



**CORAL TRIANGLE  
INITIATIVE**  
ON CORAL REEFS, FISHERIES  
AND FOOD SECURITY



# Audited Financial Statements

For the Year Ended  
31 December 2022



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Reference : ADM/RS/03/23/072

Manado, 24 March 2023

Subject : Director Statement

### DIRECTORS' STATEMENT

Regarding Responsibility For Financial Statements of

The Coral Triangle Initiative on Coral Reefs, Fisheries and Food Security (CTI-CFF)

for the Year Ended 31 December 2022

We, the undersigned :

- Name : Dr. Mohd Kushairi Mohd Rajuddin

Office address : Jl. A. A. Maramis Kayuwatu, Kairagi II,  
Manado – North Sulawesi 95254 - Indonesia

Domicile address : Bukit Kawanua Golf Residence Elektra No. 11  
Grand Kawanua International City, Kairagi II  
Manado – North Sulawesi 95254 - Indonesia

Function : Executive Director
- Name : Gustaaf Adolf Lumiu

Office address : Jl. A. A. Maramis Kayuwatu, Kairagi II,  
Manado – North Sulawesi 95254 - Indonesia

Domicile address : Unit Clz York Town House, Royal Kawanua Golf View,  
Grand Kawanua International City, Kairagi II  
Manado – North Sulawesi 95254 - Indonesia

Function : Deputy Executive Director for Corporate Services

**declare that :**

1. We are responsible for the preparation and presentation of The Coral Triangle Initiative on Coral Reefs, Fisheries and Food Security (CTI-CFF) financial statements;
2. The CTI-CFF Regional Secretariat financial statements have been prepared and presented in conformity with the Indonesian Financial Accounting Standards;
3. a All information in the The Coral Triangle Initiative on CTI-CFF Regional Secretariat financial statements has been disclosed in a complete and truthful manner;  
b. The CTI-CFF Regional Secretariat financial statements do not contain any incorrect information or material fact, nor do they omit information or material fact;
4. We are responsible for The Coral Triangle Initiative on CTI-CFF Regional Secretariat internal control system.

We certify the accuracy of this statement.

For and on behalf of the Board of Directors

Manado 24 March 2023



**Gustaaf Adolf Lumiu**

Deputy Executive Director for Corporate Services

**Dr. Mohd Kushairi Mohd Rajuddin**

Executive Director



# Paul Hadiwinata, Hidajat, Arsono, Retno, Palilingan & Rekan

REGISTERED PUBLIC ACCOUNTANTS  
DECREE OF THE FINANCE MINISTER OF THE REPUBLIC OF INDONESIA NO. 855/KM.1/2017

No : 00460/2.1133/AU,2/11/1655-1/1/III/2023

## Independent Auditors' Report

### The Executive Director

The Coral Triangle Initiative on Coral Reefs, Fisheries and Food Security (CTI-CFF)  
Regional Secretariat.

### Opinion

We have audited the accompanying financial statements of the Coral Triangle Initiative on Coral Reefs, Fisheries and Food Security Regional Secretariat ("the Secretariat"), which comprise the statement of financial position as of 31 December, 2022, the statements of comprehensive income, changes in net assets, cash flows for the year then ended and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of CTI-CFF Regional Secretariat as of 31 December, 2022, and its financial performance and cash flows for the year then ended, in accordance with Indonesian Financial Accounting Standards

### Basis for Opinion

We conducted our audit in accordance with Standards on Auditing established by the Indonesian Institute of Certified Public Accountants. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements paragraph of our report. We are independent of the Secretariat in accordance with the ethical requirements that are relevant to our audit of the financial statements in Indonesia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Indonesian Financial Accounting Standards, 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.

In preparing the financial statements, management is responsible for assessing the Secretariat ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Secretariats financial reporting process.



# Paul Hadiwinata, Hidajat, Arsono, Retno, Palilingan & Rekan

REGISTERED PUBLIC ACCOUNTANTS  
DECREE OF THE FINANCE MINISTER OF THE REPUBLIC OF INDONESIA NO. 855/KM.1/2017

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our 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 Standards on Auditing will always detect a material misstatement when it exists. 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 Standards on Auditing, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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 Secretariat's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Secretariat's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Secretariat to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.



