communities' co-financing amounts was transferred to the SILD AF project.

The project special purpose financial statements were signed by the management of the Armenian Territorial Development Fund on 28 June 2024. The accompanying notes form an integral part of these project special purpose financial statements.



Sargis Baghinyan

Executive Director of the  
Armenian Territorial Development Fund

Karine Shakhbazyan

Head of Financial Management and Accounting  
Department



# STATEMENT OF USES OF FUNDS BY PROJECT ACTIVITY

Additional Financing for Social Investment and Local Development Project  
IBRD Loan 9060-AM  
For the year ended 31 December 2023  
In EUR

Project Activities	Actual		Planned		Variance
	Year ended 31.12.2022	Year ended 31.12.2023	Cumulative as at 31 Dec 2023	Cumulative as at 31.12.2023	
<b>Part A: Support to Socioeconomic Development and Capacity Building at the Local Level</b>	<b>930,451</b>	<b>2,232,979</b>	<b>3,163,430</b>	<b>3,975,563</b>	<b>812,134</b>
Works	800,576	2,073,162	2,873,738	3,539,364	665,626
Provision of goods for micro-projects	-	-	-	50,945	50,945
Consultant services and training for micro-projects	129,875	159,817	289,692	385,254	95,563
<b>Part B: Support to Intercommunity Social and Economic Development Initiatives</b>	<b>799</b>	<b>5,891,128</b>	<b>5,891,927</b>	<b>6,108,919</b>	<b>216,992</b>
Works	-	1,277,911	1,277,911	963,515	(314,395)
Provision of goods for sub-projects	-	4,577,197	4,577,197	5,125,338	548,141
Consultant services and training for sub-projects	799	36,021	36,820	20,066	(16,753)
<b>Part C: ATDF Institutional Strengthening &amp; Project Management</b>	<b>640,637</b>	<b>1,001,324</b>	<b>1,641,961</b>	<b>1,776,307</b>	<b>134,346</b>
Project M&E and staff capacity building	3,267	1,225	4,492	3,267	(1,225)
Goods for ATDF	-	41,176	41,176	-	(41,176)
Operating costs	637,370	958,923	1,596,293	1,773,040	176,747
Front-end fee	44,750	-	44,750	-	(44,750)
<b>Total</b>	<b>1,616,637</b>	<b>9,125,431</b>	<b>10,742,068</b>	<b>11,860,790</b>	<b>1,118,722</b>

The project special purpose financial statements were signed by the management of the Armenian Territorial Development Fund on 28 June 2024. The accompanying notes form an integral part of these project special purpose financial statements.



Sargis Baghinyan

Executive Director of the  
Armenian Territorial Development Fund

Karine Shahbazyan

Head of Financial Management and Accounting  
Department



## NOTES TO THE SPECIAL PURPOSE FINANCIAL STATEMENTS

Additional Financing for *Social Investment and Local Development Project*  
IBRD Loan 9060-AM  
For the year ended 31 December 2023

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### 1. General information

#### 1.1. The Project financing

According to the Loan Agreement between the Republic of Armenia and the International Bank for Reconstruction and Development (“IBRD”, “WB”) on 21 April 2020, IBRD provided Loan Number 9060-AM in the amount of 17,900,000 Euros (EUR) to the Republic of Armenia. The loan was provided for implementation of “Additional Financing for Social Investment and Local Development Project” (hereinafter Project). The Loan Agreement became effective on 08 December 2020.

The Closing date for the Loan Number 9060-AM financing is set on 31 May 2025 (as extended). The Grace period for submitting the expenditures incurred before the Closing date is set four months after the Closing date 30 September 2025.

#### 1.2. The Project’s objective

The objective of the Project is to improve quality and use of, and access to, community and inter-community infrastructure.

The Project consists of the following parts:

##### Part A: Support to Socio-Economic Development and Capacity Building at Local Level

1. Carrying out community micro-projects (Microprojects), with the assistance of Project Implementation Committees (“PICs”), including, inter-alia: (i) the construction, renovation, rehabilitation, and/or expansion of key social infrastructure covering education, health, and social services; (ii) the installation/rehabilitation of water supply and sanitation systems; (iii) execution of minor irrigation and rural electrification works and (iv) the installation of energy efficiency solutions for public infrastructure.
2. Providing: (i) technical assistance to ensure proper design, and supervision of Microprojects; and (ii) institutional and financial capacity building at community level.
3. Providing furniture and equipment for infrastructure investments benefited by Microprojects, such as rehabilitated schools, kindergartens and community centers; as well as for other social infrastructure in accordance with criteria set forth in the Operational Manual.

