



DICO and IAs Meeting

MoC, 30 Jun 2014



TDSP Extension & Fund Allocation

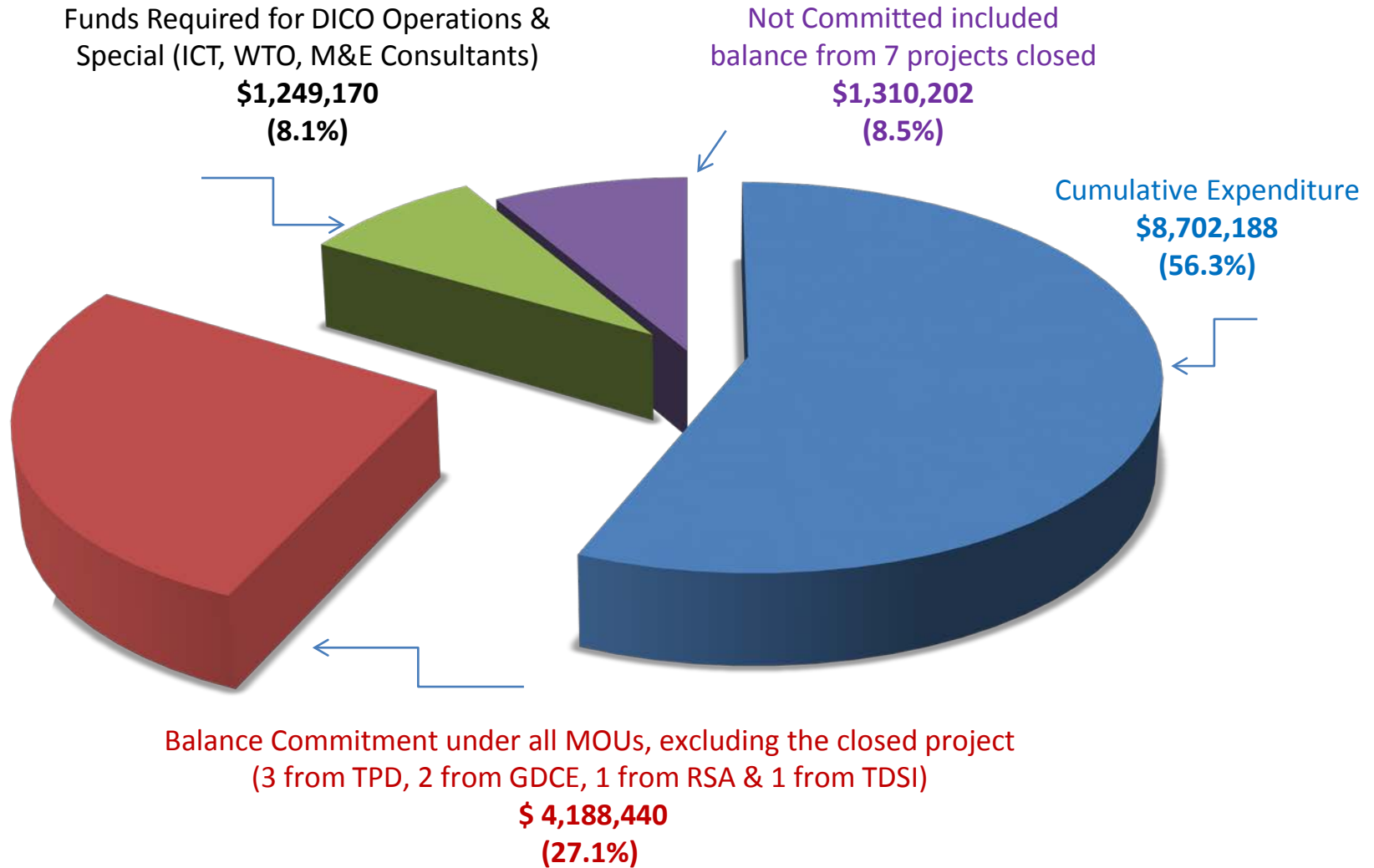
1. Approval and Signing : 14 Jan 2009
2. Effective : 09 Mar 2009
3. First Extension: 22 months (Until 31 Jan 2014)
4. Second Extension: 14 months (Until 31 Mar 2015)
5. Additional total fund of \$5,800,000
 - BETF: \$2,700,000
 - RETF: \$3,100,000
6. \$3.1m to be spent in the next 14 months and earmarked for:
 - Trade Training and Research Institute (TTRI): \$500,000
 - CO automation & Service Portal: \$550,000
 - Business Registration: \$350,000
 - SPS (Sanitary and Phyto-Sanitary): \$200,000
 - Implementation support and M&E: \$1,500,000

