

*Financial Statements, Supplementary and Other
Information, and Report on Internal Control and
Compliance*

Republic of the Marshall Islands

Public Financial Management Project

(Financed by the Asian Development Bank's Special Fund)

(A Governmental Fund of the Republic of the Marshall Islands)

*Years ended September 30, 2024 and 2023
with Report of Independent Auditors*



Republic of the Marshall Islands
Public Financial Management Project
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Financial Statements, Supplementary and Other Information, and
Report on Internal Control and Compliance

Years ended September 30, 2024 and 2023

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Report of Independent Auditors

Honorable Minister David Paul
Ministry of Finance, Banking and Postal Services
Republic of the Marshall Islands

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of the Republic of the Marshall Islands (RMI) Public Financial Management Project (the Project), a governmental fund of the Republic of the Marshall Islands financed by the Asian Development Bank's Special Fund, which comprises the balance sheets as of September 30, 2024 and 2023, and the related statements of revenues, expenditures and changes in fund balance for the years then ended, and the related notes to the financial statements, which collectively comprise the Project's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the Project as of September 30, 2024 and 2023, and the changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 required to be independent of the Project and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter

Reporting Entity

As discussed in Note 1 to the financial statements, the financial statements referred to above present only the activities of the Project administered by the RMI Ministry of Finance, Banking and Postal Services and are not intended to present fairly the financial position results of other non-Project related operations of the RMI Ministry of Finance, Banking and Postal Services in conformity with accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Project's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. 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. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- 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. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Project's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Other Matters

Required Supplementary Information

Management has omitted the Management's Discussion and Analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Project's basic financial statements. The supplementary information on pages 14 through 18 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audits of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

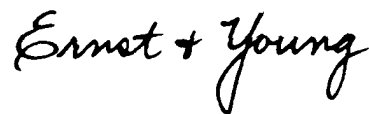
Other Information

Management is responsible for the other information included in the basic financial statements. The other information comprises the Detailed Reconciliation of ADB Grant Funds Received By Grant on pages 19 through 24 but does not include the basic financial statements and our auditor's report thereon. Our opinion on the basic financial statements does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audits of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 16, 2025, on our consideration of the Project's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Project's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing* in considering the Project's internal control over financial reporting and compliance.

The logo for Ernst & Young, featuring the company name in a stylized, handwritten-style script.

June 16, 2025

Republic of the Marshall Islands
 Public Financial Management Project
 (Financed by the Asian Development Bank's Special Fund)
 (A Governmental Fund of the Republic of the Marshall Islands)

Balance Sheets

	September 30,	
	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>		
ADB grants receivable	\$ <u>142,619</u>	\$ <u>101,982</u>
<u>LIABILITIES AND FUND BALANCE</u>		
Liabilities:		
Accounts payable	\$ 47,143	\$ 63,182
Due to RMI Government	<u>95,476</u>	<u>38,800</u>
Total liabilities	<u>142,619</u>	<u>101,982</u>
Commitment and contingency		
Fund balance:		
Restricted	<u>---</u>	<u>---</u>
Total liabilities and fund balance	\$ <u>142,619</u>	\$ <u>101,982</u>

See accompanying notes.

Republic of the Marshall Islands
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Statements of Revenues, Expenditures and Changes in Fund Balance

	Year ended September 30,	
	<u>2024</u>	<u>2023</u>
Revenues:		
ADB grant drawdowns	\$ <u>509,583</u>	\$ <u>749,541</u>
Expenditures:		
Investment costs:		
Consulting services	480,872	735,116
Training and capacity building	2,009	1,572
Recurrent costs:		
Audit	21,381	---
Office supplies	4,402	2,521
Communications	770	1,621
Office equipment	---	4,659
Travel	---	2,812
Furniture and fixtures	---	790
Printing and reproduction	---	450
Other charges	<u>149</u>	<u>---</u>
Total expenditures	<u>509,583</u>	<u>749,541</u>
Change in fund balance	---	---
Fund balance - beginning	<u>---</u>	<u>---</u>
Fund balance - ending	\$ <u>---</u>	\$ <u>---</u>

See accompanying notes.

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Notes to Financial Statements

Years ended September 30, 2024 and 2023

1. Organization

On October 17, 2017, the Asian Development Bank (ADB) approved a grant (Grant No. 0547-RMI (SF)) in the amount of \$2,000,000, financed by ADB's Asian Development Fund (ADF), to the Republic of the Marshall Islands (RMI) for the Public Financial Management Project (the "Project"). The objective of the Project is to improve public financial management of the RMI Government. This grant was closed on March 31, 2022. The following additional grants were subsequently approved by the ADB for the Project:

- Grant No. 0658-RMI (SF), dated September 24, 2019, in the amount of \$500,000. This grant closed on March 31, 2022.
- Grant No. 0795-RMI (SF), dated August 6, 2021, in the amount of \$2,000,000 with a closing date of December 31, 2024.

On June 7, 2024, the ADB issued an Aide Memoire for the purpose of retroactively financing Project expenditures in the amount of \$180,000 through December 31, 2024. This amount is to be funded by the RMI and retroactively financed by the ADB under a proposed third additional grant.

The RMI Minister of Finance, Banking and Postal Services is designated as the representative of the RMI for the purposes of the grant regulations. The Project is overseen by a Reform Steering Committee, with the RMI Ministry of Finance, Banking and Postal Services (the Ministry) as the Project Executing Agency. Eligible expenditures that have been incurred and paid by the Ministry for Grant No. 0795-RMI (SF) and Grant No. 0982-RMI (SF) are claimed by the Ministry from the ADB through the reimbursement process. A Reform Coordination Unit established within the Ministry is the implementing agency assisting in administering the preparation of financial and progress reports, payment and reimbursement claims, and withdrawal applications verified by the Ministry.

The accompanying financial statements are prepared for and relate solely to those accounting records maintained by the Ministry associated with the Project and do not incorporate any accounts related to other non-Project activities of the Ministry or any other departments or agencies of the RMI Government.

The Project's international consultants are paid using the Direct Payments method following ADB's withdrawal application method. National consultants and operational Project expenditures are paid by the RMI Government on behalf of the Project and are directly reimbursed by the ADB to the RMI General Fund account.

Republic of the Marshall Islands
Public Financial Management Project
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Notes to Financial Statements, continued

2. Summary of Significant Accounting Principles

The financial statements of the Project have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the Project's accounting policies are described below.

Measurement Focus and Basis of Accounting

The Project reports the results of its operations in one governmental fund. A fund is a separate accounting entity with a self-balancing set of accounts. They are concerned only with the measurement of financial position and are not involved with measurement of results of operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Governmental funds are used to account for all or most of a government's general activities, including the collection and disbursement of earmarked monies (special revenue funds) and are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as they become susceptible to accrual; generally, when they are both measurable and available. Revenues are available when they are collectible with the current period or soon enough thereafter to pay liabilities of the current period.

Grant revenues are recognized as soon as all eligibility criteria have been met and the related amounts become available to finance expenditures of the current period. Expenditures are recorded in the period in which the related fund liability is incurred, including direct payments made by the ADB to vendors. Direct payments are disbursements made by the ADB, at the request of the Ministry, to designated beneficiaries (e.g., supplier, contractor, or consultant) directly.

Grant Receivables

Grant receivables represent amounts due from the ADB on Withdrawal Applications submitted for eligible Project expenditures not reimbursed or paid from grant proceeds.

Interfund Receivables/Payables

During the course of its operations, the Ministry records transactions between individual funds for goods provided or services rendered. Receivables and payables resulting from transactions between funds are classified as "due from RMI Government" or "due to RMI Government" on the governmental fund balance sheets.

Republic of the Marshall Islands
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Notes to Financial Statements, continued

2. Summary of Significant Accounting Principles, continued

Fund Balances

Fund balance classifications are based on the extent to which the Project is bound to honor constraints on the specific purposes for which amounts in those funds can be spent and are reported under the following fund balance classifications:

- Nonspendable - includes fund balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints.
- Restricted - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation.
- Committed - includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision-making authority and does not lapse at year-end.
- Unassigned - includes negative fund balances in other governmental funds.

The Project has a general policy to first use restricted resources for expenditures incurred for which both restricted and unrestricted (committed and unassigned) resources are available. When expenditures are incurred for which only unrestricted resources are available, the general policy of the Project is to use committed resources first followed by unassigned. The use of restricted/committed resources may be deferred based on a review of the specific transaction.

A formal minimum fund balance policy has not been adopted.

Estimates

The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

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Notes to Financial Statements, continued

2. Summary of Significant Accounting Principles, continued

Recently Adopted Accounting Pronouncements

During the year ended September 30, 2024, the Project implemented the following pronouncements:

- GASB Statement No. 99, *Omnibus 2022*, which contains guidance for the following:
 - 1) GASB Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*, bring all guarantees under the same financial reporting requirements and disclosures.
 - 2) GASB Statement No. 53, *Accounting and Financial Reporting for Derivative Instruments*, classification and reporting of derivative instruments within the scope of this statement.
- GASB issued Statement No. 100, *Accounting Changes and Error Corrections - An Amendment of GASB Statement No. 62*, which enhances accounting and financial reporting requirements for accounting changes and error corrections and requires that (a) changes in accounting principles and error corrections be reported retroactively by restating prior periods, (b) changes to or within the financial reporting entity be reported by adjusting beginning balances of the current period, and (c) changes in accounting estimates be reported prospectively by recognizing the change in the current period. Requirements applicable to changes in accounting principles apply to the implementation of a new pronouncement if there is no specific transition guidance in the new pronouncement. The Statement also requires that aggregate amounts of adjustments to, and restatements of, beginning net position, fund balance, or fund net position, as applicable, be displayed by reporting unit in the financial statements.

The implementation of these statements did not have a material effect on the accompanying financial statements.

Republic of the Marshall Islands
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Notes to Financial Statements, continued

2. Summary of Significant Accounting Principles, continued

Upcoming Accounting Pronouncements

In June 2022, GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The unified recognition and measurement model in this Statement will result in a liability for compensated absences that more appropriately reflects when a government incurs an obligation. In addition, the model can be applied consistently to any type of compensated absence and will eliminate potential comparability issues between governments that offer different types of leave. The model also will result in a more robust estimate of the amount of compensated absences that a government will pay or settle, which will enhance the relevance and reliability of information about the liability for compensated absences. Management is evaluating the effect that this Statement, upon implementation, will have on the financial statements. GASB Statement No. 101 will be effective for fiscal years ending September 30, 2025.

In December 2023, GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact to have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. Management is evaluating the effect that this Statement, upon implementation, will have on the financial statements. GASB Statement No. 102 will be effective for fiscal years ending September 30, 2025.

In April 2024, GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance the effectiveness of the financial reporting model in providing information that is essential for decision making and assessing a government's accountability and address certain application issues identified through pre-agenda research conducted by the GASB. This Statement establishes new accounting and financial reporting requirements or modifies existing requirements related to management's discussion and analysis (MD&A), unusual or infrequent items, presentation of the proprietary fund statement of revenues, expenses, and changes in fund net position, information about major component units in basic financial statements, budgetary comparison information and financial trends information in the statistical section. Management is evaluating the effect that this Statement, upon implementation, will have on the financial statements. GASB Statement No. 103 will be effective for fiscal years ending September 30, 2026.

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Notes to Financial Statements, continued

2. Summary of Significant Accounting Policies, continued

Upcoming Accounting Pronouncements, continued

In September 2024, GASB issued Statement No. 104, *Disclosure of Certain Capital Assets*. The objective of this Statement is to provide users of government financial statements with essential information about certain types of capital assets. This Statement requires certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement 34. Lease assets recognized in accordance with Statement No. 87, *Leases*, and intangible right-to-use assets recognized in accordance with Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, should be disclosed separately by major class of underlying asset in the capital assets note disclosures. Subscription assets recognized in accordance with Statement No. 96, *Subscription-Based Information Technology Arrangements*, also should be separately disclosed. In addition, this Statement requires intangible assets other than those three types to be disclosed separately by major class. This Statement also requires additional disclosures for capital assets held for sale. A capital asset is a capital asset held for sale if (a) the government has decided to pursue the sale of the capital asset and (b) it is probable that the sale will be finalized within one year of the financial statement date. Governments should consider relevant factors to evaluate the likelihood of the capital asset being sold within the established time frame. This Statement requires that capital assets held for sale be evaluated each reporting period. Governments should disclose (1) the ending balance of capital assets held for sale, with separate disclosure for historical cost and accumulated depreciation by major class of asset, and (2) the carrying amount of debt for which the capital assets held for sale are pledged as collateral for each major class of asset. Management is evaluating the effect that this Statement, upon implementation, will have on the financial statements. GASB Statement No. 104 will be effective for fiscal years ending September 30, 2026.