# Paul Hadiwinata, Hidajat, Arsono, Retno, Palilingan & Rekan

REGISTERED PUBLIC ACCOUNTANTS  
DECREE OF THE FINANCE MINISTER OF THE REPUBLIC OF INDONESIA NO. 855/KM.1/2017

We communicate with those charged with governance 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.

Paul Hadiwinata, Hidajat, Arsono, Retno, Palilingan & Rekan

Bandana, S.E., Ak., CA., CPA., Asean CPA  
Public Accountant Registration No. AP. 1655



March 24, 2023

**CTI-CFF Regional Secretariat**  
**Statements of financial position**  
As of 31 December 2022 and 2021

(Expressed in United States Dollar unless otherwise stated)

	Notes	31 December 2022	31 December 2021
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalents	2c, 3	744,183	817,462
Accounts receivable	4	615,212	577,886
Prepaid expenses	5	8,302	7,231
Advance	6	1,602	-
Total current assets		1,369,299	1,402,579
<b>Non current asset</b>			
Fixed assets - net	2h, 7	52,207	53,429
Total non current asset		52,207	53,429
<b>Total assets</b>		<b>1,421,506</b>	<b>1,456,008</b>
<b>Liabilities and net assets</b>			
<b>Liabilities</b>			
Accounts payable	8	9,085	33,962
Accrued expenses	9	12,153	11,618
Total liabilities		21,238	45,580
<b>Net assets</b>			
With restrictions from donors:			
- Temporary restricted	2g	1,400,268	1,410,428
Total net assets		1,400,268	1,410,428
<b>Total liabilities and net assets</b>		<b>1,421,506</b>	<b>1,456,008</b>

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



**CTI-CFF Regional Secretariat**  
**Statements of comprehensive income**  
For the years ended 31 December 2022 and 2021

(Expressed in United States Dollar, unless otherwise stated)

	Notes	31 December 2022			31 December 2021		
		Without Restrictions from donors	With restrictions from donors - Temporary restricted	TOTAL	Without restrictions from donors	With restrictions from donors - Temporary restricted	TOTAL
<b>Revenues</b>							
Country contributions	2d, 10	-	718,304	718,304	-	487,774	487,774
Grants	2d, 11	-	20,000	20,000	-	30,000	30,000
Interest income		-	1,251	1,251	-	1,729	1,729
Other income	7	-	209	209	-	-	-
<b>Total revenues</b>		-	<b>739,764</b>	<b>739,764</b>	-	<b>519,503</b>	<b>519,503</b>
<b>Expenditures</b>							
Program Services	2d, 12, 13	(35,879)	-	(35,879)	(18,393)	-	(18,393)
Communication Information	2d, 12, 14	(14,270)	-	(14,270)	(10,757)	-	(10,757)
General Administration	2d, 12, 15	(577,358)	-	(577,358)	(649,695)	-	(649,695)
Governance & Others	2d, 12, 16	(56,870)	-	(56,870)	(62,288)	-	(62,288)
Recruitment	2d, 12, 17	(1,941)	-	(1,941)	(6,633)	-	(6,633)
Others (Depreciation and Exchange rate)	12, 18	(23,293)	-	(23,293)	(16,721)	-	(16,721)
SUFIA LCD Acitivity	12, 11	(40,313)	-	(40,313)	(2,084)	-	(2,084)
<b>Total expenditures</b>		<b>(749,924)</b>	-	<b>(749,924)</b>	<b>(766,571)</b>	-	<b>(766,571)</b>
Surplus (deficit)		(749,924)	739,764	(10,160)	(766,571)	519,503	(247,068)
Other comprehensive income		-	-	-	-	-	-
<b>Total comprehensive income (loss)</b>		<b>(749,924)</b>	<b>739,764</b>	<b>(10,160)</b>	<b>(766,571)</b>	<b>519,503</b>	<b>(247,068)</b>

The accompanying notes to financial statements form integral part of these financial statements.