 - Grand Total: \$3,100,000

TDSP Funds

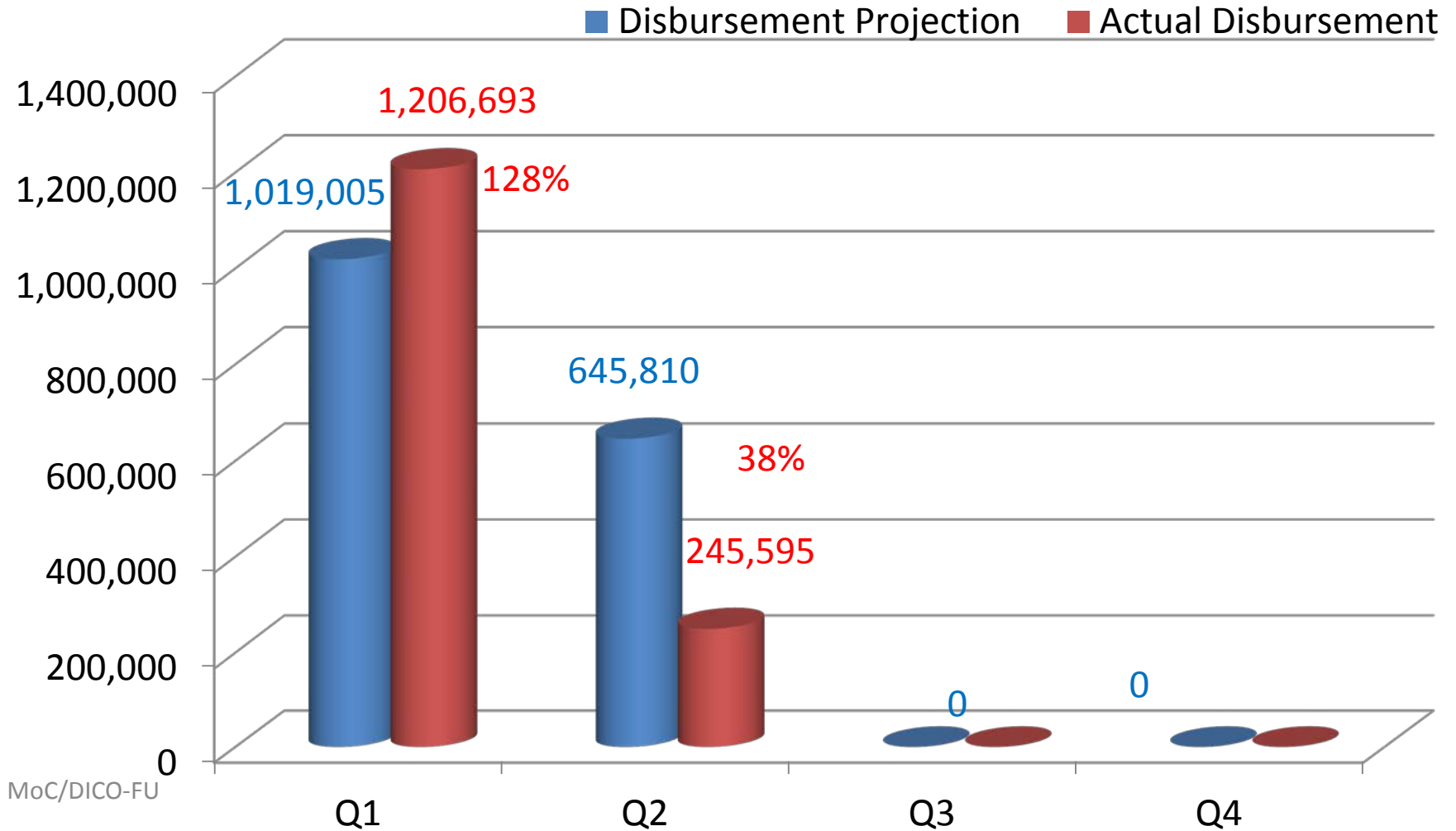
As of 31st May 2014

(Unaudited - Expressed in Percentage of the Total Grant Amount of US\$ 15.450 million)