3. ADB Grant Proceeds

For the years ended September 30, 2024 and 2023, the ADB made available grant proceeds in the amount of \$509,583 and \$749,541, respectively, for expenditures incurred under certain categories of the Project. As of September 30, 2024 and 2023, the Project recognized grants receivable of \$142,619 and \$101,982, respectively, associated with these expenditures incurred not reimbursed.

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Notes to Financial Statements, continued

4. RMI Government Contributions

Under the provisions of the respective grant agreements, the RMI Government is required to provide counterpart in-kind contributions in the form of investment costs and recurrent costs such as office space, utilities, administration and support staff, and taxes and duties exemption. As of September 30, 2024 and 2023, the RMI Government's required counterpart in-kind contributions were estimated at \$710,000 and \$650,000, respectively. The total actual amount of the RMI Government's in-kind contributions cannot be reliably measured and fully quantified. Management believes that the counterpart in-kind contributions from the RMI Government will be provided throughout the duration of the Project. For the years ended September 30, 2024 and 2023, the RMI Government made available counterpart in-kind contributions in the form of salaries of the international consultants, audit fees, income taxes and other personnel benefits, such as social security services and health insurance of the national consultants, in the amount of \$201,505 and \$31,905, respectively.

5. Commitment

The ADB has made grant proceeds of \$8,330,000 available to the RMI for the purpose of exclusively financing Project expenditures in accordance with grant agreement provisions. As of September 30, 2024, remaining commitments associated with unused grant proceeds amount to \$3,767,713.

6. Subsequent Event

On December 5, 2024, an additional grant was approved by ADB (Grant No. 0982-RMI (SF)) in the amount of \$3,830,000 for the Project. The current closing date of Grant No. 0982-RMI (SF) is December 31, 2027.

Supplementary and Other Information

Republic of the Marshall Islands
 Public Financial Management Project
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Combining Balance Sheet

September 30, 2024

	<u>0795</u>	<u>0982</u>	<u>Total</u>
<u>ASSETS</u>			
ADB grants receivable	\$ <u>80,332</u>	\$ <u>62,287</u>	\$ <u>142,619</u>
<u>LIABILITIES AND FUND BALANCE</u>			
Liabilities:			
Accounts payable	\$ 23,034	\$ 24,109	\$ 47,143
Due to RMI Government	<u>57,298</u>	<u>38,178</u>	<u>95,476</u>
Total liabilities	<u>80,332</u>	<u>62,287</u>	<u>142,619</u>
Commitment and contingency			
Fund balance:			
Restricted	<u>---</u>	<u>---</u>	<u>---</u>
Total liabilities and fund balance	\$ <u>80,332</u>	\$ <u>62,287</u>	\$ <u>142,619</u>

Republic of the Marshall Islands
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Combining Statement of Revenues, Expenditures
 and Changes in Fund Balance

Year ended September 30, 2024

	<u>0795</u>	<u>0982</u>	<u>Total</u>
Revenues:			
ADB grant drawdowns	\$ <u>447,296</u>	\$ <u>62,287</u>	\$ <u>509,583</u>
Expenditures:			
Investment costs:			
Consulting services	418,585	62,287	480,872
Training and capacity building	2,009	---	2,009
Recurrent costs:			
Audit	21,381	---	21,381
Office supplies	4,402	---	4,402
Communications	770	---	770
Other charges	<u>149</u>	<u>---</u>	<u>149</u>
Total expenditures	<u>447,296</u>	<u>62,287</u>	<u>509,583</u>
Change in fund balance	---	---	---
Fund balance - beginning	<u>---</u>	<u>---</u>	<u>---</u>
Fund balance - ending	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ ---</u>

Republic of the Marshall Islands
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Schedule of Budgeted vs. Actual Expenditures

Period From Inception (October 17, 2017) through September 30, 2024

	Budget												Actual Expenditures				Variance			
	Original Budget				Adjustments				Adjusted Budget				Cumulative from Oct. 17, 2017 to September 30, 2024							
	0547/0658	0795	0982	Total	0547/0658	0795	0982	Total	0547/0658	0795	0982	Total	0547/0658	0795	0982	Total	0547/0658	0795	0982	Total
Expenditures:																				
Investment costs:																				
Consulting services	\$ 2,183,356	\$ 1,846,000	\$ 3,266,123	\$ 7,295,479	\$ 94,227	\$ 83,759	\$ ---	\$ 177,986	\$ 2,277,583	\$ 1,929,759	\$ 3,266,123	\$ 7,473,465	\$ 2,277,583	\$ 1,929,759	\$ 62,287	\$ 4,269,629	\$ ---	\$ ---	\$ 3,203,836	\$ 3,203,836
Training and capacity building	82,369	31,500	146,877	260,746	39,414	(18,108)	---	21,306	121,783	13,392	146,877	282,052	121,783	13,392	---	135,175	---	---	146,877	146,877
	<u>2,265,725</u>	<u>1,877,500</u>	<u>3,413,000</u>	<u>7,556,225</u>	<u>133,641</u>	<u>65,651</u>	<u>---</u>	<u>199,292</u>	<u>2,399,366</u>	<u>1,943,151</u>	<u>3,413,000</u>	<u>7,755,517</u>	<u>2,399,366</u>	<u>1,943,151</u>	<u>62,287</u>	<u>4,404,804</u>	<u>---</u>	<u>---</u>	<u>3,350,713</u>	<u>3,350,713</u>
Recurrent costs:																				
Project management costs	102,800	43,500	207,000	353,300	(7,544)	13,349	---	(5,805)	95,256	56,849	207,000	359,105	95,256	56,849	---	152,105	---	---	207,000	207,000
Contingencies:																				
Physical	70,656	42,660	125,000	238,316	(70,656)	(42,660)	---	(113,316)	---	---	125,000	125,000	---	---	---	---	---	---	125,000	125,000
Price	60,819	36,340	85,000	182,159	(60,819)	(36,340)	---	(97,159)	---	---	85,000	85,000	---	---	---	---	---	---	85,000	85,000
	<u>131,475</u>	<u>79,000</u>	<u>210,000</u>	<u>420,475</u>	<u>(131,475)</u>	<u>(79,000)</u>	<u>---</u>	<u>(210,475)</u>	<u>---</u>	<u>---</u>	<u>210,000</u>	<u>210,000</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>---</u>	<u>210,000</u>	<u>210,000</u>
Total expenditures	<u>\$ 2,500,000</u>	<u>\$ 2,000,000</u>	<u>\$ 3,830,000</u>	<u>\$ 8,330,000</u>	<u>\$ (5,378)</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ (5,378)</u>	<u>\$ 2,494,622</u>	<u>\$ 2,000,000</u>	<u>\$ 3,830,000</u>	<u>\$ 8,324,622</u>	<u>\$ 2,494,622</u>	<u>\$ 2,000,000</u>	<u>\$ 62,287</u>	<u>\$ 4,556,909</u>	<u>\$ ---</u>	<u>\$ ---</u>	<u>\$ 3,767,713</u>	<u>\$ 3,767,713</u>

Republic of the Marshall Islands
 Public Financial Management Project
 (Financed by the Asian Development Bank's Special Fund)
 (A Governmental Fund of the Republic of the Marshall Islands)

Schedule of Project Expenditures Not Reimbursed

 September 30, 2024

Grant #	Withdrawal Application #	Contractual Services	Training and Capacity Building	Recurrent Costs	Total
0795-RMI	G0144	\$ 24,880	\$ 2,009	\$ 10,350	\$ 37,239
0795-RMI	G0147	16,338	---	---	16,338
0795-RMI	G0148	6,696	---	---	6,696
0795-RMI	G0149	4,056	---	16,003	20,059
0982-RMI	G0028	<u>62,287</u>	<u>---</u>	<u>---</u>	<u>62,287</u>
		<u>\$ 114,257</u>	<u>\$ 2,009</u>	<u>\$ 26,353</u>	<u>\$ 142,619</u>

Republic of the Marshall Islands
 Public Financial Management Project
 (Financed by the Asian Development Bank's Special Fund)
 (A Governmental Fund of the Republic of the Marshall Islands)

Schedule of Project Expenditures Not Reimbursed

 September 30, 2023

Grant #	Withdrawal Application #	Contractual Services	Training and Capacity Building	Recurrent Costs	Total
0795-RMI	G0107	\$ 15,975	\$ ---	\$ ---	\$ 15,975
0795-RMI	G0108	7,228	---	---	7,228
0795-RMI	G0109	8,101	---	---	8,101
0795-RMI	G0110	10,960	---	---	10,960
0795-RMI	G0111	32,881	1,572	4,347	38,800
0795-RMI	G0116	<u>20,918</u>	<u>---</u>	<u>---</u>	<u>20,918</u>
		<u>\$ 96,063</u>	<u>\$ 1,572</u>	<u>\$ 4,347</u>	<u>\$ 101,982</u>

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)
(A Governmental Fund of the Republic of the Marshall Islands)