##### Part B: Support to Inter-Community Social and Economic Development Initiatives

1. Supporting to Armenia’s territorial reform through carrying out of innovative development initiatives (Subprojects), involving consolidated communities.
2. Providing: (i) technical assistance to ensure proper design and supervision of Subprojects; and (ii) institutional and financial capacity building at community level.
3. Providing furniture and equipment for infrastructure investments benefited by Subprojects.

##### Part C: Institutional Strengthening and Project Management

Providing institutional support, capacity building, assessments, evaluations and technical assistance to ATDF for Project Management, fiduciary oversight, safeguards oversights, the provision of training, and operating costs, required therefore.



### 1.3. Budget

The Project is financed by:

- IBRD Loan Number 9060-AM,
- Government of the Republic of Armenia (Government of RA) cofinancing,
- Community Contributions (CC)

Category	IBRD Loan Number 9060-AM	Government of RoA	Community Contribution	Total	Percentage Expenditure to be financed by the Loan (inclusive of Taxes)
	EUR	EUR equivalent	EUR equivalent	EUR	
1. Works, goods and consultants' services under Part A of the Project	4,480,000	1,370,025	359,320	6,209,345	72.15%
2. Works, goods and consultants' services under Part B of the Project	12,530,250	3,351,846	825,309	16,707,405	75%
3. Goods, consultants' services (including for Project audits) and Training under Part C of the Project	186,000	70,729	-	256,729	72.15%
4. Operating costs under Part C of the Project	659,000	1,537,667	-	2,196,667	30%
5. Front-end fee	44,750	-	-	44,750	100%
<b>Total</b>	<b>17,900,000</b>	<b>6,330,267</b>	<b>1,184,629</b>	<b>25,414,896</b>	

### 1.4. Project Implementation

The Project is implemented by the Armenian Territorial Development Fund (ATDF) - formerly: Armenian Social Investment Fund (the ASIF).

The ASIF has been established by a Decree N 162 dated 11.04.2000 of the Government of the Republic of Armenia, the sole founder, as an autonomous non-profit agency to assist in the rehabilitation of small-scale infrastructure through community initiated and demand-based activities.

The ATDF implements projects financed by the WB and other donors including contribution to:

- welfare development of population through improving quality and accessibility of social and economic infrastructure and public services, employment, investment activity,
- Institutional and financial strengthening of regions of the Republic of Armenia.

The Board is the supreme governing body of the ATDF.

The ATDF registered address is: 31 K. Ulnetsi Street, Yerevan, 0037, Republic of Armenia.

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

### **2.1 Preparation and presentation of financial statements**

The special purpose financial statements are prepared in accordance with the International Public Sector Accounting Standards: *Financial Reporting Under the Cash Basis of Accounting* (IPSAS-Cash Basis), issued by the International Public Sector Accounting Standards Board (IPSASB), and presented in accordance with Financial Management Manual for World Bank Financed Investment Operations (March 2010): RM 3 - Financial Reporting and Auditing.

The principal accounting policies applied in the preparation of these special purpose financial statements are set out below. These policies have been consistently applied to all the periods presented.

### **2.2 Cash basis of accounting**

The special purpose financial statements are prepared and presented using the cash basis of accounting.

Cash basis means a basis of accounting under which transactions and other events are recognized only when cash or its equivalent is received or paid.

Financial statements prepared under the cash basis provide information about the sources of cash raised during the period, the purpose for which cash was used and the cash balances at the reporting date.

### **2.3 Reporting currency**

The Project financial statements are presented in European monetary unit (EUR).

### **2.4 Foreign currency transactions**

Foreign currency is a currency other than the reporting currency of the Project.

Project accounts are maintained in EUR and Armenian Drams (AMD).

Transactions in foreign currencies are translated to presentation currency at exchange rates at the dates of these transactions. The exchange rate:

For the inflows is used the foreign exchange purchase rate as of the transaction date set by the Central Bank of the RA.

For outflows is used the foreign exchange selling rate as of the transaction date set by the Central Bank of the RA.

### **2.5 Budgeting**

Annual budgets for funding and expenditures are based on approved budget of the project agreement (Note 1.3.).

The expenditure budget is created based on actual accumulated expenditures for the last period plus the updated procurement plans for the period.

### **2.6 Taxes**

All applicable taxes are paid in accordance with tax regulations of the Republic of Armenia.