TDSP Fund

Actual Disbursement against Projected Disbursement by Quarter, Year 2014
As of 31st May 2014

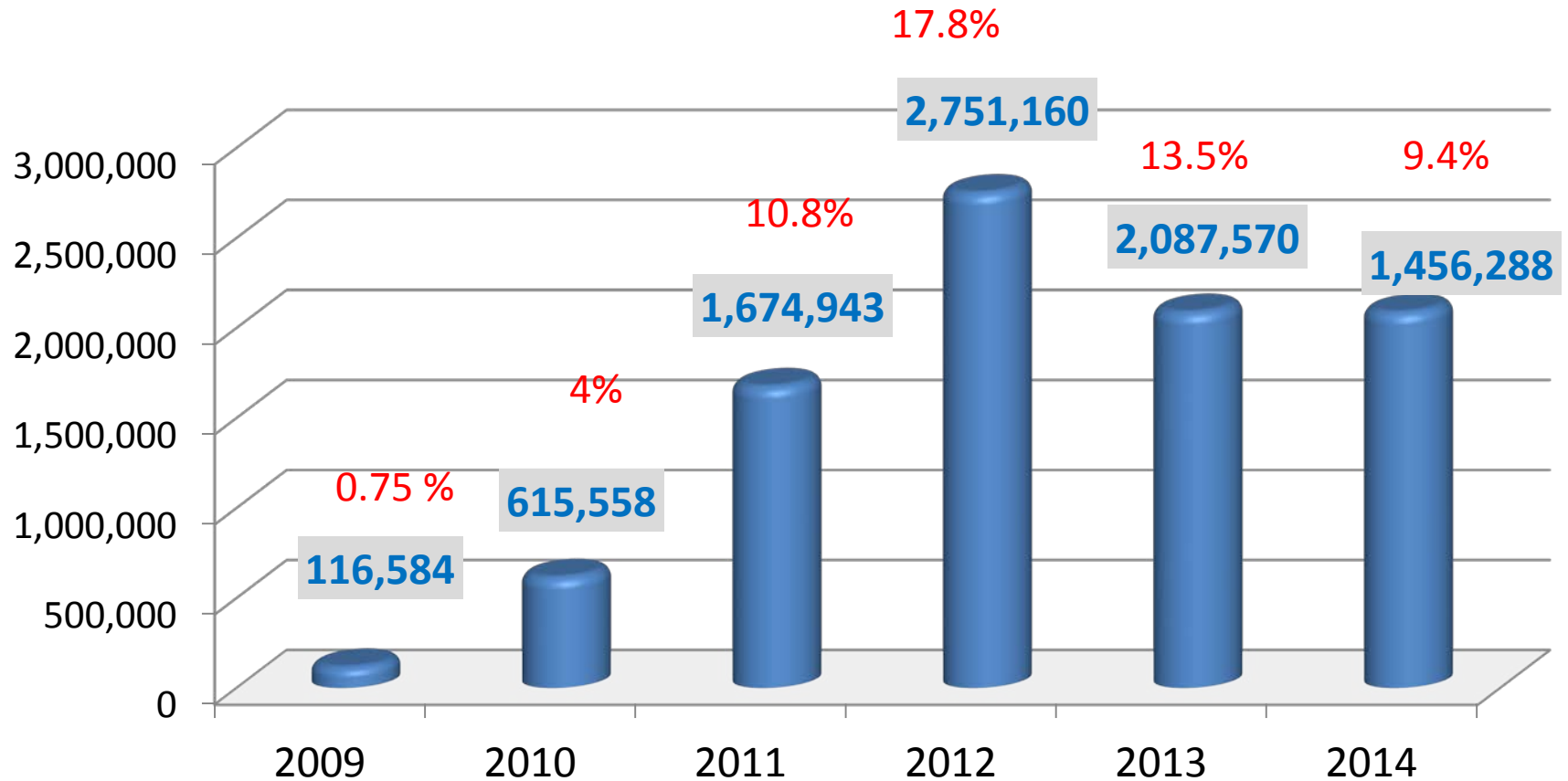


MoC/DICO-FU

TDSP Fund

Disbursement by Year, As of 31st May 2014

(Expressed in Percentage of the Total Grant Amount of US\$ 15.450 million)