Detailed Reconciliation of ADB Grant Funds Received By Grant - Grant 0547

September 30, 2024

WITHDRAWAL APPLICATION NOS. (WA)	DISBURSEMENT METHOD (Identify whether Reimbursement, Direct Payment, etc)	Per APFS (amount reported in the project financial statement as reimb, DP etc.) (A)				Per LFIS (actual paid per ADB LFS/GFIS system) (B)		DIFFERENCE and REASON (ie. timing, forex, pending, rejected) (C = A - B)	
		Date	In local currency (i)	Exchange Rate (ii)	USD Equivalent (i*ii)	Value Date	In USD (B)	Amount (A - B)	Reason/ Justification
					(A)				
G0001	Direct Payment	11/1/2017	10,000.00	1.00	10,000.00	15/Dec/2017	10,000.00	-	
G0002	Direct Payment	11/1/2017	10,000.00	1.00	10,000.00	12/Dec/2017	10,000.00	-	
G0003	Direct Payment	11/1/2017	7,500.00	1.00	7,500.00	13/Dec/2017	7,500.00	-	
G0004	Direct Payment	11/1/2017	10,000.00	1.00	10,000.00	18/Dec/2017	10,000.00	-	
G0005	Direct Payment	11/1/2017	7,500.00	1.00	7,500.00	12/Dec/2017	7,500.00	-	
G0006	Advance Fund	3/1/2018	95,000.00	1.00	95,000.00	20/Mar/2018	95,000.00	-	
G0007	Direct Payment	2/1/2018	5,199.10	1.00	5,199.10	20/Mar/2018	5,199.10	-	
G0008	Direct Payment	2/1/2018	6,630.00	1.00	6,630.00	20/Mar/2018	6,630.00	-	
G0009	Direct Payment	2/1/2018	22,619.16	1.00	22,619.16	20/Mar/2018	22,619.16	-	
G0010	Direct Payment	3/1/2018	6,550.00	1.00	6,550.00	23/Apr/2018	6,550.00	-	
G0011	Direct Payment	3/1/2018	8,115.00	1.00	8,115.00	23/Apr/2018	8,115.00	-	
G0012	Direct Payment	3/1/2018	2,790.00	1.00	2,790.00	23/Apr/2018	2,790.00	-	
G0013	Direct Payment	2/1/2018 to 3/31/2018	26,750.00	1.00	26,750.00	23/Apr/2018	26,750.00	-	
G0014	Direct Payment	4/1/2018	8,725.00	1.00	8,725.00	11/May/2018	8,725.00	-	
G0015	Direct Payment	4/1/2018	8,430.00	1.00	8,430.00	11/May/2018	8,430.00	-	
G0016	Direct Payment	4/1/2018	6,780.00	1.00	6,780.00	11/May/2018	6,780.00	-	
G0017	Direct Payment	5/1/20218	16,700.00	1.00	16,700.00	16/Jul/2018	16,700.00	-	
G0018	Direct Payment	5/1/20218	8,430.00	1.00	8,430.00	07/Jun/2018	8,430.00	-	
G0019	Direct Payment	5/1/20218	4,380.00	1.00	4,380.00	07/Jun/2018	4,380.00	-	
G0020	Direct Payment	4/1/2018 to 5/31/20218	36,750.00	1.00	36,750.00	07/Jun/2018	36,750.00	-	
G0021	Direct Payment	6/1/2018	4,965.00	1.00	4,965.00	17/Jul/2018	4,965.00	-	
G0022	Direct Payment	6/1/2018	10,647.32	1.00	10,647.32	14/Aug/2018	10,647.32	-	
G0023	Direct Payment	6/1/2018	7,482.15	1.00	7,482.15	19/Jul/2018	7,482.15	-	
G0024	Direct Payment	7/1/2018	18,150.00	1.00	18,150.00	14/Aug/2018	18,150.00	-	
G0025	Direct Payment	7/1/2018	6,855.00	1.00	6,855.00	14/Aug/2018	6,855.00	-	
G0026	Direct Payment	7/1/2018	6,780.00	1.00	6,780.00	14/Aug/2018	6,780.00	-	
G0027	Direct Payment	6/1/2018 to 8/31/2018	51,450.00	1.00	51,450.00	20/Sep/2018	51,450.00	-	
G0028	Direct Payment	8/1/2018	14,525.00	1.00	14,525.00	20/Sep/2018	14,525.00	-	
G0029	Direct Payment	8/1/2018	8,745.00	1.00	8,745.00	20/Sep/2018	8,745.00	-	
G0030	Direct Payment	8/1/2018	7,020.00	1.00	7,020.00	19/Sep/2018	7,020.00	-	
G0031	Direct Payment	9/1/2018	10,647.32	1.00	10,647.32	02/Nov/2018	10,647.32	-	Timing
G0032	Direct Payment	9/1/2018	7,800.00	1.00	7,800.00	17/Oct/2018	7,800.00	-	Timing
G0033	Direct Payment	9/1/2018	6,780.00	1.00	6,780.00	17/Oct/2018	6,780.00	-	Timing
G0034	Direct Payment	10/1/2018	10,652.20	1.00	10,652.20	14/Nov/2018	10,652.20	-	
G0035	Direct Payment	10/1/2018	8,745.00	1.00	8,745.00	14/Nov/2018	8,745.00	-	
G0036	Direct Payment	10/1/2018	7,020.00	1.00	7,020.00	14/Nov/2018	7,020.00	-	
G0037	Direct Payment	9/1/2018 to 10/31/2018	22,050.00	1.00	22,050.00	14/Nov/2018	22,050.00	-	
G0038	Direct Payment	11/1/2018	18,150.00	1.00	18,150.00	14/Dec/2018	18,150.00	-	
G0039	Direct Payment	11/1/2018	8,115.00	1.00	8,115.00	14/Dec/2018	8,115.00	-	
G0040	Direct Payment	11/1/2018	6,780.00	1.00	6,780.00	14/Dec/2018	6,780.00	-	
G0041	Direct Payment	11/1/2018	35,200.00	1.00	35,200.00	08/Jan/2019	35,200.00	-	
G0042	Direct Payment	12/1/2018	12,827.20	1.00	12,827.20	28/Jan/2019	12,827.20	-	
G0043	Direct Payment	12/1/2018	3,168.40	1.00	3,168.40	22/Jan/2019	3,168.40	-	
G0044	Direct Payment	12/1/2018	2,882.75	1.00	2,882.75	22/Jan/2019	2,882.75	-	
G0045	Direct Payment	1/1/2019	9,205.76	1.00	9,205.76	15/Feb/2019	9,205.76	-	
G0046	Direct Payment	1/1/2019	8,325.00	1.00	8,325.00	15/Feb/2019	8,325.00	-	
G0047	Direct Payment	1/1/2019	7,220.00	1.00	7,220.00	15/Feb/2019	7,220.00	-	
G0048	Direct Payment	12/1/2018 to 1/31/2019	26,400.00	1.00	26,400.00	15/Feb/2019	26,400.00	-	
G0049	Liquidation	5/1/2018 to 10/15/2018	-	1.00	-	30/Aug/2019	-	-	
G0049	Advance Fund Replenishment	5/1/2018 to 10/15/2018	2,119.28	1.00	2,119.28	03/Sep/2019	2,119.28	-	
G0050	Direct Payment	2/1/2019	17,425.00	1.00	17,425.00	14/Mar/2019	17,425.00	-	
G0051	Direct Payment	2/1/2019	8,000.00	1.00	8,000.00	14/Mar/2019	8,000.00	-	
G0052	Direct Payment	2/1/2019	7,220.00	1.00	7,220.00	14/Mar/2019	7,220.00	-	
G0053	Direct Payment	2/1/2019 to 3/31/2019	26,400.00	1.00	26,400.00	16/Apr/2019	26,400.00	-	
G0054	Liquidation	10/1/2018 to 3/31/2019	-	1.00	-	27/Sep/2019	-	-	
G0054	Advance Fund Replenishment	10/1/2018 to 3/31/2019	42,108.63	1.00	42,108.63	30/Sep/2019	42,108.63	-	
G0055	Direct Payment	3/1/2019	18,150.00	1.00	18,150.00	16/Apr/2019	18,150.00	-	
G0056	Direct Payment	3/1/2019	8,325.00	1.00	8,325.00	16/Apr/2019	8,325.00	-	
G0057	Direct Payment	3/1/2019	7,220.00	1.00	7,220.00	17/Apr/2019	7,220.00	-	
G0058	Direct Payment	4/1/2019	15,975.00	1.00	15,975.00	13/May/2019	15,975.00	-	
G0059	Direct Payment	4/1/2019	7,350.00	1.00	7,350.00	13/May/2019	7,350.00	-	
G0061	Direct Payment	4/1/2019	3,958.48	1.00	3,958.48	10/Jun/2019	3,958.48	-	
G0062	Direct Payment	5/1/2019	13,555.76	1.00	13,555.76	10/Jun/2019	13,555.76	-	
G0063	Direct Payment	5/1/2019	8,650.00	1.00	8,650.00	10/Jun/2019	8,650.00	-	
G0064	Direct Payment	5/1/2019	6,960.00	1.00	6,960.00	11/Jun/2019	6,960.00	-	
G0065	Direct Payment	4/1/2019 to 5/31/2019	36,750.00	1.00	36,750.00	10/Jun/2019	36,750.00	-	
G0067	Direct Payment	6/1/2019	3,450.00	1.00	3,450.00	15/Jul/2019	3,450.00	-	
G0068	Direct Payment	6/1/2019	7,220.00	1.00	7,220.00	15/Jul/2019	7,220.00	-	
G0070	Direct Payment	6/1/2019	12,127.32	1.00	12,127.32	13/Aug/2019	12,127.32	-	
G0071	Direct Payment	7/1/2019	18,875.00	1.00	18,875.00	13/Aug/2019	18,875.00	-	
G0072	Direct Payment	7/1/2019	8,650.00	1.00	8,650.00	13/Aug/2019	8,650.00	-	
G0073	Direct Payment	7/1/2019	7,480.00	1.00	7,480.00	13/Aug/2019	7,480.00	-	
G0079	Direct Payment	6/1/2019 to 8/31/2019	51,450.00	1.00	51,450.00	30/Sep/2019	51,450.00	-	
G0080	Direct Payment	8/1/2019	16,477.33	1.00	16,477.33	30/Sep/2019	16,477.33	-	
G0081	Direct Payment	8/1/2019	8,975.00	1.00	8,975.00	30/Sep/2019	8,975.00	-	
G0082	Direct Payment	8/1/2019	7,220.00	1.00	7,220.00	30/Sep/2019	7,220.00	-	
G0084	Direct Payment	9/1/2019	13,553.07	1.00	13,553.07	04/Nov/2019	13,553.07	-	Timing

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)
(A Governmental Fund of the Republic of the Marshall Islands)

Detailed Reconciliation of ADB Grant Funds Received By Grant - Grant 0547, continued