**CTI-CFF Regional Secretariat**  
**Statements of changes in net assets**  
For the years ended 31 December 2022 and 2021

*(Expressed in United States Dollar, unless otherwise stated)*

	<b>31 December 2022</b>	<b>31 December 2021</b>
<b>Net Assets without Restrictions from Donors</b>		
Beginning balance	-	-
Surplus (deficit) - current year	(749,924)	(766,571)
Net assets released from restrictions - current year (note 12)	749,924	766,571
<b>Ending balance</b>	<b>-</b>	<b>-</b>
<b>Other Comprehensive Income</b>		
Beginning balance	-	-
Surplus (deficit) - current year	-	-
<b>Ending balance</b>	<b>-</b>	<b>-</b>
Net Assets with Restrictions from Donors:		
Temporary restricted		
Beginning balance	1,410,428	1,657,496
Changes of net assets - current year		
Surplus (deficit) - current year	739,764	519,503
Net assets released from restrictions - current year (note 12)	(749,924)	(766,571)
	(10,160)	(247,068)
<b>Ending balance</b>	<b>1,400,268</b>	<b>1,410,428</b>
<b>Total net assets</b>	<b>1,400,268</b>	<b>1,410,428</b>

The accompanying notes to financial statements form integral part of these financial statements.

**CTI-CFF Regional Secretariat****Statements of cash flows**

For the years ended 31 December 2022 and 2021

*(Expressed in United States Dollar, unless otherwise stated)*

	<b>31 December 2022</b>	<b>31 December 2021</b>
Cash flows from operating activities		
Changes in net assets	(10,160)	(247,068)
Additional (deduction) of items that is not affecting operating cash flow:"		
Depreciation expenses	21,024	15,699
	<b>10,864</b>	<b>(231,369)</b>
<b>Changes in assets and liabilities</b>		
Account receivables	(37,326)	(61,821)
Prepaid expenses	(1,073)	5,527
Account payables	(24,877)	(3,302)
Accrued expenses	535	9,762
Taxes payable	-	(2,253)
Advanced	(1,602)	-
<b>Net cash flows provided from (used in) operating activities</b>	<b>(53,479)</b>	<b>(283,456)</b>
<b>Cash flows from investing activity</b>		
Acquisition of fixed assets	(19,800)	(12,466)
<b>Net cash flows used in investing activity</b>	<b>(19,800)</b>	<b>(12,466)</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(73,279)</b>	<b>(295,922)</b>
Cash and cash equivalents - beginning	817,462	1,113,384
<b>Cash and cash equivalents - ending</b>	<b>744,183</b>	<b>817,462</b>

The accompanying notes to financial statements form integral part of these financial statements.

**CTI-CFF Regional Secretariat**  
**Notes to financial statements**  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United States Dollar, unless otherwise stated)*

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**1. General**

**a) Secretariat's establishment**

The Coral Triangle Initiative on Coral Reefs, Fisheries and Food Security (CTI-CFF) Regional Secretariat (the "Secretariat") was established in the Republic of Indonesia based on the Agreement on the Establishment of the Regional Secretariat of the Coral Triangle Initiative on Coral Reefs, Fisheries and Food Security (CTI-CFF) (the "Agreement") dated 28 October 2011 and has been ratified pursuant to Presidential Regulation of the Republic of Indonesia number 46 of 2016.

CTI-CFF became an International Organization after being registered with the Secretary-General of the United Nations on 1 November 2017, which issued the Statement of Treaties and International Treaties.

The Governments of the Republic of Indonesia, Malaysia, Independent State of Papua New Guinea, Republic of the Philippines, Solomon Islands and the Democratic Republic of Timor-Leste (collectively referred to as "CT6"), acknowledge the vast marine, coastal and small islands ecosystems and the unique biodiversity of the Coral Triangle region of the Indo Pacific, which provide invaluable livelihood and food security benefits for the people. The Coral Triangle Initiative Leader's Declaration on Coral Reefs, Fisheries and Food Security, signed on 15 May 2009 in Manado, Indonesia, inter alia, emphasized the need to establish a secretariat to service the ongoing CTI-CFF implementation process.