### 3. Summary Reports and SOEs

IBRD Loan Number 9060-AM  
For the year ended 31 December 2023  
In EUR

Application number	Value date	Expenditure category	(2) Works, goods and consultants' services under Part B of the Project	(3) Goods, consultants' services (including for Project audits) and Training under Part C of the Project	(4) Operating costs under Part C of the Project	Total
		(1) Works, goods and consultants' services under Part A of the Project				
7	16-Feb-2023	56,548	2,729	-	64,157	123,435
8	04-Apr-2023	138,556	69,463	-	30,952	238,971
10	05-Jul-2023	69,118	187,919	-	57,005	314,041
11	14-Sep-2023	336,934	394,740	14,709	60,474	806,857
12	23-Oct-2023	285,804	920,562	-	38,363	1,244,730
13	14-Nov-2023	107,861	1,022,215	-	2,684	1,132,760
14	06-Dec-2023	278,560	986,307	6,433	20,508	1,291,808
Total		1,273,382	3,583,935	21,142	274,144	5,152,603

### 4. STATEMENT OF DESIGNATED ACCOUNT

Funding	IBRD Loan Number 9060-AM
Bank account number	900000909417
Bank	Central Treasury
Bank location	Meliq Adamyan Street 1, Yerevan, Republic of Armenia, 0010
Account currency	EUR

	Year ended 31.12.2023
	EUR
1. Opening balance	176,634
2. Add: opening discrepancy	
3. WB advance/replenishment	6,352,603
4. Less: Refund to WB from DA	-
5. Present outstanding amount advanced to DA	6,528,636
6. DA closing balance	233,434
7. Add: Amount of eligible expenditures paid	6,295,802
8. Less: interest earned (if credited to DA)	-
9. Total advance accounted for	6,529,236
10. Closing discrepancy (5)-(9)	-

## 5. STATEMENT OF FINANCIAL POSITION

The Statement of Financial Position discloses assets, liabilities, and net assets of the Project as at reporting date. It is prepared on an accrual basis that is transactions are recognized when they occur (and not only when cash is received or paid).

	Note	31.12.2023 EUR	31.12.2022 EUR
<b>ASSETS</b>			
Cash	6	1,181,884	1,176,038
Prepayments and receivables	7	596,436	-
<b>Total assets</b>		<b>1,778,320</b>	<b>1,176,038</b>
<b>LIABILITIES</b>			
Payables	8	149,172	55,351
<b>Total Liabilities</b>		<b>149,172</b>	<b>55,351</b>
<b>NET ASSETS</b>			
<b>Cumulative income Funds</b>	9		
IBRD Loan 9060-AM		7,407,791	1,055,188
RA Government		3,075,301	679,422
Community contribution		1,391,114	936,402
		<b>11,874,206</b>	<b>2,671,012</b>
Other inflow*		51,442	50,872
<b>Cumulative expenses</b>			
Project expenses		(10,294,804)	(1,671,988)
		<b>(10,294,804)</b>	<b>(1,671,988)</b>
Foreign currency gain/(loss)		(1,696)	70,791
<b>Total net assets</b>		<b>1,629,147</b>	<b>1,120,687</b>

\* EUR 51,442 of communities' co-financing amount was transferred from SILD Project to the SILD AF project.

## 6. CASH

Account	Account held at	Underlying Currency	31.12.2023 EUR	31.12.2022 EUR
Designated account (IBRD Loan 9060-AM)	Treasury	EUR	233,434	176,633
GOA co financing account	Treasury	AMD	-	11
Community contribution account	Treasury	AMD	948,450	999,394
			<b>1,181,884</b>	<b>1,176,038</b>

## 7. Prepayments and receivables

	31.12.2023 EUR	31.12.2022 EUR
Prepayments on Works*	596,436	-
<b>Total</b>	<b>596,436</b>	<b>-</b>

(\*) Prepayments are paid to contractors up to 20% of the construction contract amount based on bank guarantee provided.



## 8. Payables

	31.12.2023 EUR	31.12.2022 EUR
On Works (Retentions)*	149,172	55,351
Total	149,172	55,351

(\*) Retentions of 5% are held from the completed service invoices as guaranty for the quality of the work. 2.5% is paid after signing the final act, and the remaining 2.5% are kept for up to one year as guaranty for the quality of performed work or paid on the basis of a one-year bank guaranty.

## 9. Financing

### 9.1. IBRD Loan Number 9060-AM

	Year ended 31-Dec-22 EUR	Year ended 31-Dec-23 EUR	Cumulative as at December 2023 EUR
Advances/ (advance recovery)	-	1,200,000	1,500,000
SOE and Summary Sheets	710,438	5,152,603	5,863,041
Front-end Fee	-	-	44,750
Total	710,438	6,352,603	7,407,791
Total financing budget			17,900,000
Percentage of finance provided as at 31 Dec 2023			41%

### 9.2. Government of the Republic of Armenia co-financing

	Year ended 31-Dec-22 EUR	Year ended 31-Dec-23 EUR	Cumulative as at December 2023 EUR
Contributions in cash	609,886	2,395,879	3,075,301
Total	609,886	2,395,879	3,075,301
Total financing budget			6,330,267
Percentage of finance provided as at 31 Dec 2023			48.6%