September 30, 2024

WITHDRAWAL APPLICATION NOS. (WA)	DISBURSEMENT METHOD (Identify whether Reimbursement, Direct Payment, etc)	Per APFS (amount reported in the project financial statement as reimb, DP etc.) (A)				Per LFIS (actual paid per ADB LFS/GFIS system) (B)		DIFFERENCE and REASON (ie. timing, forex, pending, rejected) (C = A - B)	
		Date	In local currency (i)	Exchange Rate (ii)	USD Equivalent (i*ii)	Value Date	In USD (B)	Amount (A - B)	Reason/ Justification
					(A)				
G0085	Direct Payment	9/1/2019	8,650.00	1.00	8,650.00	16/Oct/2019	8,650.00	-	Timing
G0086	Direct Payment	9/1/2019	6,960.00	1.00	6,960.00	04/Nov/2019	6,960.00	-	Timing
G0089	Direct Payment	10/1/2019	16,700.00	1.00	16,700.00	07/Nov/2019	16,700.00	-	
G0090	Direct Payment	10/1/2019	8,975.00	1.00	8,975.00	07/Nov/2019	8,975.00	-	
G0091	Direct Payment	10/1/2019	7,480.00	1.00	7,480.00	07/Nov/2019	7,480.00	-	
G0092	Liquidation	5/1/2018 to 10/15/2018	-	1.00	-	05/Aug/2020	-	-	
G0092	Advance Fund Replenishment	5/1/2018 to 10/15/2018	7,273.00	1.00	7,273.00	07/Aug/2020	5,793.86	1,479.14	See below
G0093	Liquidation	7/1/2019 to 9/30/2019	-	1.00	-	25/Aug/2020	-	-	
G0093	Advance Fund Replenishment	7/1/2019 to 9/30/2019	44,855.25	1.00	44,855.25	28/Aug/2020	44,458.05	397.20	See below
G0094	Direct Payment	11/1/2020	19,600.00	1.00	19,600.00	13/Jan/2020	19,600.00	-	
G0095	Direct Payment	11/1/2020	8,650.00	1.00	8,650.00	13/Jan/2020	8,650.00	-	
G0096	Direct Payment	11/1/2020	7,220.00	1.00	7,220.00	13/Jan/2020	7,220.00	-	
G0097	Direct Payment	12/1/2020	15,728.07	1.00	15,728.07	10/Feb/2020	15,728.07	-	
G0098	Liquidation	4/1/2019 to 6/30/2019	-	1.00	-	17/Dec/2019	-	-	Timing
G0098	Advance Fund Replenishment	4/1/2019 to 6/30/2019	21,726.23	1.00	21,726.23	03/Jan/2020	21,726.23	-	Timing
G0099	Liquidation	10/1/2019 to 12/31/2019	-	1.00	-	31/Mar/2020	-	-	
G0099	Advance Fund Replenishment	10/1/2019 to 12/31/2019	42,359.38	1.00	42,359.38	06/Apr/2020	42,359.38	-	
G0100	Direct Payment	1/1/2020	11,611.25	1.00	11,611.25	10/Feb/2020	11,611.25	-	
G0101	Direct Payment	1/1/2020	10,510.19	1.00	10,510.19	10/Feb/2020	10,510.19	-	
G0102	Direct Payment	1/1/2020	7,095.00	1.00	7,095.00	10/Feb/2020	7,095.00	-	
G0103	Direct Payment	10/1/2020 to 1/31/2020	29,400.00	1.00	29,400.00	10/Feb/2020	29,400.00	-	
G0104	Direct Payment	2/1/2020	8,200.00	1.00	8,200.00	11/Mar/2020	8,200.00	-	
G0105	Direct Payment	2/1/2020	7,233.00	1.00	7,233.00	11/Mar/2020	7,233.00	-	
G0106	Direct Payment	2/1/2020	17,425.00	1.00	17,425.00	18/Mar/2020	17,425.00	-	
G0107	Direct Payment	3/1/2020	19,377.00	1.00	19,377.00	15/Apr/2020	19,377.00	-	
G0108	Direct Payment	3/1/2020	9,205.00	1.00	9,205.00	15/Apr/2020	9,205.00	-	
G0109	Direct Payment	3/1/2020	7,506.00	1.00	7,506.00	15/Apr/2020	7,506.00	-	
G0110	Liquidation	1/1/2020 to 3/31/2020	-	1.00	-	27/Jul/2020	-	-	
G0110	Advance Fund Replenishment	1/1/2020 to 3/31/2020	37,411.52	1.00	37,411.52	30/Jul/2020	37,411.52	-	
G0111	Direct Payment	4/1/2020	18,150.00	1.00	18,150.00	14/May/2020	18,150.00	-	
G0112	Direct Payment	4/1/2020	8,535.00	1.00	8,535.00	14/May/2020	8,535.00	-	
G0113	Direct Payment	4/1/2020	7,506.00	1.00	7,506.00	14/May/2020	7,506.00	-	
G0114	Direct Payment	5/1/2020	18,150.00	1.00	18,150.00	08/Jun/2020	18,150.00	-	
G0115	Direct Payment	5/1/2020	8,200.00	1.00	8,200.00	08/Jun/2020	8,200.00	-	
G0116	Direct Payment	5/1/2020	6,960.00	1.00	6,960.00	08/Jun/2020	6,960.00	-	
G0117	Direct Payment	6/1/2020	18,875.00	1.00	18,875.00	16/Jul/2020	18,875.00	-	
G0118	Direct Payment	6/1/2020	8,870.00	1.00	8,870.00	13/Jul/2020	8,870.00	-	
G0119	Direct Payment	6/1/2020	8,168.79	1.00	8,168.79	13/Jul/2020	8,168.79	-	
G0120	Direct Payment	2/1/2020 to 6/30/2020	14,700.00	1.00	14,700.00	13/Jul/2020	14,700.00	-	
G0121	Liquidation	4/1/2020 to 6/30/2020	-	1.00	-	31/Aug/2020	-	-	
G0121	Advance Fund Replenishment	4/1/2020 to 6/30/2020	24,579.30	1.00	24,579.30	08/Sep/2020	24,579.30	-	
G0122	Direct Payment	7/1/2020	18,875.00	1.00	18,875.00	17/Aug/2020	18,875.00	-	
G0123	Direct Payment	7/1/2020	8,535.00	1.00	8,535.00	17/Aug/2020	8,535.00	-	
G0124	Direct Payment	7/1/2020	7,233.00	1.00	7,233.00	17/Aug/2020	7,233.00	-	
G0125	Direct Payment	8/1/2020	16,700.00	1.00	16,700.00	23/Sep/2020	16,700.00	-	
G0126	Direct Payment	8/1/2020	8,535.00	1.00	8,535.00	23/Sep/2020	8,535.00	-	
G0127	Direct Payment	8/1/2020	7,779.00	1.00	7,779.00	23/Sep/2020	7,779.00	-	
G0128	Direct Payment	9/1/2020	11,834.27	1.00	11,834.27	21/Oct/2020	11,834.27	-	Timing
G0129	Direct Payment	9/1/2020	7,506.00	1.00	7,506.00	20/Oct/2020	7,506.00	-	Timing
G0130	Direct Payment	9/1/2020	17,425.00	1.00	17,425.00	26/Oct/2020	17,425.00	-	Timing
G0131	Liquidation	7/1/2020 to 9/30/2020	-	1.00	-	14/Dec/2020	-	-	Timing
G0131	Advance Fund Replenishment	7/1/2020 to 9/30/2020	27,358.75	1.00	27,358.75	15/Dec/2020	27,358.75	-	Timing
G0132	Direct Payment	10/1/2020	7,370.00	1.00	7,370.00	27/Nov/2020	7,370.00	-	
G0133	Direct Payment	10/1/2020	18,875.00	1.00	18,875.00	27/Nov/2020	18,875.00	-	
G0134	Direct Payment	10/1/2020	12,912.60	1.00	12,912.60	02/Dec/2020	12,912.60	-	
G0135	Direct Payment	7/1/2020 to 10/31/2020	30,625.00	1.00	30,625.00	27/Nov/2020	30,625.00	-	Timing
G0136	Direct Payment	11/1/2020	18,150.00	1.00	18,150.00	11/Jan/2021	18,150.00	-	
G0137	Direct Payment	11/1/2020 to 12/31/2020	15,925.00	1.00	15,925.00	11/Jan/2021	15,925.00	-	
G0138	Direct Payment	11/1/2020	3,685.00	1.00	3,685.00	01/Feb/2021	3,685.00	-	
G0139	Direct Payment	11/1/2020	3,750.00	1.00	3,750.00	01/Feb/2021	3,750.00	-	
G0140	Direct Payment	12/1/2020	7,370.00	1.00	7,370.00	01/Feb/2021	7,370.00	-	
G0141	Direct Payment	12/1/2020	6,006.00	1.00	6,006.00	09/Feb/2021	6,006.00	-	
G0142	Direct Payment	12/1/2020	16,337.50	1.00	16,337.50	01/Feb/2021	16,337.50	-	
G0143	Direct Payment	1/1/2021	17,425.00	1.00	17,425.00	17/Feb/2021	17,425.00	-	
G0144	Direct Payment	1/1/2021 to 3/31/2021	18,200.00	1.00	18,200.00	28/May/2021	18,200.00	-	
G0147	Direct Payment	4/1/2021 to 6/30/2021	18,200.00	1.00	18,200.00	26/Jul/2021	18,200.00	-	
G0145	Liquidation	10/1/2020 to 12/31/2020	-	1.00	-	12/Nov/2021	-	-	Timing
G0145	Advance Fund Replenishment	10/1/2020 to 12/31/2020	12,479.56 (1,876.34)	1.00	12,479.56 (1,876.34)	12/Nov/2021	12,479.56	- (1,876.34)	Timing Charged to GF
G0148	Reimbursement	1/1/2021 to 3/31/2021	16,962.93	1.00	16,962.93	04/Oct/2021	16,962.93	-	
G0149	Reimbursement	4/1/2021 to 6/30/2021	32,097.88	1.00	32,097.88	13/Oct/2021	32,097.88	-	
G0150	Reimbursement	7/1/2021 to 8/31/2021	27,922.64	1.00	27,922.64	13/Oct/2021	27,922.64	-	
G0151	Direct Payment	8/1/2021	18,875.00	1.00	18,875.00	04/Oct/2021	18,875.00	-	
G0152	Liquidation	10/01/2021 to 12/31/2021	-	1.00	-	08/Apr/2022	-	-	
G0153	Liquidation	10/01/2021 to 12/31/2021	-	1.00	-	14/Jun/2022	-	-	
G0154	Liquidation	10/1/2021 to 12/31/2021	-	1.00	-	27/Jun/2022	-	-	
G0145	Advance Fund	10/1/2020 to 12/31/2020	(5,378.42)	1.00	(5,378.42)	08/Jul/2022	(5,378.42)	-	
TOTAL			1,994,621.58		1,994,621.58		1,994,621.58	(0.00)	

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)
(A Governmental Fund of the Republic of the Marshall Islands)

Detailed Reconciliation of ADB Grant Funds Received By Grant - Grant 0658

September 30, 2024

WITHDRAWAL APPLICATION NOS. (WA)	DISBURSEMENT METHOD (Identify whether Reimbursement, Direct Payment, etc)	Per APFS (amount reported in the project financial statement as reimb, DP etc.) (A)				Per LFIS (actual paid per ADB LFS/GFIS system) (B)		DIFFERENCE and REASON (ie. timing, forex, pending, rejected) (C = A - B)	
		Date	In local currency (i)	Exchange Rate (ii)	USD Equivalent (i*ii) (A)	Value Date	In USD (B)	Amount (A - B)	Reason/ Justification
G0005	Direct Payment	10/1/2019	11,000.00	1.00	11,000.00	08/Nov/2019	11,000.00	-	
G0006	Direct Payment	10/1/2019	12,000.00	1.00	12,000.00	08/Nov/2019	12,000.00	-	
G0007	Direct Payment	11/1/2019	28,600.00	1.00	28,600.00	17/Jan/2020	28,600.00	-	
G0009	Direct Payment	2/1/2020	32,400.00	1.00	32,400.00	11/Mar/2020	32,400.00	-	
G0010	Reimbursement	1/1/2020 to 03/31/2020	8,216.75	1.00	8,216.75	22/Sep/2020	8,216.75	-	
G0011	Direct Payment	3/1/2020	32,100.00	1.00	32,100.00	16/Apr/2020	32,100.00	-	
G0012	Reimbursement	4/1/2020 to 6/30/2020	12,747.62	1.00	12,747.62	22/Sep/2020	12,747.62	-	
G0013	Direct Payment	6/1/2020	25,200.00	1.00	25,200.00	05/Oct/2020	25,200.00	-	Timing
G0014	Direct Payment	8/1/2020	25,200.00	1.00	25,200.00	21/Oct/2020	25,200.00	-	Timing
G0016	Direct Payment	9/1/2020	6,500.00	1.00	6,500.00	27/Nov/2020	6,500.00	-	Timing
G0019	Direct Payment	11/1/2020	12,600.00	1.00	12,600.00	11/Dec/2020	12,600.00	-	
G0020	Direct Payment	10/1/2020	12,800.00	1.00	12,800.00	15/Dec/2020	12,800.00	-	
G0021	Direct Payment	9/1/2020	20,045.97	1.00	20,045.97	11/Jan/2021	20,045.97	-	Timing
G0022	Direct Payment	12/1/2020	6,650.00	1.00	6,650.00	17/Feb/2021	6,650.00	-	
G0023	Direct Payment	12/1/2020	13,200.00	1.00	13,200.00	01/Feb/2021	13,200.00	-	
G0024	Direct Payment	1/1/2021	8,050.00	1.00	8,050.00	17/Feb/2021	8,050.00	-	
G0025	Direct Payment	2/1/2021	13,000.00	1.00	13,000.00	20/May/2021	13,000.00	-	
G0026	Direct Payment	1/1/2021	12,600.00	1.00	12,600.00	17/Feb/2021	12,600.00	-	
G0027	Direct Payment	2/1/2021	8,050.00	1.00	8,050.00	27/May/2021	8,050.00	-	
G0028	Direct Payment	2/1/2021	17,561.50	1.00	17,561.50	15/Jun/2021	17,561.50	-	
G0029	Direct Payment	3/1/2021	19,500.00	1.00	19,500.00	25/May/2021	19,500.00	-	
G0030	Direct Payment	3/1/2021	9,100.00	1.00	9,100.00	27/May/2021	9,100.00	-	
G0031	Direct Payment	3/1/2021	18,875.00	1.00	18,875.00	15/Jun/2021	18,875.00	-	
G0032	Reimbursement	7/1/2020 to 3/31/2021	10,080.46	1.00	10,080.46	13/Jul/2021	10,080.46	-	Timing
G0033	Direct Payment	4/1/2021	17,425.00	1.00	17,425.00	15/Jun/2021	17,425.00	-	
G0034	Direct Payment	4/1/2021	8,050.00	1.00	8,050.00	10/Jun/2021	8,050.00	-	
G0035	Direct Payment	5/1/2021	18,150.00	1.00	18,150.00	07/Jul/2021	18,150.00	-	
G0036	Direct Payment	5/1/2021	8,400.00	1.00	8,400.00	07/Jul/2021	8,400.00	-	
G0037	Direct Payment	6/1/2021	18,875.00	1.00	18,875.00	26/Jul/2021	18,875.00	-	
G0038	Direct Payment	6/1/2021	8,400.00	1.00	8,400.00	26/Jul/2021	8,400.00	-	
G0039	Direct Payment	7/1/2021	21,036.25	1.00	21,036.25	09/Sep/2021	21,036.25	-	
G0040	Direct Payment	7/1/2021	7,000.00	1.00	7,000.00	03/Sep/2021	7,000.00	-	
G0041	Reimbursement	4/1/2021 to 9/30/2021	6,064.97	1.00	6,064.97	12/Oct/2021	6,064.97	-	Timing
G0043	Direct Payment	8/1/2021	7,000.00	1.00	7,000.00	01/Oct/2021	7,000.00	-	Timing
G0045	Reimbursement	7/1/2020 to 3/31/2022	3,521.48	1.00	3,521.48	17/May/2022	3,521.48	-	Timing
TOTAL			500,000.00		500,000.00		500,000.00		-