In accordance with Article 5 of the Agreement, the Secretariat's functions include the following:

- i. Coordinate and support official meetings and events linked to the CTI-CFF process, including cross-cutting services in support of monitoring and evaluation, financial coordination, information management and outreach;
- ii. Coordinate the implementation of CTI-CFF Regional Plan of Action (**RPOA**) and provide support to, and coordination with, National Coordination Committee, including advising the CTI Committee of Senior Officials (**CSO**) on emerging opportunities and priorities related to reaching goals and targets of the RPOA;
- iii. Develop regional plans, programs and project activities in relation to CTI-CFF from consideration with the CTI Council of Ministers (**COM**) in accordance with the approved policy guidelines set through the CTI CSO;
- iv. Act as the channel of communication and share information and foster networking between the Parties, CTI Partners and other organizations and donors in the efforts to promote the objectives of the CTI-CFF;
- v. Facilitate technical assistance, including recruiting and sourcing experts to support the Parties, in line with appropriate needs assessment procedures;
- vi. Assist the Parties in financing agreed projects and activities through support from CTI Partners and financial institutions; and
- vii. Perform other duties and functions which may be assigned by the CTI COM or the CSO.

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

**1. General** (continued)

**a) Secretariat's establishment** (continued)

The Secretariat commenced its operations in 2015. At present, the Secretariat is domiciled at CTI-CFF Secretariat Building, CTI Centre, Jl. A.A. Maramis Kayuwatu, Kairagi II, Manado, North Sulawesi 95254, Indonesia Since 11 July 2016.

Based on the decision letter for the abolition of the taxpayer identification number S-80HPS/WPJ.16/KP.0103/2021 dated 23 September 2021, from the tax office of Manado, CTI-CFF Regional Secretariat was deleted from the administration of the Director General of Taxes effective from 23 September 2021 hence the Secretariat is no longer required to file tax returns to the tax office.

As of 31 December 2022 and 2021, the Secretariat has 12 and 9 employees, respectively.

**b) Organizational structure**

Based on Summary of the 17th Senior Official's Meeting (SOM) dated 25 November 2022, the composition of Directors of CTI CFF as of 31 December 2022 and 2021 is as follows:

	<b>2022</b>	<b>2021</b>
Executive Director	Dr. Mohd Kushairi Mohd Rajuddin	Dr. Mohd Kushairi Mohd Rajuddin
Deputy Executive Director		
- Program Services	-	Dr. Sharifah Nora Ibrahim
- Corporate Services	Gustaaf Adolf Lumiu	Gustaaf Adolf Lumiu

**c) Completion of the financial information**

The preparation and fair presentation of the financial statements were the responsibilities of the management, and were approved by the Board of Managements (Executive Director and Deputy Executive Director) on 24 March 2023.

**2. Summary of significant accounting policies**

The significant accounting policies adopted by the Secretariat, which influence determination of financial position and results of its operations are explained below:

**a) Statement of compliance**

The financial statements of the Secretariat have been prepared in accordance with Indonesian Financial Accounting Standards.

These financial statements are not intended to present the financial position, result of operations and cash flows in accordance with accounting principles and reporting practices generally accepted in other countries and jurisdictions.

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

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

**b) Basis of preparation of the financial statements**

The financial statements are prepared using accounting principles and reporting practices generally accepted in Indonesia. Financial statements presentation is based on Interpretation of Financial Accounting Standards (IFAS) No. 35 regarding Financial Statements of Non-Profit Organizations.

The statements of cash flows are prepared using the indirect method by classifying cash flows on the basis of operating, investing and financing activities.

The currency used in the financial statements is United States Dollar (USD) which is the functional currency of the Secretariat.

**c) Cash and cash equivalents**

Cash and cash equivalents include cash on hand, deposits held at call with banks and including temporary restricted fund derived from collection of previous years surplus as imposed by Senior Official Meeting (SOM) that is shown in the account in Bank Mandiri Manado Number 150001523416

**d) Receipts and Expenditures Recognition**

Country Contributions are recorded on an accrual basis. The commitment of each country is determined in the annual Senior Official's Meeting (SOM).

Grants are recognized when funds are utilized to carry out activities, and/or milestones stipulated in the grant agreements are achieved.

Project Grants are recognized when its funds are utilized to carry out activities

Expenses are recognized when incurred.

**e) Foreign Currency Transactions and Balances**

The Secretariat has determined that its functional currency is U.S. Dollar. Transactions during the year involving foreign currencies are recorded at the rates of exchange prevailing at the time the transactions are made.

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

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

**e) Foreign Currency Transactions and Balances** (continued)

Transactions in foreign currencies are translated into the functional currency at the rates of exchange prevailing at the time the transactions are made. At the end of the reporting period, monetary assets and liabilities denominated in foreign currencies are adjusted to the functional currency to reflect the exchange rate published by Bank of Indonesia. Gains or losses resulting from such adjustment or settlement of each monetary asset and liability denominated in foreign currencies are credited or charged to statement of activities.