NOTE: *. Cumulative Disbursement = USD 8,702,188

**** Cumulative Disbursement as a Percentage of Total Grant = 56.3%**

Project Operational Closing

Project	Agency	Approved Budget	Actual Expense	Balance	% Expense
Customs Valuation	GDCE	50,000	44,232	5,768	88%
Awareness Program on Customs in Cambodia	GDCE	95,000	21,001	73,998	22%
GDCE Capacity Enhancement Programme	GDCE	613,105	195,482	409,642	32%
Raising awareness on the Investment law	CDC	195,860	93,740	102,119	48%
Enhancing IP Teaching and Training	NCIPR	110,000	110,539	(539)	100.49%
TOTAL:				591,527	-

Saved from the closing projects

Two New Projects

1. Streamlining and Automation of Business Registration

Proposal Title	Streamlining and Automation of Business Registration
Submitting Ministry/Agency	Department of Business Registration
Main beneficiaries	The Ministry of Commerce, the Department of Business Registration and Cambodian companies.
Expected Starting Date	June 2014
Expected Completion Date	March 2015
Proposed Budget (from RETF)	<u>USD 399,398</u>
Resources from BETF	Consultants services for various components.

2. Automation of Phyto-Sanitary Certificates

Project Title	Automation of Phyto-Sanitary Certificates
Submitting Ministry/Agency	General Directorate of Agriculture (GDA)
Main beneficiaries	Ministry of Agriculture, Forestry and Fisheries, General Directorate of Agriculture and food exporters.
Expected Starting Date	June 2014
Expected Completion Date	March 2015
Proposed Budget (from RETF)	<u>USD 392,800</u>
Resources from BETF	Consultants services for various components.

Summary of MoU

No	Date	Proposal	IA	Pillar Focus (P)	Component focus (C)	Budget
1	01 Jul 2010 (18 months)	Rule of Origin: Operational Procedures & Training	D/MUL MoC	P1: Legal Reform	C1-C: Other legal reforms & RGC WTO obligations	\$124,690
2	14 Jul 2010 (4 months)	Information dissemination on Top Ten products from Cambodia 24 provinces	TPD MoC	P2: Various	C1-A: Technical Barrier to Trade, Sanitary & Phyto-Sanitary	\$48,211
3	14 Jul 2010 (9 months)	Export training & SME training: Export training & coaching services	TPD MoC	P1: Trade Facilitation	C1-B: Trade Facilitation	\$47,905
4	14 Jul 2010 (18 months)	Strengthening the capacity of Institute of Standard of Cambodia (ISC)	ISC MIME	P1: TBT, SPS, & Trade Facilitation	C1-A: TBT & SPS	\$384,264
5	26 Jul 2010 (3 months)	Study on minimum wages & minimum wages negotiation in garment sector	CANFEBA	P1: Legal Reform	C1-C: Other legal reforms & RGC WTO obligations	\$46,000
6	06 Aug 2010 (18 months)	Capacity Building for the Dept of Trade & Statistics	DTSI MoC	P3: Strengthening key MoC Depts & key Moc functions	C3: Human & Institutional Capacity Building	\$137,540
7	17 Sep 2010 (12 months)	Customs Valuation	GDCE MEF	P1: Trade Facilitation	C1-B: Trade Facilitation	\$50,000
8	17 Sep 2010 (12 months)	Awareness program on Customs in Cambodia	GDCE MEF	P1: Trade Facilitation	C1-B: Trade Facilitation	\$95,000
9	23 Sep 2010 (14 months)	Development of a trade curriculum at the Royal School of Administration	RSA OCM	P3: Strengthening trade-related capacities of RSA	C3: Human & Institutional Capacity Building	\$124,375
10	28 Sep 2010 (20 months)	Enhancing IP Teaching and Training	DIPR MoC	P1: Legal Reform	C1-C: Other legal reforms & RGC WTO obligations	\$110,000

CAMFEBA has notified us to withdraw their project proposal, but has not sent us official letter yet. We will terminate CAMFEBA MoU upon receiving official letter.

Summary of MoU – (cont.)