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)
(A Governmental Fund of the Republic of the Marshall Islands)

Detailed Reconciliation of ADB Grant Funds Received By Grant - Grant 0795

September 30, 2024

WITHDRAWAL APPLICATION NOS. (WA)	DISBURSEMENT METHOD (Identify whether Reimbursement, Direct Payment, etc)	Per APFS (amount reported in the project financial statement as reimb, DP etc.) (A)				Per LFIS (actual paid per ADB LFS/GFIS system) (B)		DIFFERENCE and REASON (ie. timing, forex, pending, rejected) (C = A - B)	
		Date	In local currency (i)	Exchange Rate (ii)	USD Equivalent (i*ii) (A)	Value Date	In USD (B)	Amount (A - B)	Reason/ Justification
G0001	Direct Payment	9/1/2021	17,425.00	1.00	17,425.00	26/Nov/2021	17,425.00	-	Timing
G0002	Direct Payment	9/1/2021	8,096.00	1.00	8,096.00	26/Nov/2021	8,096.00	-	Timing
G0003	Direct Payment	10/1/2021	18,150.00	1.00	18,150.00	01/Feb/2022	18,150.00	-	
G0004	Direct Payment	10/1/2021	8,096.00	1.00	8,096.00	07/Feb/2022	8,096.00	-	
G0005	Direct Payment	11/1/2021	15,250.00	1.00	15,250.00	10/Dec/2021	15,250.00	-	
G0006	Direct Payment	11/1/2021	7,175.00	1.00	7,175.00	10/Dec/2021	7,175.00	-	
G0007	Direct Payment	11/1/2021	8,800.00	1.00	8,800.00	10/Dec/2021	8,800.00	-	
G0008	Direct Payment	11/1/2021	8,096.00	1.00	8,096.00	10/Dec/2021	8,096.00	-	
G0009	Reimbursement	9/1/2021 to 12/31/2021	34,351.48	1.00	34,351.48	08/Apr/2022	34,351.48	-	Timing
G0011	Direct Payment	12/1/2021	9,596.00	1.00	9,596.00	07/Feb/2022	9,596.00	-	
G0012	Direct Payment	12/1/2021	6,027.00	1.00	6,027.00	01/Feb/2022	6,027.00	-	
G0013	Direct Payment	12/1/2021	7,392.00	1.00	7,392.00	01/Feb/2022	7,392.00	-	
G0014	Direct Payment	9/1/2021 to 12/31/2021	49,556.90	0.72	35,522.39	14/Feb/2022	35,522.39	-	Timing
G0015	Direct Payment	12/1/2021	8,362.50	1.00	8,362.50	09/Feb/2022	8,362.50	-	
G0016	Direct Payment	1/1/2022	15,483.55	1.00	15,483.55	15/Mar/2022	15,483.55	-	
G0017	Direct Payment	1/1/2022	8,464.00	1.00	8,464.00	15/Mar/2022	8,464.00	-	
G0018	Direct Payment	1/1/2022	9,536.87	1.00	9,536.87	15/Mar/2022	9,536.87	-	
G0019	Direct Payment	1/1/2022	10,882.47	1.00	10,882.47	15/Mar/2022	10,882.47	-	
G0020	Direct Payment	2/1/2022	16,700.00	1.00	16,700.00	21/Mar/2022	16,700.00	-	
G0021	Direct Payment	2/1/2022	8,096.00	1.00	8,096.00	21/Mar/2022	8,096.00	-	
G0022	Direct Payment	2/1/2022	10,615.80	1.00	10,615.80	22/Mar/2022	10,615.80	-	
G0023	Direct Payment	2/1/2022	12,783.80	1.00	12,783.80	21/Mar/2022	12,783.80	-	
G0024	Reimbursement	1/1/2022 to 3/31/2022	22,483.10	1.00	22,483.10	27/Apr/2022	22,483.10	-	
G0025	Direct Payment	3/1/2022	18,875.00	1.00	18,875.00	11/Apr/2022	18,875.00	-	
G0026	Direct Payment	3/1/2022	8,464.00	1.00	8,464.00	11/Apr/2022	8,464.00	-	
G0027	Direct Payment	3/1/2022	9,463.00	1.00	9,463.00	11/Apr/2022	9,463.00	-	
G0028	Direct Payment	3/1/2022	11,342.80	1.00	11,342.80	11/Apr/2022	11,342.80	-	
G0029	Direct Payment	1/1/2022 to 3/31/2022	57,815.92	0.74	42,954.34	13/Apr/2022	42,954.34	-	
G0030	Direct Payment	4/1/2022	17,425.00	1.00	17,425.00	16/May/2022	17,425.00	-	
G0031	Direct Payment	4/1/2022	7,728.00	1.00	7,728.00	16/May/2022	7,728.00	-	
G0032	Direct Payment	4/1/2022	8,101.00	1.00	8,101.00	16/May/2022	8,101.00	-	
G0033	Direct Payment	4/1/2022	8,892.00	1.00	8,892.00	16/May/2022	8,892.00	-	
G0034	Direct Payment	5/1/2022	17,787.50	1.00	17,787.50	16/Jun/2022	17,787.50	-	
G0035	Direct Payment	5/1/2022	8,096.00	1.00	8,096.00	16/Jun/2022	8,096.00	-	
G0036	Direct Payment	5/1/2022	8,388.00	1.00	8,388.00	16/Jun/2022	8,388.00	-	
G0037	Direct Payment	5/1/2022	9,244.00	1.00	9,244.00	16/Jun/2022	9,244.00	-	
G0038	Reimbursement	4/1/2022 to 6/30/2022	39,529.25	1.00	39,529.25	01/Aug/2022	39,529.25	-	
G0039	Direct Payment	6/1/2022	18,150.00	1.00	18,150.00	21/Jul/2022	18,150.00	-	
G0040	Direct Payment	6/1/2022	8,096.00	1.00	8,096.00	21/Jul/2022	8,096.00	-	
G0041	Direct Payment	6/1/2022	8,101.00	1.00	8,101.00	21/Jul/2022	8,101.00	-	
G0042	Direct Payment	6/1/2022	9,244.00	1.00	9,244.00	21/Jul/2022	9,244.00	-	
G0043	Direct Payment	4/1/2022 to 6/30/2022	57,815.92	0.69	39,869.86	25/Jul/2022	39,869.86	-	
G0044	Direct Payment	7/1/2022	15,612.50	1.00	15,612.50	10/Aug/2022	15,612.50	-	
G0045	Direct Payment	7/1/2022	8,096.00	1.00	8,096.00	10/Aug/2022	8,096.00	-	
G0046	Direct Payment	7/1/2022	7,814.00	1.00	7,814.00	10/Aug/2022	7,814.00	-	
G0047	Direct Payment	7/1/2022	9,244.00	1.00	9,244.00	10/Aug/2022	9,244.00	-	
G0048	Direct Payment	8/1/2022	17,787.50	1.00	17,787.50	27/Sep/2022	17,787.50	-	
G0049	Direct Payment	8/1/2022	8,464.00	1.00	8,464.00	27/Sep/2022	8,464.00	-	
G0050	Direct Payment	8/1/2022	8,495.15	1.00	8,495.15	27/Sep/2022	8,495.15	-	
G0051	Direct Payment	8/1/2022	9,596.00	1.00	9,596.00	27/Sep/2022	9,596.00	-	
G0052	Direct Payment	9/1/2022	13,437.50	1.00	13,437.50	17/Oct/2022	13,437.50	-	Timing
G0053	Direct Payment	9/1/2022	9,200.00	1.00	9,200.00	17/Oct/2022	9,200.00	-	Timing
G0054	Direct Payment	9/1/2022	8,675.00	1.00	8,675.00	17/Oct/2022	8,675.00	-	Timing
G0055	Direct Payment	9/1/2022	10,300.00	1.00	10,300.00	17/Oct/2022	10,300.00	-	Timing
G0056	Direct Payment	7/1/2022 to 9/30/2022	57,815.92	0.62	36,047.07	19/Oct/2022	36,047.07	-	Timing
G0057	Reimbursement	7/1/2022 to 9/30/2022	33,187.63	1.00	33,187.63	09/Dec/2022	33,187.63	-	Timing
G0058	Direct Payment	10/1/2022	18,141.06	1.00	18,141.06	22/Nov/2022	18,141.06	-	
G0059	Direct Payment	10/1/2022	8,464.00	1.00	8,464.00	22/Nov/2022	8,464.00	-	
G0060	Direct Payment	10/1/2022	10,270.19	1.00	10,270.19	18/Nov/2022	10,270.19	-	
G0061	Direct Payment	10/1/2022	9,596.00	1.00	9,596.00	18/Nov/2022	9,596.00	-	
G0062	Direct Payment	11/1/2022	17,425.00	1.00	17,425.00	09/Dec/2022	17,425.00	-	
G0063	Direct Payment	11/1/2022	8,464.00	1.00	8,464.00	08/Dec/2022	8,464.00	-	
G0064	Direct Payment	11/1/2022	8,101.00	1.00	8,101.00	08/Dec/2022	8,101.00	-	
G0065	Direct Payment	11/1/2022	8,218.20	1.00	8,218.20	08/Dec/2022	8,218.20	-	
G0066	Direct Payment	12/1/2022	10,537.50	1.00	10,537.50	26/Jan/2023	10,537.50	-	
G0067	Direct Payment	12/1/2022	8,096.00	1.00	8,096.00	10/Jan/2023	8,096.00	-	
G0068	Direct Payment	12/1/2022	8,101.00	1.00	8,101.00	10/Jan/2023	8,101.00	-	
G0069	Direct Payment	12/1/2022	9,244.00	1.00	9,244.00	10/Jan/2023	9,244.00	-	
G0070	Direct Payment	10/1/2022 to 12/31/2022	56,815.92	1.00	39,880.27	12/Jan/2023	39,880.27	-	
G0071	Reimbursement	10/1/2022 to 12/31/2022	24,388.05	1.00	24,388.05	03/Feb/2023	24,388.05	-	Timing
G0072	Direct Payment	1/1/2023	11,788.95	1.00	11,788.95	13/Feb/2023	11,788.95	-	
G0073	Direct Payment	1/1/2023	8,464.00	1.00	8,464.00	13/Feb/2023	8,464.00	-	
G0074	Direct Payment	1/1/2023	8,101.00	1.00	8,101.00	13/Feb/2023	8,101.00	-	
G0075	Direct Payment	1/1/2023	9,244.00	1.00	9,244.00	13/Feb/2023	9,244.00	-	
G0076	Direct Payment	2/1/2023	17,866.30	1.00	17,866.30	10/Mar/2023	17,866.30	-	
G0077	Direct Payment	2/1/2023	7,728.00	1.00	7,728.00	10/Mar/2023	7,728.00	-	
G0078	Direct Payment	2/1/2023	7,814.00	1.00	7,814.00	10/Mar/2023	7,814.00	-	
G0079	Direct Payment	2/1/2023	8,188.00	1.00	8,188.00	10/Mar/2023	8,188.00	-	
G0080	Direct Payment	3/1/2023	21,491.29	1.00	21,491.29	12/Apr/2023	21,491.29	-	
G0081	Direct Payment	3/1/2023	8,832.00	1.00	8,832.00	12/Apr/2023	8,832.00	-	
G0082	Direct Payment	3/1/2023	8,388.00	1.00	8,388.00	17/Apr/2023	8,388.00	-	
G0083	Direct Payment	3/1/2023	9,948.00	1.00	9,948.00	12/Apr/2023	9,948.00	-	
G0084	Direct Payment	1/1/2023 to 3/31/2023	57,815.92	0.66	38,357.40	04/May/2023	38,357.40	-	

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)
(A Governmental Fund of the Republic of the Marshall Islands)