As of 31 December, 2022 and 2021 the exchange rates used were as follows :

	<b>2022</b>	<b>2021</b>
IDR per USD 1	15,371	14,269

**f) Net Assets**

Revenues less expenses during the period are accumulated as fund balance and presented as net assets.

Net assets are divided into 2 (two) types: net assets without restriction from donors and net assets with restrictions from donors.

Net assets with restrictions from donors consist of:

– Permanently restricted

Restriction of using fund imposed by the fund provider permanently. However, recipient is permitted to use portion or all of the income or other economic benefit which comes from that fund.

– Temporary restricted

Restriction of using fund imposed by the fund provider until certain period or until certain conditions are completed.

**g) Fixed assets**

Fixed assets held for administrative purposes are stated at cost, less accumulated depreciation and any accumulated impairment losses.

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

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

**g) Fixed assets** (continued)

Depreciation is recognized so as to write-off the cost of assets less residual value using the straight-line method based on the estimated useful lives as follows:

	Useful lives
Furniture	10 years
Vehicle	5 years
Equipment	5 years
Computer	3 years
Software	3 years

The estimated useful lives and depreciation method are reviewed at each year end, with the effect of any changes in estimate accounted for on a prospective basis.

Maintenance and repair costs are charged to statement of activities as incurred. Other costs incurred subsequently to add to, replace part of, or service an item of fixed assets, are recognized as asset if, and only if it is probable that future economic benefits associated with the item will flow to the entity and the cost of the item can be measured reliably.

Renovation costs are capitalized with additional assets and depreciated in accordance with the useful lives of the assets.

When assets are retired or otherwise disposed of, their carrying values are removed from the accounts and any resulting gain or loss is reflected in the statement of activities.

**h) Impairment of Non-financial Assets**

At reporting dates, the Secretariat reviews the carrying amount of non-financial assets to determine whether there is any indication that those assets have suffered an impairment loss. If any such indication exists, the recoverable amount of the asset is estimated in order to determine the extent of the impairment loss (if any). Where it is not possible to estimate the recoverable amount of an individual asset, the Secretariat estimates the recoverable amount of the cash generating unit to which the asset belongs.

Estimated recoverable amount is the higher of fair value less cost to sell and value in use. If carrying amount of the asset is reduced to its recoverable amount, an impairment loss is recognized immediately in the statement of activities.

**i) Provisions**

Provisions are recognized when the Secretariat has a present obligation (legal or constructive) as a result of a past event, it is probable that the Secretariat will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

The amount recognized as a provision is the best estimate of the consideration required to settle the present obligation at the end of the reporting period, taking into account the risks and uncertainties surrounding the obligation. Where a provision is measured using the cash flows estimated to settle the present obligation, its carrying amount is the present value of those cash flows.



**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

**3. Cash and cash equivalents**

Cash and cash equivalents consist of the following:

	<b>31 December 2022</b>	<b>31 December 2021</b>
<b>Petty cash (**)</b>	<b>226</b>	<b>400</b>
<b>Cash in bank</b>		
USD Account		
Bank Mandiri (Persero) A/C No 1030006453407 (**)	260,990	313,696
Bank Mandiri (Persero) A/C No 1500015231416 (*)	468,325	467,589
Bank Mandiri - SUFIA LCD USD	-	13,088
<b>Subtotal</b>	<b>729,315</b>	<b>794,373</b>
Indonesian Rupiah Account		
Bank Mandiri (Persero) A/C No 1030006453399 (**)	14,641	22,320
Bank Mandiri - SUFIA LCD IDR	1	369
<b>Subtotal</b>	<b>14,642</b>	<b>22,689</b>
<b>Total</b>	<b>744,183</b>	<b>817,462</b>

(\*) This account is used is holding funds that are not needed for the immediate use by the Secretariat. Usage of this short-term investment is subject to the approval of the CTI COM/SOM.

(\*\*) These accounts are used for holding surplus cash. The surplus cash, after deducting the the undischarged commitment, is to be included in the subsequent year's budget.