No	Date	Proposal	IA	Pillar Focus (P)	Component focus (C)	Budget
11	15 Oct 2010 (24 months)	Support drafting E-Commerce Law	LAD MoC	P1: Legal Reforms and Cross-cutting Issues & P3 : Strengthening Key MOC Depts & Key MOC Functions	C3: Human & Institutional Capacity Building	\$124,900
12	29 Dec 2010 (15 months)	Reviewing of Commercial Laws	D/N&C MoC	P1: Legal Reforms and Cross Cutting Issues	C1 : Trade Policy Formulation and Implementation	\$183,420
13	29 Dec 2010 (18 months)	Strengthening MoC core DR functions through the DoP Institutional and Individual Capacity	DoP MoC	P3: Capacity Development for Trade	C3: Strengthening institutional and human capacity	\$234,540
14	30 Dec 2010 (12 months)	Strengthening Institutional Risk Management Capacities in CAMCONTROL General Directorate	CAMCONTROL MoC	P3: Capacity Development for Trade	C3: Strengthening institutional and human capacity	\$105,550
15	30 Dec 2010 (12 months)	Value Chain Information Unit	TPD MoC	P3: Capacity Development for Trade	C3: Human and Institutional Capacity Building	\$263,208
16	31 Dec 2010 (12 months)	Phase 1: Raising awareness on the law on investment and its regulation and investment promotion to the sub-committee on Provincial/Municipal investment and private	CIB CDC	P3: Capacity Development for Trade	C3: Strengthening institutional and human capacity	\$195,860
17	30 May 2011 (14 Months)	Capacity Enhancement Program	GDCE MEF	P1 & P3	C1-B: Trade Facilitation	\$613,105
18	09 Jun 2011 (9 months)	ICT Master Plan Implementation	GDIT MoC	P1 & P3	C1-B: Trade Facilitation	\$2,608,876

Summary of MoU – (cont.)

No	Date	Proposal	IA	Pillar Focus (P)	Component focus (C)	Budget
19	11 Jul 2011 (10 months)	Implementing Agency Capacity Enhancement Program	RSA OCM	P1 & P3	C1-B: Trade Facilitation	\$605,125
20	11 Jul 2011 (8 months)	The development of completed drafts of national standards for rice and strengthening the capacity of conformity assessment body-Phase I	ISC MIME	P1	C1-C: Policy Formulation and Implementation in the area of SPS and TBT	\$360,216
21	30 Sep 2011 (6 months)	Better Quality and Safety of Fish and Fishery Products for Improving Fish Trade Development in Cambodia	FiA MAFF	P2	C1-C: Policy Formulation and Implementation in the area of SPS and TBT	\$965,309
22	16 Aug 2012 (15months)	Development of a stronger National system for IP generation, protection, administration and enforcement.	DIPR/MoC	P1	C1-C: Trade Policy Formulation	\$216,190
23	28 Sep 2012 (15 months)	Support to G-PSF	CCC	P2 B. Trade Support Institution	C2. Increase transparency & user feedback mechanism on trade-related processes.	\$260,338
24	12 Jul 2012 (18 months)	GDCE ASYCUDA World System Project	GDCE	P1	C1-B: Trade Facilitation	\$1,398,753
25	NA (11 months)	Streamlining and Automation of Business Registration	DBR	P1	C1-B: Trade Facilitation	\$399,398
26	NA (11 months)	Automation of Phyto-Sanitary Certificates	GDA/MAFF	P1	C1-B: Trade Facilitation	\$392,800
TOTAL						\$9,995,974

Audit Findings

No	Audit Findings	Recommendation
1	<p><u>Advances</u> were not cleared within the time frame as stated in the Supplementary Financial Management Manual (“SFMM”) where clause 4.4 states that <i>“An advance from Program Bank Accounts must be liquidated within ten working days from the completion date of the stated purpose,”</i>.</p>	<p>We recommend that liquidation of advances should be made within the time frame set out in the SFMM. Long outstanding advances should be promptly followed up.</p>
2	<p><u>Fixed Assets:</u> During physical sighting of fixed assets, noted that certain fixed assets were not coded and some assets were recorded under different IA names.</p>	<p>The Program Management should establish mechanisms for tracking and safeguarding of assets purchased with funds granted and to ensure that they are being used for the Program’s intended purposes.</p>
3	<p><u>Accounting System:</u> Noted that there was no prevention function of unauthorised access in the current accounting system, Conical Hat. All the accounting staffs have the access right to system for posting and amendments.</p>	<p>We recommend that pass-code should be used to prevent unauthorised access to its current accounting system and accounting record.</p>