Detailed Reconciliation of ADB Grant Funds Received By Grant - Grant 0795, continued

September 30, 2024

WITHDRAWAL APPLICATION NOS. (WA)	DISBURSEMENT METHOD (Identify whether Reimbursement, Direct Payment, etc)	Per APFS (amount reported in the project financial statement as reimb, DP etc.) (A)				Per LFIS (actual paid per ADB LFS/GFIS system) (B)		DIFFERENCE and REASON (ie. timing, forex, pending, rejected) (C = A - B)	
		Date	In local currency (i)	Exchange Rate (ii)	USD Equivalent (i*ii)	Value Date	In USD (B)	Amount (A - B)	Reason/ Justification
					(A)				
G0085	Reimbursement	1/1/2023 to 3/31/2023	23,996.60	1.00	23,996.60	03/Jul/2023	23,996.60	-	
G0086	Direct Payment	4/1/2023	11,396.03	1.00	11,396.03	23/May/2023	11,396.03	-	
G0087	Direct Payment	4/1/2023	4,416.00	1.00	4,416.00	12/May/2023	4,416.00	-	
G0088	Direct Payment	4/1/2023	4,657.00	1.00	4,657.00	12/May/2023	4,657.00	-	
G0089	Direct Payment	4/1/2023	5,020.00	1.00	5,020.00	12/May/2023	5,020.00	-	
G0090	Direct Payment	5/1/2023	17,425.00	1.00	17,425.00	20/Jun/2023	17,425.00	-	
G0091	Direct Payment	5/1/2023	9,200.00	1.00	9,200.00	20/Jun/2023	9,200.00	-	
G0092	Direct Payment	5/1/2023	10,044.60	1.00	10,044.60	20/Jun/2023	10,044.60	-	
G0093	Direct Payment	5/1/2023	9,596.00	1.00	9,596.00	20/Jun/2023	9,596.00	-	
G0094	Direct Payment	6/1/2023	18,150.00	1.00	18,150.00	05/Jul/2023	18,150.00	-	
G0095	Direct Payment	6/1/2023	8,832.00	1.00	8,832.00	05/Jul/2023	8,832.00	-	
G0096	Direct Payment	6/1/2023	10,241.08	1.00	10,241.08	05/Jul/2023	10,241.08	-	
G0097	Direct Payment	6/1/2023	9,596.00	1.00	9,596.00	06/Jul/2023	9,596.00	-	
G0098	Direct Payment	4/1/2023 to 6/30/2023	57,815.92	0.67	38,556.86	10/Jul/2023	38,556.86	-	
G0099	Reimbursement	4/1/2023 to 6/30/2023	26,366.25	1.00	26,366.25	26/Jul/2023	26,366.25	-	
G0100	Direct Payment	7/1/2023	14,296.04	1.00	14,296.04	18/Aug/2023	14,296.04	-	
G0101	Direct Payment	7/1/2023	10,179.85	1.00	10,179.85	18/Aug/2023	10,179.85	-	
G0102	Direct Payment	7/1/2023	8,962.00	1.00	8,962.00	29/Aug/2023	8,962.00	-	
G0103	Direct Payment	7/1/2023	10,300.00	1.00	10,300.00	18/Aug/2023	10,300.00	-	
G0104	Direct Payment	8/1/2023	22,350.63	1.00	22,350.63	19/Sep/2023	22,350.63	-	
G0105	Direct Payment	8/1/2023	8,962.00	1.00	8,962.00	19/Sep/2023	8,962.00	-	
G0106	Direct Payment	8/1/2023	9,948.00	1.00	9,948.00	19/Sep/2023	9,948.00	-	
G0107	Direct Payment	9/1/2023	15,975.00	1.00	15,975.00	10/Oct/2023	15,975.00	-	Timing
G0108	Direct Payment	9/1/2023	7,227.85	1.00	7,227.85	10/Oct/2023	7,227.85	-	Timing
G0109	Direct Payment	9/1/2023	8,101.00	1.00	8,101.00	10/Oct/2023	8,101.00	-	Timing
G0110	Direct Payment	9/1/2023	10,960.10	1.00	10,960.10	10/Oct/2023	10,960.10	-	Timing
G0111	Reimbursement	7/1/2023 to 9/30/2023	38,800.19	1.00	38,800.19	21/Nov/2023	38,800.19	-	Timing
G0112	Direct Payment	10/1/2023	13,437.50	1.00	13,437.50	20/Nov/2023	13,437.50	-	
G0113	Direct Payment	10/1/2023	8,832.00	1.00	8,832.00	20/Nov/2023	8,832.00	-	
G0114	Direct Payment	10/1/2023	8,388.00	1.00	8,388.00	20/Nov/2023	8,388.00	-	
G0115	Direct Payment	10/1/2023	4,566.80	1.00	4,566.80	20/Nov/2023	4,566.80	-	
G0116	Direct Payment	7/1/2023 to 10/31/2023	33,037.48	0.66	21,743.92	22/Nov/2023	21,743.92	-	Timing
G0117	Direct Payment	11/1/2023	19,450.62	1.00	19,450.62	11/Dec/2023	19,450.62	-	
G0118	Direct Payment	11/1/2023	8,464.00	1.00	8,464.00	11/Dec/2023	8,464.00	-	
G0119	Direct Payment	11/1/2023	8,388.00	1.00	8,388.00	11/Dec/2023	8,388.00	-	
G0120	Direct Payment	11/1/2023	9,244.00	1.00	9,244.00	11/Dec/2023	9,244.00	-	
G0121	Direct Payment	12/1/2023	13,075.00	1.00	13,075.00	16/Jan/2024	13,075.00	-	
G0122	Direct Payment	12/1/2023	8,464.00	1.00	8,464.00	16/Jan/2024	8,464.00	-	
G0123	Direct Payment	12/1/2023	8,388.00	1.00	8,388.00	16/Jan/2024	8,388.00	-	
G0124	Direct Payment	12/1/2023	9,244.00	1.00	9,244.00	16/Jan/2024	9,244.00	-	
G0125	Reimbursement	10/1/2023 to 12/31/2023	17,209.48	1.00	17,209.48	06/Feb/2024	17,209.48	-	
G0126	Direct Payment	1/1/2024	17,039.80	1.00	17,039.80	06/Feb/2024	17,039.80	-	
G0127	Direct Payment	1/1/2024	8,832.00	1.00	8,832.00	06/Feb/2024	8,832.00	-	
G0128	Direct Payment	1/1/2024	8,388.00	1.00	8,388.00	06/Feb/2024	8,388.00	-	
G0129	Direct Payment	1/1/2024	9,244.00	1.00	9,244.00	06/Feb/2024	9,244.00	-	
G0130	Direct Payment	2/1/2024	16,700.00	1.00	16,700.00	08/Mar/2024	16,700.00	-	
G0131	Direct Payment	2/1/2024	8,464.00	1.00	8,464.00	08/Mar/2024	8,464.00	-	
G0132	Direct Payment	2/1/2024	1,027.31	1.00	1,027.31	08/Mar/2024	1,027.31	-	
G0133	Direct Payment	2/1/2024	8,485.83	1.00	8,485.83	08/Mar/2024	8,485.83	-	
G0134	Direct Payment	3/1/2024	16,700.00	1.00	16,700.00	08/Apr/2024	16,700.00	-	
G0135	Direct Payment	3/1/2024	8,464.00	1.00	8,464.00	08/Apr/2024	8,464.00	-	
G0136	Reimbursement	1/1/2024 to 3/31/2024	18,173.50	1.00	18,173.50	10/Apr/2024	18,173.50	-	
G0137	Direct Payment	4/1/2024	20,814.81	1.00	20,814.81	13/May/2024	20,814.81	-	
G0138	Direct Payment	4/1/2024	6,992.00	1.00	6,992.00	20/May/2024	6,992.00	-	
G0139	Direct Payment	5/1/2024	16,446.57	1.00	16,446.57	18/Jul/2024	16,446.57	-	
G0140	Direct Payment	5/1/2024	1,472.00	1.00	1,472.00	08/Jul/2024	1,472.00	-	
G0141	Direct Payment	6/1/2024	16,700.00	1.00	16,700.00	18/Jul/2024	16,700.00	-	
G0142	Direct Payment	6/1/2024	3,680.00	1.00	3,680.00	08/Jul/2024	3,680.00	-	
G0143	Direct Payment	11/1/2023 to 5/27/2024	33,037.48	1.00	22,297.99	10/Jul/2024	22,297.99	-	
G0144	Reimbursement	4/1/2024 to 6/30/2024	37,238.83	1.00	37,238.83	10/Oct/2024	37,238.83	-	Timing
G0145	Direct Payment	7/1/2024	15,721.57	1.00	15,721.57	28/Aug/2024	15,721.57	-	
G0146	Direct Payment	7/1/2024	3,344.30	1.00	3,344.30	28/Aug/2024	3,344.30	-	
G0147	Direct Payment	8/1/2024	16,337.50	1.00	16,337.50	07/Oct/2024	16,337.50	-	Timing
G0148	Direct Payment	9/1/2024	6,696.36	1.00	6,696.36	15/Oct/2024	6,696.36	-	Timing
G0149	Reimbursement	6/1/2024 to 9/30/2024	20,058.96	1.00	20,058.96	09/Jan/2025	20,058.96	-	Timing
TOTAL			2,146,297.28		2,000,000.00		2,000,000.00	-	

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)
(A Governmental Fund of the Republic of the Marshall Islands)

Detailed Reconciliation of ADB Grant Funds Received By Grant - Grant 0982

September 30, 2024

WITHDRAWAL APPLICATION NOS. (WA)	DISBURSEMENT METHOD (Identify whether Reimbursement, Direct Payment, etc)	Per APFS (amount reported in the project financial statement as reimb, DP etc.) (A)				Per LFIS (actual paid per ADB LFS/GFIS system) (B)		DIFFERENCE and REASON (ie. timing, forex, pending, rejected) (C = A - B)	
		Date	In local currency (i)	Exchange Rate (ii)	USD Equivalent (i*ii) (A)	Value Date	In USD (B)	Amount (A - B)	Reason/ Justification
G0028	Reimbursement	2/17/2025	62,286.86	1.00	62,286.86	21/Mar/2025	62,286.86	-	Timing
TOTAL			62,286.86		62,286.86		62,286.86		-

Report of Independent Auditors on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

Honorable Minister David Paul
Ministry of Finance, Banking and Postal Services
Republic of the Marshall Islands

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the Republic of the Marshall Islands Public Financial Management Project (the “Project”), a governmental fund of the Republic of the Marshall Islands financed by the Asian Development Bank’s Special Fund, which comprise the balance sheet as of September 30, 2024 and the related statement of revenues, expenditures, and changes in fund balance for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 16, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Project's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control. Accordingly, we do not express an opinion on the effectiveness of the Project's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

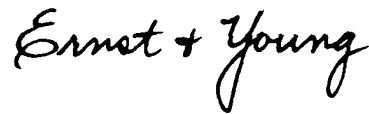
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Project's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

The logo for Ernst & Young, featuring the company name in a stylized, handwritten-style script.

June 16, 2025

*The Auditor's Communication With Those Charged
With Governance*

Republic of the Marshall Islands

Public Financial Management Project

(Financed by the Asian Development Bank's Special Fund)

(A Governmental Fund of the Republic of the Marshall Islands)

Year ended September 30, 2024



June 16, 2025

Honorable Minister David Paul
Ministry of Finance, Banking and Postal Services
Republic of the Marshall Islands

We have performed an audit of the financial statements of the Republic of the Marshall Islands (RMI) Public Financial Management Project (the “Project”), a governmental fund of the Republic of the Marshall Islands financed by the Asian Development Bank’s Special Fund, as of and for the year ended September 30, 2024, in accordance with auditing standards generally accepted in the United States, and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and have issued our report thereon dated June 16, 2025.

This report summarizes our communications with those charged with governance as required by our professional standards to assist you in fulfilling your obligation to oversee the financial reporting and disclosure process.