### 9.3. Community Contribution

	Year ended 31-Dec-22 EUR	Year ended 31-Dec-23 EUR	Cumulative as at 31-Dec-23 EUR
Contributions in cash	936,402	454,712	1,391,114
Total	936,402	454,712	1,391,114
Total financing budget			1,184,629
Percentage of finance provided as at 31 Dec 2023			117%

## 10. Project Expenditures

### 10.1. Project expenditures financing per funds

EUR

Category	Year ended 31 Dec 2023			
	IBRD Loan 9060-AM	Government of RoA co-financing	Community contribution	Total
1. Works, goods and consultants' services under Part A of the Project	1,556,854	541,639	134,485	2,232,978
2. Works, goods and consultants' services under Part B of the Project	4,419,517	1,170,928	300,683	5,891,128
3. Goods, consultants' services (including for Project audits) and Training under Part C of the Project	31,075	11,325	-	42,400
4. Operating costs under Part C of the Project	288,356	670,544	25.15	958,925
5. Front-end fee	-	-	-	-
<b>Total</b>	<b>6,295,802</b>	<b>2,394,436</b>	<b>435,193</b>	<b>9,125,431</b>

Category	Cumulative as at 31 Dec 2023			
	IBRD Loan 9060-AM	Government of RoA co-financing	Community contribution	Total
1. Works, goods and consultants' services under Part A of the Project	2,227,968	762,741	172,720	3,163,429
2. Works, goods and consultants' services under Part B of the Project	4,420,116	1,171,128	300,683	5,891,927
3. Goods, consultants' services (including for Project audits) and Training under Part C of the Project	33,205	12,462	0	45,667
4. Operating costs under Part C of the Project	448,318	1,147,952	25	1,596,295
5. Front-end fee	44,750	0	0	44,750
<b>Total</b>	<b>7,174,357</b>	<b>3,094,283</b>	<b>473,428</b>	<b>10,742,068</b>

### 10.2. Project budget progress

Category	Cumulative as at 31.12.2023	Budget	Implementation
	EUR	EUR	%
1. Works, goods and consultants' services under Part A of the Project	3,163,429	6,209,345	50.95%
2. Works, goods and consultants' services under Part B of the Project	5,891,927	16,707,405	35.27%
3. Goods, consultants' services (including for Project audits) and Training under Part C of the Project	45,667	256,729	17.79%
4. Operating costs under Part C of the Project	1,596,295	2,196,667	72.67%
5. Front-end fee	44,750	44,750	100.00%
<b>Total</b>	<b>10,742,068</b>	<b>25,414,896</b>	<b>42.27%</b>

## 11. Events after the reporting date

### 11.1 Application of compensation

The application N 15 amounting 1,266,528 that includes expenditures relating to the Reporting year in the amount of 1,265,635.76 EUR was submitted to WB on 11 January 2024 and approved on 01 February 2024.



**ANNEX 1. RECONCILIATION BETWEEN THE AMOUNTS SUBMITTED BY THE ATDF AND DISBURSED BY THE WORLD BANK**

Additional Financing for *Social Investment and Local Development Project*  
 IBRD Loan 9060-AM  
 For the year ended 31 December 2023  
 In EUR

Expenditure Category	Appl.	ATDF	WB	Difference
Advances	9 11	1,200,000	1,200,000	-
(1) Works, goods and consultants' services under Part A of the Project	7	56,548	56,548	-
	8	138,556	138,556	-
	10	69,118	69,118	-
	11	336,934	336,934	-
	12	285,804	285,804	-
	13	107,861	107,861	-
	14	278,560	278,560	-
	Total	1,273,382	1,273,382	-
(2) Works, goods and consultants' services under Part B of the Project	7	2,729	2,729	-
	8	69,463	69,463	-
	10	187,919	187,919	-
	11	394,740	394,740	-
	12	920,562	920,562	-
	13	1,022,215	1,022,215	-
	14	986,307	986,307	-
	Total	3,583,935	3,583,935	-
(3) Goods, consultants' services (including for Project audits) and Training under Part C of the Project	11	14,709	14,709	-
	14	6,433	6,433	-
	Total	21,142	21,142	-
(4) Operating costs under Part C of the Project	7	64,157	64,157	-
	8	30,952	30,952	-
	10	57,005	57,005	-
	11	60,474	60,474	-
	12	38,363	38,363	-
	13	2,684	2,684	-
	14	20,508	20,508	-
	Total	274,144	274,144	-
<b>Total</b>		<b>6,352,603</b>	<b>6,352,603</b>	-