The amount of surplus cash at year end is calculated as follows:

	<b>31 December 2022</b>	<b>31 December 2021</b>
<b>Cash and Bank Balance for Country Contribution</b>		
Bank Mandiri (Persero) A/C No 1030006453407	260,990	313,696
Bank Mandiri (Persero) A/C No 1030006453399	14,641	22,320
Petty cash	226	400
<b>Total Cash/bank (Country Contribution 2022)</b>	<b>275,857</b>	<b>336,416</b>
<b>Deduction</b>		
Accounts Payable	9,085	33,962
Accrued expenses	12,153	11,618
<b>Total Deduction</b>	<b>21,239</b>	<b>45,580</b>
<b>Net Surplus</b>	<b>254,621</b>	<b>290,836</b>

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

**4. Accounts receivable**

Accounts receivable consist of the following:

	31 December 2022	31 December 2021
<b>Countrys' Contributions:</b>		
Papua New Guinea	437,207	361,576
Solomon Islands	-	48,954
Timor-Leste	178,005	154,827
Philippines	-	12
<b>Subtotal</b>	<b>615,212</b>	<b>565,369</b>
<b>Grant:</b>		
Research Triangle Institute International (RTI)	-	12,517
<b>Total</b>	<b>615,212</b>	<b>577,886</b>

Management believes that all contributions and grants receivable are collectible, and as such, no allowance for doubtful accounts was provided.

**5. Prepaid expenses**

Prepaid expenses consist of the following:

	31 December 2022	31 December 2021
Rental	77	1,511
Health Insurance	7,920	5,402
Vehicle Insurance	305	318
<b>Total</b>	<b>8,302</b>	<b>7,231</b>

**6. Advance**

Advance for the years ended 31 December 2022 and 2021 amounting to USD 1,602 and nil, respectively represent travel advance.

**7. Fixed assets**

Fixed assets consist of the following:

	Balance as of 1 January 2022	Changes in 2022		Balance as of 31 December 2022
		Addition	Deduction	
<b>Acquisition cost</b>				
Furniture	8,251	-	-	8,251
Vehicles	41,190	-	(956)	40,234
Equipment	36,381	15,411	-	51,792
Computer	32,205	1,013	-	33,218
Software	12,399	4,332	-	16,731
<b>Total acquisition cost</b>	<b>130,426</b>	<b>20,756</b>	<b>(956)</b>	<b>150,226</b>
<b>Accumulated depreciation</b>				
Furniture	1,494	826	-	2,320
Vehicles	22,414	8,047	956	29,505
Equipment	18,381	6,840	-	25,221
Computer	22,309	5,543	-	27,852
Software	12,399	722	-	13,121
<b>Total accumulated depreciation</b>	<b>76,997</b>	<b>21,978</b>	<b>956</b>	<b>98,019</b>
<b>Book value</b>	<b>53,429</b>			<b>52,207</b>

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

**7. Fixed assets** (continued)

	Balance as of	Changes in 2021		Balance as of
	1 January 2021	Addition	Deduction	31 December 2021
<b>Acquisition cost</b>				
Furniture	8,237	14	-	8,251
Vehicles	41,190	-	-	41,190
Equipment	33,436	2,945	-	36,381
Computer	22,698	9,507	-	32,205
Software	12,399	-	-	12,399
<b>Total acquisition cost</b>	<b>117,960</b>	<b>12,467</b>	<b>-</b>	<b>130,426</b>
<b>Accumulated depreciation</b>				
Furniture	669	825	-	1,494
Vehicles	14,321	8,093	-	22,414
Equipment	12,242	6,139	-	18,381
Computer	21,666	643	-	22,309
Software	12,399	-	-	12,399
<b>Total accumulated depreciation</b>	<b>61,297</b>	<b>15,699</b>	<b>-</b>	<b>76,997</b>
<b>Book value</b>	<b>56,663</b>			<b>53,429</b>

Addition of fixed assets for the years 31 December 2022 and 2021 including the purchase of assets using SUFIA funds amounting to USD 4,332 and USD 1,881, respectively.