REQUIRED COMMUNICATIONS

Professional standards require the auditor to provide those charged with governance with additional information regarding the scope and results of the audit that may assist those charged with governance in overseeing the financial reporting and disclosure processes which the management of the Project is responsible. We summarize these required communications as follows:

Overview of the planned scope and timing of the audit

Our audit scope and timing is consistent with the plan communicated in our engagement letter dated March 7, 2025 and at our audit planning meeting with management.

Auditors’ Responsibilities under Auditing Standards Generally Accepted in the United States (US GAAS) and Generally Accepted Government Auditing Standards (GAGAS)

The financial statements and supplementary information are the responsibility of the Project’s management as prepared with the oversight of those charged with governance. Our audit was designed in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, to obtain reasonable, rather than absolute, assurance that the financial statements are free of material misstatement.

An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, we express no such opinion.

Our responsibilities are included in our audit engagement letter.

Changes to the audit strategy, timing of the audit and significant risks identified

Our audit strategy is consistent with the plan communicated during the June 2025 meeting.

Matters relevant to our evaluation of the Project's ability to continue as a going concern

We did not identify any events or conditions that led us to believe there was substantial doubt about the Project's ability to continue as a going concern.

Our views about the qualitative aspects of the Project's significant accounting practices, including:

- **Accounting policies**
- **Accounting estimates**

Management has not selected or changed any significant policies or changed the application of those policies in the current year. A discussion of significant accounting policies has been included in Note 2 of the financial statements.

We are not aware of any significant accounting policies used by the Project in controversial or emerging areas or for which there is a lack of authoritative guidance.

We determined that those charged with governance are informed about management's process for formulating particularly sensitive estimates and about the basis to our conclusions regarding the reasonableness of those estimates.

Management's judgment is called upon in:

- Preparing budgets that are used to administer and monitor the Project's operations. These budgets include determining how existing financial resources will be used in the Project's operations.

Related party relationships and transactions

We noted no significant matters regarding the Project's relationships and transactions with related parties.

Changes to the terms of the audit with no reasonable justification for the change

None.

Significant unusual transactions

We are not aware of any significant unusual transactions executed by the Project.

Difficult or contentious matters subject to consultation outside of the audit team

There were no difficult or contentious matters that required consultation outside of the audit team.

Material corrected misstatements related to accounts and disclosures

Refer to “Management Representations Letter” in Appendix A.

Significant deficiencies and material weaknesses in internal control over financial reporting

No control deficiencies and material weaknesses have been identified.

Fraud and noncompliance with laws and regulations (illegal acts)

We are not aware of any matters that require communication.

Obtain information relevant to the audit

Inquiries regarding matters relevant to the audit were performed during the June 2025 meeting during the audit.

Independence matters

We are not aware of any matters that in our professional judgment would impair our independence.

New accounting pronouncements

Management is still assessing the impact of adopting the following GASB Statements:

- GASB Statement No. 101
- GASB Statement No. 102
- GASB Statement No. 103
- GASB Statement No. 104

Significant issues discussed with management in connection with the auditor's initial appointment or recurring retention

None.

Disagreements with management and significant difficulties encountered in dealing with management when performing the audit

None.

Management's consultations with other accountants

None.

Other material written communications with management

None.

Other matters

There are no other matters arising from the audit that are, in our judgment, significant and relevant to those charged with governance regarding the oversight of the financial reporting process.

Representations from management

We have obtained from management a representations letter related to the audit and a copy of the management representations letter is included in Appendix A.

AICPA ethics ruling regarding third-party service providers

From time to time, and depending on the circumstances, (1) we may subcontract portions of the Audit Services to other EY firms, who may deal with the Project or its affiliates directly, although EY alone will remain responsible to you for the Audit Services and (2) personnel (including non-certified public accountants) from an affiliate of EY or another EY firm or any of their respective affiliates, or from independent third-party service providers (including independent contractors), may participate in providing the Audit Services. In addition, third-party service providers may perform services for EY in connection with the Audit Services.

Engagement team's involvement with preparation of the financial statements

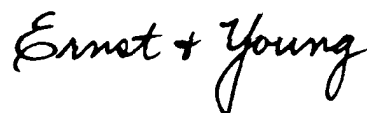
Under *Government Auditing Standards* 2018 Revisions, Chapter 3 General Standards, Paragraph 3.73 Requirements for Performing Non-audit Services explains that the audit team should make consideration of management's ability to effectively oversee the non-audit (or non-attest) services to be performed. The engagement team should determine that the audited entity has designated an individual(s) who possesses suitable skill, knowledge or experience and that the individuals understand the services to be performed sufficiently to oversee them. The engagement team should document consideration of management's ability to oversee non-audit services to be performed.

The engagement team believes that this significant threat is reduced to an acceptable level upon application of the following safeguards:

- An engagement quality control review was performed by a qualified Ernst & Young Partner who was not otherwise involved in the audit.
- All adjusting journal entries that Ernst & Young posted to the trial balance have been approved by management of the Project.
- The preparation of the financial statements is based on the Project's trial balance with our understanding that the Project's underlying books and records are maintained by the Project's accounting department and that the final trial balance prepared by the Project is complete.
- The Project's Financial Management Specialists has the skill sets to oversee and review the completeness and accuracy of the financial statements and footnote disclosures.

This communication is intended solely for the information and use of the Asian Development Bank, the Ministry of Finance, Banking and Postal Services, management of the Project and the Office of the Auditor-General and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,



Honorable Minister David Paul
Ministry of Finance, Banking and Postal Services
RMI Public Financial Management Project

June 16, 2025

Appendix

A - Management Representations Letter

June 16, 2025

A - Management Representations Letter



Ministry of Finance Banking & Postal Services
Government of the Republic of the Marshall Islands

June 16, 2025

Ernst & Young (RMI), Inc.
PO Box 1288
Majuro, Marshall Islands 96960

In connection with your audits of the basic financial statements of the Republic of the Marshall Islands (RMI) Public Financial Management Project (the "Project"), a governmental fund of the Republic of the Marshall Islands financed by the Asian Development Bank's Special Fund, as of September 30, 2024 and 2023, and for the years then ended, and the related notes to the financial statements, we recognize that obtaining representations from us concerning the information contained in this letter is a significant procedure in enabling you to form an opinion whether the basic financial statements present fairly, in all material respects, the financial position of the Project and the changes in financial position in conformity with accounting principles generally accepted in the United States of America (US GAAP).

Certain representations in this letter are described as being limited to matters that are material. Items are considered material, regardless of size, if they involve an omission or misstatement of accounting information that, in light of surrounding circumstances, makes it probable that the judgment of a reasonable person relying on the information would be changed or influenced by the omission or misstatement.

Accordingly, we make the following representations, which are true to the best of our knowledge and belief:

Management's responsibilities

We have fulfilled our responsibilities, as set forth in the terms of the audit engagement agreement dated March 7, 2025, for the preparation and fair presentation of the basic financial statements (including disclosures) in accordance with US GAAP applied on a basis consistent with that of the preceding years.

In preparing the basic financial statements, we evaluated whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Project's ability to continue as a going concern for one year after the basic financial statement date.



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A - Management Representations Letter, continued

We acknowledge our responsibility for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the basic financial statements that are free from material misstatement, whether due to fraud or error. We have provided you with:

- Access to all information, of which we are aware, that is relevant to the preparation and fair presentation of the basic financial statements such as records, documentation and other matters. This responsibility includes identifying the use of new technologies or techniques in preparing such information (e.g., the use of generative artificial intelligence), and additional details you may require regarding the use of any such technologies and techniques in order to perform your audit procedures.
- Additional information that you have requested from us for the purpose of the audit
- Unrestricted access to persons within the Project from whom you determined it necessary to obtain evidence

We have no plans or intentions that may materially affect the carrying value or classification of assets and liabilities.

There are no material transactions that have not been properly recorded in the accounting records underlying the basic financial statements.

From October 1, 2022 through the date of this letter we have disclosed to you, to the extent that we are aware, any (1) unauthorized access to our information technology systems that either occurred or is reasonably likely to have occurred, including of reports submitted to us by third parties (including regulatory agencies, law enforcement agencies and security consultants), to the extent that such unauthorized access to our information technology systems is reasonably likely to have a material effect on the basic financial statements, and (2) ransomware attacks when we paid or are contemplating paying a ransom, regardless of the amount.

Uncorrected misstatements

There are no uncorrected misstatements (including the effects of correcting or reversing prior period uncorrected misstatements and misstatements related to supplementary information), or uncorrected misstatements in disclosures relating to the current period basic financial statements.

Internal control

We are not aware of any significant deficiencies or material weaknesses in the design or operation of internal control over financial reporting.

There have been no significant changes in internal control since September 30, 2024.

A - Management Representations Letter, continued

Minutes and contracts

No meetings of members, officers or management relative to the Project have been held from October 1, 2022 to the date of this letter.

We have made available to you all significant agreements and contracts, including amendments, and have communicated to you all significant oral agreements. We have complied with all aspects of contractual agreements that have a material effect on the basic financial statements.

Methods, significant assumptions, and data used in making accounting estimates

The appropriateness of the methods, the consistency in application, the accuracy and completeness of data, and the reasonableness of significant assumptions used by us in developing accounting estimates and related disclosures, including those measured at fair value, are reasonable and supportable.

Ownership and pledging of assets

The Project has satisfactory title to all assets appearing in the balance sheets. No security agreements have been executed under the provisions of the Uniform Commercial Code, and there are no liens or encumbrances on assets, nor has any asset been pledged. All assets to which the Project has satisfactory title appear in the balance sheet.

Receivables and revenues

Adequate provision has been made for any receivable as of the balance sheet date that may not be collectible, including any losses, costs and expenses that may be incurred related to the collection of receivables at that date.

Revenues and other governmental fund financial resources are recognized in the period in which they became both measurable and available to finance expenditures of the fiscal period.

Related party relationships and transactions

We have made available to you the names of all related parties and all relationships and transactions with related parties.

The substance of transactions with related parties as defined in GASB Statement No. 56 - as amended, has been considered and appropriate adjustments or disclosures are made in the basic financial statements, and information concerning these transactions and amounts have been made available to you.

A - Management Representations Letter, continued

Side agreements and other arrangements

There have been no side agreements or other arrangements (either written or oral) that have not been disclosed to you.

Arrangements with financial institutions

Arrangements with financial institutions involving compensating balances or other arrangements involving restrictions on cash balances and line-of-credit or similar arrangements have been properly recorded or disclosed in the basic financial statements.

Contingent liabilities

There are no unasserted claims or assessments, including those our lawyers have advised us of that are probable of assertion and must be disclosed in the basic financial statements. For the years ended September 30, 2024 and 2023, the Project did not consult with legal counsel concerning any matters relative to litigation, claims or assessments made against the Project.

There have been no violations or possible violations of laws or regulations in any jurisdiction whose effects should be considered for disclosure in the basic financial statements or as a basis for recording a loss contingency other than those disclosed or accrued in the basic financial statements.

There have been no internal investigations or communications from regulatory agencies or government representatives in any jurisdiction concerning investigations or allegations of noncompliance with laws or regulations, noncompliance with or deficiencies in financial reporting practices, or other matters that could affect the basic financial statements other than those disclosed or accrued in the basic financial statements.

There are no other liabilities or gain or loss contingencies considered material, individually or in the aggregate, that are required to be accrued or disclosed by GASB Statement No. 62 - as amended other than those accrued or disclosed in the basic financial statements, nor are there any accruals for loss contingencies included in the balance sheet or gain contingencies reflected in earnings that are not in conformity with the provisions of GASB Statement No. 62 - as amended.

Oral or written guarantees

There are no oral or written guarantees, including guarantees of the debt of others.

Purchase commitments

At September 30, 2024 and 2023, the Project had no purchase commitments for inventories in excess of normal requirements or at prices that were in excess of market at those dates.

A - Management Representations Letter, continued

There were no agreements or commitments to repurchase assets previously sold. There were no material commitments outstanding at September 30, 2024 and 2023 as a result of being a party to futures or forwards contracts, short sales or hedge transactions.

Non-compliance with laws and regulations, including fraud

We acknowledge that we are responsible to determine that the Project's business activities are conducted in accordance with laws and regulations and that we are responsible for identifying and addressing any non-compliance with applicable laws or regulations, including fraud.