Audit Findings

No	Audit Findings	Recommendation
4	<u>Payment Vouchers:</u> Some PVs and supporting documents were not stamped “PAID” after the payment made to prevent their subsequent re-use.	The Program should cancel the supporting documents once payment was made by stamping “PAID” on such supporting documents and indicate the date of payment accordingly.
5	<u>With Holding Tax on Consultants:</u> Noted that the Program management did not withhold and declare the tax on consultant services to the tax authority.	The Program should withhold and declare tax on consultant services to the tax department in accordance with the applicable rate as defined in the Tax Law.
6	<u>Advantage of Early Payment:</u> Program paid to supplier, Asian Institute of management, in full amount without considering the early payment discount offered by the supplier.	We recommend that Program Management should consider all the payment condition carefully before making any payments.
7	<u>Cash Management:</u> There was no surprise cash count carried out during the year and the petty cash was not reconciled with the general ledger (“GL”).	We recommend that surprise cash counts be conducted at least once every quarter by a responsible officer who has no cash custodianship or recording function.

Few Important Notes for Implementing Agencies (IAs)

- IAs must follow the rules, procedures and regulations
- DICO will strictly monitor your spending in accordance with those rules procedures and regulations, and the approved work and training plan
- Good governance should be followed and for each transaction there must be value for money spent – this means that transaction must be real not inflated and the expenditure must be comparable to the market prices
- Keep in mind that there are five layers of monitoring: (i) DICO, (ii) Auditor, (iii) WB, (iv) MEF, (v) Anti-Corruption Unit
- What happen when cheating is found; (i) special audit will be conducted to verify every transaction of your project (ii) mis-procurement is declared (iii) the project is suspended (iv) IA and/or officials will be asked to pay back the money (v) IA and officials will be in the blacklist

Findings of irregularity expenses

NO.	Nature of Expenditure	Reason of Eligibility	Observe
1	Snack for meeting	No genuine invoices printed from the shop's Point of sales system	
2	Delivery of invitation letter	An informal invoice (invoice book purchased from the market) was used to claim carrier expenses.	
3	Sound system in the hotel	Illegitimate expenses	
4	Facilitator fee	Government officials are eligible under TDSP, that is the project design.	
5	Lunch for participants	No genuine invoices	
6	Taxi invoices	Appear to be false invoices	

Trade SWAp Annual Meeting Schedule for 2014

Timetable for SSC-TD-TRI Meeting in 2014

Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
	SSC Tue 25 → SSC Fri 7			SSC Fri 26			SSC Thu 21			SSC Thu 27	

Timetable for IC Meeting in 2014

IC	IC	IC	IC	IC	IC	IC	IC	IC	IC	IC	IC
Wed 22	Tue 11	Wed 12	Tue 8	Tue 8	Tue 10	Tue 15	Mon 11	Thu 11	Mon 13	Mon 17	Thu 18

Timetable for Pillar Working Group Meeting in 2014

Pillar 1 Tue 21			Pillar 1 Mon 21			Pillar 1 Mon 7			Pillar 1 Fri 3		
Pillar 2 Wed 22			Pillar 2 Tue 22			Pillar 2 Tue 08			Pillar 2 Mon 06		
Pillar 3 Thu 23			Pillar 3 Wed 23			Pillar 3 Wed 09			Pillar 3 Tue 07		

Timetable for DICO and IAs Meeting in 2014

	Thu 06 Feb		Tue 01 Apr		Mon 30 Jun		Thu 01 Aug		Wed 01 Oct		Thu 12 Dec
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Timetable for D/ICO and Line Ministries Meeting in 2014 (Under EIF)

		Fri 07 Mar			Fri 06 Jun			Fri 05 Sep			Fri 05 Dec
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Highly Satisfactory



Satisfactory

← 05 Mar 2012



Moderately Satisfactory

← 25 May 2011



Moderately Unsatisfactory

← 17 Dec 2010



Unsatisfactory

Project
being closed

New World Bank Rating System

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THANK YOU !