**8. Accounts payable**

Accounts payable consist of the following:

	31 December 2022	31 December 2021
Ali Budiardjo, Nugroho, Reksodiputro	-	9,768
Janet Rosalie Anne H Polita	-	8,662
PT Dwidaya World Wide	-	4,231
Brian Gonne Nerre	-	3,173
PT Focus Nusantara Sejahtera	-	2,946
NCC Malaysia	-	1,500
DR. Mohd.Kushairi bin Mohd.Rajuddin	414	1,327
PT Jaya Anugerah Purnama	721	797
NCC Timor Leste	-	780
PT Wenang Permai Sentosa	-	439
Security	-	147
RENTOKIL Indonesia	-	73
Calvin Tambajong	-	70
PT ION Teknologi Indonesia	-	49
Conservation & Environment Protection of Papua New Guinea	7,950	-
<b>Total</b>	<b>9,085</b>	<b>33,962</b>

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

**9. Accrued expenses**

Accrued expenses consist of the following:

	<b>31 December 2022</b>	<b>31 December 2021</b>
BPJS Manpower	2,108	1,472
BPJS Health	45	210
Professional fee	10,000	7,902
Salary	-	2,034
<b>Total</b>	<b>12,153</b>	<b>11,618</b>

**10. Country Contributions**

Country Contributions consist of the following:

	<b>31 December 2022</b>	<b>31 December 2021</b>
Indonesia	242,338	164,369
Malaysia	126,066	86,442
Papua New Guinea	75,631	51,342
Philippine	130,065	87,693
Solomon Islands	72,080	48,942
Timor-Leste	72,124	48,986
<b>Total</b>	<b>718,304</b>	<b>487,774</b>

Based on the declaration of CT6, all parties will contribute to the General Fund of the Secretariat on the following basis:

- a. The total amount to be contributed will be determined by the CTI-COM based on the approved budget provided by the Secretariat;
- b. Sixty percent of the amount identified in paragraph (a) mentioned above will be contributed by each of the parties in equal shares, and;
- c. The remaining of the total amount identified in paragraph (a) mentioned above will be divided between the parties based upon the relative size of their Gross Domestic Product (GDP) as calculated by the most recent year for which GDP figures are available for all parties.
- d. The unpaid country contribution is stated in Note 4.

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

**11. Grants**

**Research Triangle Institute International (RTI) for Project entitled “SUFIA LCD Activity”**

On 10 September 2021, the Secretariat entered into sub-award agreement number 4-330-0214965-66561L under USAID Award Number AID-486-TO-15-000009. The total project grant amounted to USD 50,000 with the duration of 6 September 2021-15 July 2022. Total revenue recognized for the years ended 31 December 2022 and 2021 amounting to USD 20,000 and USD 30,000, respectively. Total expenditure recognized for the years 31 December 2022 and 2021 amounting to USD 40,313 and USD 2,084, respectively.

**12. Expenditures**

Net assets released from restrictions which are recorded as expenditures are as follows:

	31 December 2022	31 December 2021
<b>Expenditures</b>		
Program Services	35,879	18,393
Communication and Information	14,270	10,757
General Administration	577,358	649,695
Governance & Others	56,870	62,288
Recruitment	1,941	6,633
Depreciation and exchange rate	23,293	16,721
SUFIA LCD Activity	40,313	2,084
<b>Total expenditures</b>	<b>749,924</b>	<b>766,571</b>

**13. Program Services**

	31 December 2022	31 December 2021
Technical Working Groups	16,125	1,410
RPOA 2,0	16,521	16,983
CT ATLAS	1,811	-
Programs Governing	1,422	-
<b>Total</b>	<b>35,879</b>	<b>18,393</b>

**14. Communication and Information**

Communication and information for the years ended 31 December 2022 and 2021 amounting to USD 14,270 and USD 10,757 respectively.

**CTI-CFF Regional Secretariat**  
**Notes to financial statements** (continued)  
As of 31 December 2022 and 2021  
and for the years then ended

*(Expressed in United State Dollar, unless otherwise stated)*

**15. General Administration**

	<b>31 December 2022</b>	<b>31 December 2021</b>
Staff Salaries	307,413	380,294
Staff Benefit	93,253	73,026
Medical Insurance	19,484	12,652
Social Security/BPJS	12,850	19,173
Resettlement of Allowance	9,633	25,113
Staff Development, Official Travel & Meeting	50,110	15,491
Completion of contract allowance	2,710	26,885
Professionals/Consultants	29,076	52,528
Services of the Premises	25,478	22,347
General Operating Expense (Office Service)	27,352	22,185
<b>Total</b>	<b>577,358</b>	<b>649,695</b>