We acknowledge our responsibility for the design, implementation and maintenance of internal controls to prevent and detect fraud.

We have disclosed to you the results of our assessment of the risk that the basic financial statements may be materially misstated as a result of fraud.

We have disclosed to you all significant facts relating to any frauds or suspected frauds, or allegations of fraud known to us that may have affected the Project (regardless of the source or form and including, without limitation, allegations by "whistle-blowers"), whether involving management or employees who have significant roles in internal control. Similarly, we have disclosed to you our knowledge of frauds or suspected frauds affecting the entity involving others where the fraud could have a material effect on the basic financial statements. We have also disclosed to you all information in relation to any allegations of fraud or suspected fraud communicated by employees, former employees, analysts, regulators or others, that could affect the basic financial statements.

We have disclosed to you all known actual or suspected noncompliance with laws and regulations whose effects should be considered when preparing the basic financial statements.

Independence

We have communicated to you the names of the Project's affiliates, as described in the AICPA Code of Professional Conduct ET section 1.224.020 *State and Local Government Client Affiliates*, officers and directors, or individuals who serve in such capacity for the Project.

We are not aware of any business relationship between the Project and Ernst & Young LLP or any other member firm of the global Ernst & Young organization (any of which, an "EY Firm"), other than one pursuant to which an EY Firm performs professional services.

We are not aware of any reason that Ernst & Young LLP would not be independent for purposes of the Project's audit.

A - Management Representations Letter, continued

Conflicts of interest

There are no instances where any officer or employee of the Project has an interest in a company with which the Project does business that would be considered a "conflict of interest." Such an interest would be contrary to the Project policy.

Effects of adopting new accounting standards

As discussed in Note 2 to the basic financial statements, we have not completed the process of evaluating the effects that will result from adopting the amendments to the following codification provided in Governmental Accounting Standards Board (GASB):

- GASB Statement No. 101
- GASB Statement No. 102
- GASB Statement No. 103
- GASB Statement No. 104

The Project is therefore unable to disclose the effects that adopting the amendments in the aforementioned GASB Statements will have on its financial position and the changes in its financial position when such statements are adopted.

Going concern

In preparing the basic financial statements, we evaluated the Project's ability to continue as a going concern for twelve months after the date that the financial statements are issued, and provide appropriate financial statement disclosure, as necessary under GASB requirements.

Required supplementary information

Management has omitted the Management's Discussion and Analysis that US GAAP requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by GASB who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

Supplementary information

We are responsible for the preparation and fair presentation of the following schedules (the "Supplementary Information"):

- Combining Balance Sheet
- Combining Statement of Revenues, Expenditures and Changes in Fund Balance
- Schedule of Budgeted vs. Actual Expenditures
- Schedule of Project Expenditures Not Reimbursed
- Detailed Reconciliation of ADB Grant Funds Received By Grant

A - Management Representations Letter, continued

- The Project has obligated, expended, received and used public funds in accordance with the purpose for which such funds have been appropriated or otherwise authorized by Marshall Islands or federal law. Such obligation, expenditure, receipt or use of public funds was in accordance with any limitations, conditions or mandatory directions imposed by Marshall Islands or federal law.
- Money or similar assets handled by the Project have been properly and legally administered and the accounting and recordkeeping related thereto is proper, accurate and in accordance with law.
- Subsequent events have been evaluated and classified as recognized or nonrecognized through the date of this letter.

Other matters

We have received a draft copy of our basic financial statements as of and for the years ended September 30, 2024 and 2023. The accuracy and completeness of the basic financial statements, including footnote disclosures, are our responsibility.

You have assisted in the preparation of our basic financial statements based on information in our trial balance and accounting records. It is our understanding that:

- Our underlying books and records are maintained by our accounting department and that the final trial balance prepared by us is complete and,
- All adjusting journal entries posted to the trial balance have been approved by us, and
- We have designated a competent representative to oversee your services and that our personnel have sufficient financial competence who are able to challenge and review the completeness and accuracy of the basic financial statements, including footnote disclosures.

We have reviewed the draft basic financial statements for accuracy and completeness.

We acknowledge that we have reviewed them and taken responsibility for them.

A - Management Representations Letter, continued

We believe the supplementary information, including its form and content, is fairly stated in all material respects.

There have been no changes in the methods of measurement or presentation of the supplementary information from those used in the prior period.

There are no significant assumptions or interpretations underlying the measurement or presentation of the information.

Additional representations

- We recognize that we are responsible for the Project's compliance with the laws, regulations, provisions of contracts and grant agreements that are applicable to it. We have identified and disclosed to your representatives all laws, regulations, provisions of contracts and grant agreements that have a direct and material effect on the determination of financial statement amounts or other financial data significant to the audit objectives.
- We have identified to your representatives all previous audits, attestation engagements, and other studies related to the audit objectives and whether the related recommendations have been implemented.
- We have informed you of any investigations or legal proceedings that have been initiated or are in process with respect to the period under audit.
- We have identified and disclosed to you, all provisions of laws and regulations that could have a direct and material effect on financial statement amounts, including legal and contractual provisions for reporting specific activities in separate funds. We have identified and disclosed to you, all instances of identified or suspected noncompliance with laws, regulations, and provisions of contracts and grant agreements where the noncompliance could have a direct and material effect on the basic financial statements.
- We have followed all applicable laws and regulations in adopting, approving and amending budgets.
- There have been no instances of abuse that have occurred or are likely to have occurred that could be quantitatively or qualitatively material to the basic financial statements.
- Our policy regarding whether to first apply restricted or unrestricted resources when an expenditure is incurred for which both restricted and unrestricted (committed and unassigned) resources are available. When expenditures are incurred for which only unrestricted resources are available, the general policy of the Project is to use committed resources first followed by unassigned. The use of restricted/committed resources may be deferred based on a review of the specific transaction.

June 16, 2025

A - Management Representations Letter, continued

Subsequent events

Subsequent to September 30, 2024, no events or transactions have occurred or are pending that would have a material effect on the basic financial statements at that date or for the year then ended, or that are of such significance in relation to the Project's affairs to require mention in a note to the financial statements in order to make them not misleading regarding the financial position and changes in financial position of the Project.

We understand that your audit was conducted in accordance with auditing standards generally accepted in the United States of America as established by the American Institute of Certified Public Accountants and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America and was, therefore, designed primarily for the purpose of expressing an opinion on the basic financial statements of the Project and that your tests of the accounting records and other auditing procedures were limited to those that you considered necessary for that purpose.

Very truly yours,



Ayako Yamaguchi-Eliou
Secretary
Ministry of Finance, Banking, and Postal Services
Republic of the Marshall Islands



Chris Yapekello
Project Consultant and Team Leader
RMI Public Financial Management Project

A - Management Representations Letter, continued

Communication schedule for corrected misstatements

Entity: RMI Public Financial Management (PFM) Project Period ended: 30-Sep-2024 Currency: USD

Corrected misstatements			Analysis of misstatements Debit/(Credit)							
No.	W/P ref.	Account	Assets Current	Assets Non-current	Liabilities Current	Liabilities Non-current	Equity components	Effect on the current period OCI	Income statement effect of the current period	
		(misstatements are recorded as journal entries with a description)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Non taxable
PY-RJE-01	PY	To correct and reclass to due to RMI account								
		Social Security Tax Payable			11,097					
		Health Fund Tax Payable			2,837					
		A/lt - Bank of Marshall Islands			4,770					
		A/lt - Bank of Guam - Majuro			5,073					
		A/lt - JAJ Corp			1,900					
		Surplus / Deficit - Internal Use			31,484					
		Accrued Wages Payable			6,273					
		Due to/from Other Funds			(63,433)					
PY-RJE-02	PY	To correct and reclass to A/P-others								
		A/P - Suppliers			63,182					
		A/P - Others			(63,182)					
N-RJE-01	N.01.2.1, N.01.2.2	To correct and reclass to due to RMI account								
		Social Security Tax Payable			20,543					
		Health Fund Tax Payable			5,627					
		A/lt - Bank of Marshall Islands			8,680					
		A/lt - Bank of Guam - Majuro			9,812					
		A/lt - JAJ Corp			3,600					
		Surplus / Deficit - Internal Use			29,984					
		Accrued Wages Payable			3,694					
		Due to/from Other Funds			(81,940)					
Total of corrected misstatements before income tax			0	0	0	0	0	0	0	
Financial statement amounts			142,619	0	142,619	0	0		0	
Effect of corrected misstatements on F/S amounts			0.0%	0.0%	0.0%	0.0%	0.0%		0.0%	



A - Management Representations Letter, continued

Communication schedule for corrected misstatements

Entity: RMI Public Financial Management (PFM) Project

Period ended: 30-Sep-2024

Currency: USD

Corrected misstatements			Analysis of misstatements Debit/(Credit)							
No.	W/P ref.	Account	Assets Current	Assets Non-current	Liabilities Current	Liabilities Non-current	Equity components	Effect on the current period OCI	Income statement effect of the current period	
		(misstatements are recorded as journal entries with a description)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Debit/(Credit)	Non taxable
<p>Concurrence:</p> <p>The above adjustments have been discussed with us and we agree to record them.</p> <p></p> <p>Ayako Yamaguchi-Eliou Secretary Ministry of Finance, Banking, and Postal Services Republic of the Marshall Islands</p> <p></p> <p>Chris Yankie Project Consultant and Team Leader RMI Public Financial Management Project</p>										

*Report of Independent Accountants on the Schedule of
Project Expenditures*

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)

Year ended September 30, 2024



Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank’s Special Fund)

Schedule of Project Expenditures

Year ended September 30, 2024

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Report of Independent Accountants

Honorable Minister David Paul
Ministry of Finance, Banking, and Postal Services
Republic of the Marshall Islands

We have examined the Republic of the Marshall Islands (the RMI) Ministry of Finance, Banking, and Postal Services' compliance with appropriate use of grant proceeds as set forth in the terms, covenants, provisions and conditions of Articles III and IV of the respective grant agreements dated August 6, 2021 and December 5, 2024 for the Public Financial Management Project, as presented in the accompanying schedule (Schedule of Project Expenditures), for the year ended September 30 2024. The RMI Ministry of Finance, Banking, and Postal Services' management is responsible for compliance with the specified requirements. Our responsibility is to express an opinion on the RMI Ministry of Finance, Banking, and Postal Services' compliance with the specified requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants ("AICPA"). Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the RMI Ministry of Finance, Banking, and Postal Services complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the RMI Ministry of Finance, Banking, and Postal Services complied with the specified requirements. The nature, timing, and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

We are required to be independent of the RMI Ministry of Finance, Banking, and Postal Services and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our examination engagement.

Our examination does not provide a legal determination on the RMI Ministry of Finance, Banking, and Postal Services' compliance with specified requirements.

Our examination was limited to compliance with the specified sections of the grant agreement. Because of the nature and inherent limitations, controls may not prevent, or detect and correct, all errors or fraud that may be considered relevant.

In our opinion, the RMI Ministry of Finance, Banking, and Postal Services complied, in all material respects, with appropriate use of Public Financial Management Project grant proceeds as set forth in the terms, covenants, provisions and conditions of Articles III and IV of the respective grant agreement requirements during year ended September 30, 2024.

This report is intended solely for the information and use of the RMI Ministry of Finance, Banking, and Postal Services and the Asian Development Bank for assessing the RMI Ministry of Finance, Banking, and Postal Services' compliance with appropriate use of Public Financial Management Project grant proceeds as set forth in the terms, covenants, provisions and conditions of Articles III and IV of the respective grant agreements and is not intended to be and should not be used by anyone other than the specified parties.

Ernst + Young

June 16, 2025

Republic of the Marshall Islands
Public Financial Management Project
(Financed by the Asian Development Bank's Special Fund)

Schedule of Project Expenditures

Year ended September 30, 2024

(See accompanying Report of Independent Accountants)

Project expenditures:

Investment costs:

Consulting services	\$480,872
Training and capacity building	<u>2,009</u>
	<u>482,881</u>

Recurrent costs:

Project management costs	<u>26,702</u>
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Total project expenditures	<u><u>\$509,583</u></u>
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