**16. Governance & others**

	<b>31 December 2022</b>	<b>31 December 2021</b>
Senior Official Meetings & Ministerial Meeting	45,455	46,676
Financial Resource Working Group	-	55
Internal Resources Committee	205	360
Ad-hoc meetings (HCA, Trust Fund)	11,210	15,297
<b>Total</b>	<b>56,870</b>	<b>62,288</b>

**17. Recruitment**

Recruitment for the years ended 31 December 2022 and 2021 are amounting to USD 1,941 and USD 6,633, respectively.

**18. Other (Depreciation and Exchange rate)**

	<b>31 December 2022</b>	<b>31 December 2021</b>
Depreciation	21,978	15,699
Exchange rate	1,315	1,022
<b>Total</b>	<b>23,293</b>	<b>16,721</b>

**Supplementary information**  
**CTI-CFF Regional Secretariat**  
**For CTI-CFF Members' Contributions**  
*Fund Accountability Statement*  
*For the year ended 31 December 2022*

**Attachment I**

*(Expressed in United State Dollar, unless otherwise stated)*

	<b>2022</b>		<b>Under (over)</b>
	<b>Budget</b>	<b>Actual</b>	
<b>Revenue</b>			
Country contribution	718,304	718,304	-
Surplus	290,836	290,836	-
Bank interest	-	1,251	(1,251)
Other income	-	209	(209)
	<b>1,009,140</b>	<b>1,010,600</b>	<b>(1,460)</b>
<b>Expenditures</b>			
A. Program services	65,780	35,879	29,901
B. Communication and Information	18,780	14,270	4,510
C. General administration	838,100	577,358	260,742
D. Governance & others	62,680	56,870	5,810
F. Recruitment	2,000	1,941	59
G. Capital expenditures	16,800	16,424	376
H. Appropriation	5,000	-	5,000
Others (depreciation and exchange rate)	-	23,293	(23,293)
<b>Total Payments</b>	<b>1,009,140</b>	<b>726,035</b>	<b>283,105</b>
Purchase of fixed assets		<b>(16,424)</b>	
<b>Total expenditures</b>		<b>709,612</b>	
<b>Excess of receipts over expenditures</b>	<b>-</b>	<b>300,989</b>	

## Supplementary information

## CTI-CFF Regional Secretariat

## A Project Administered By CTI-CFF Regional Secretariat

## SUFIA LCD Activity

## Sub-award from RTI International Number 4-330-0214965-66561L under USAID Award Number AID-486-TO-15-000009

## Fund Accountabililty Statement

For the year ended 31 December 2022

(Expressed in United State dollar, unless otherwise stated)

	<b>Budget</b>	<b>Expenditures</b>	<b>Under</b>
		<b>2022</b>	<b>(over)</b>
<b>Receipts</b>			
Grants	50,000	20,000	30,000
Administration bank		7	
<b>Total receipts</b>	<b>50,000</b>	<b>20,007</b>	<b>30,000</b>
<b>Expenditures</b>			
1.1 Personel/ labor	6,300	4,700	1,600
1.2 Staff fringe benefits	1,000	744	256
2. Consultans	10,761	10,254	507
3. Travel and transportation	2,215	6,397	(4,181)
4. Services/ training/ workshops	18,087	17,765	323
5. Supplies, software (< \$5,000 per unit)	6,778	4,332	2,446
6. Other direct costs	4,859	-	4,859
8. Indirect costs (if applicable)	-	454	(454)
<b>Total payment</b>	<b>50,000</b>	<b>44,646</b>	<b>5,356</b>
Purchase of fixed assets		(4,332)	
<b>Total expenditures</b>		<b>40,314</b>	
<b>Excess of receipt over expenditures</b>	<b>-</b>	<b>(20,307)</b>	





The Coral Triangle Initiative on Coral Reefs, Fisheries, and Food Security (CTI-CFF) is a multilateral partnership of six countries working together to sustain extraordinary marine and coastal resources by addressing crucial issues such as food security, climate change and marine biodiversity.



**CORAL TRIANGLE  
INITIATIVE**  
ON CORAL REEFS, FISHERIES  
AND FOOD SECURITY

