

Report on the Consolidated Project Financial
Statements of the

**FLOODS EMERGENCY RECOVERY
PROJECT**

of the Ministry of Finance and Treasury of Bosnia and
Herzegovina

Financed by:

- IDA Credit No. 5529-BA

For the year ended 31 December 2018

FLOODS EMERGENCY RECOVERY PROJECT
of the Ministry of Finance and Treasury of Bosnia and Herzegovina

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FLOODS EMERGENCY RECOVERY PROJECT
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1. Introduction

1.1 Objectives of the Project

The objective of the Project is to meet critical needs and restore functionality of infrastructure essential for public services and economic recovery in floods affected areas.

1.2 Components and activities of the Project

The Project is comprised of the following two components:

Component 1: Emergency Disaster Recovery Goods

The recent floods have created significant strains on the supply chains for a variety of goods crucially needed to ensure the continuity of public services and economic opportunities. For example, some coal mines have been flooded, resulting in a restriction of supply to the main thermal power plants. The flooded areas traditionally have been oriented towards agriculture and agribusiness, which were severely affected by the floods, resulting in fodder and forage shortages and an urgent need for seeds and fertilizers for reseeded. The Project will therefore finance, through the use of a positive list, the purchase of goods urgently needed during the recovery phase. The positive list will include logistical goods, reconstruction goods, emergency goods, energy and power sector goods as well as agricultural recovery goods, with an initial priority set of fuel and food, agricultural and emergency goods. The positive list will include:

- (i) Logistical goods: including water, land and air transport equipment, including spare parts; communications equipment.
- (ii) Reconstruction goods: including construction materials; construction equipment and industrial machinery (including trucks, dozers, excavators); prefabricated houses.
- (iii) Emergency goods: including emergency and medical supplies and equipment; food and water containers; chemicals and equipment for water purification and sanitation of land, buildings and other structures; basic food commodities; cleaning and hygienic supplies; mud and water pumping equipment; equipment and furniture for emergency shelters and accommodations; moisture removal equipment; emergency vehicles and supplies; waste management and disposal equipment.
- (iv) Energy and power sector goods: including petroleum and fuel products; power purchases; power transmission and distribution equipment; mining equipment and pumps to remove water from mines, controls, monitoring and measurement equipment; emergency power generators; and other electrical equipment.
- (v) Agricultural recovery goods: including agricultural equipment and immovable productions systems such as greenhouses, milking parlors and auxiliary installations, sorting or packaging equipment; inputs (excluding pesticides); such as seedlings for perennial crops, orchards and wine yards as well as seeds and fertilizer for reseeded of fields; as well concentrated animal forage and fodder stocks that were destroyed by floods; livestock.
- (vi) Other Essential Goods: any other goods or commodities essential to the Recipient's recovery from flooding, as agreed in advance by the Association.

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1. Introduction (continued)

1.2 Components and activities of the Project (continued)

Component 2: Rehabilitation of Key Public Infrastructure

This Component will support the rehabilitation of both local and regional public infrastructure on the basis of the RNA. The impact of the floods was concentrated on around 60 municipalities in the central, northwest and northeast parts of the country; in many of these, public services delivery was severely impacted. This Component will therefore finance the rehabilitation or reconstruction of high priority, public service delivery infrastructure in the worst affected areas.

This component is designed under a framework approach in which activities will be identified in a demand-driven manner, based on the on-going RNA. The project will put particular emphasis on Rural Development, Energy, Transport and Water and Sanitation activities but other public services (education, health) will be considered on a case-by-case basis. The Component will be divided in two Subcomponents that will follow somewhat different project cycles, depending on whether the infrastructure is local or regional.

Sub-component 2A: Regional Infrastructure Rehabilitation

The main activities include rehabilitation of strategic, regional-level public infrastructure such as transport links, electricity distribution and transmission infrastructure, dikes and other strategic public infrastructure.

Subcomponent 2B: Local Infrastructure Rehabilitation.

Subcomponent 2B will be focused on local-level infrastructure, such as water supply schemes, local roads and bridges etc.

Component 3: Project Implementation Support and Capacity Building

This component will finance the management of the Project and any support needed for the identification and implementation of sub-activities. The component will also provide technical assistance and capacity building on ensuring future improved disaster resilience.

This Component includes two main Subcomponents:

Subcomponent 3.A.

The main activities include project implementation support through the provision of incremental operating costs of RS APCU and equipment for Project implementation.

Subcomponent 3.B.

The main activities include strengthening the institutional capacity of the RS and local authorities within the RS to a proactive approach of risk management, through the provision of technical assistance and training.

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1. Introduction (continued)

1.3 Financing of the Project

The State of Bosnia and Herzegovina is borrower of the International Development Association (IDA) Credit No. 5529-BA amounting to the equivalent of XDR 65,000,000. Under the terms of a subsidiary finance agreement between BiH and FBiH, RS and Brčko District funds of the equivalent of XDR 30,875,000 have been lent to FBiH, funds of the equivalent of XDR 30,875,000 have been lent to RS and funds of the equivalent of XDR 3,250,000 have been lent to Brčko District.

Categories of cost items to be financed out of the proceeds of the Credit, the allocation of the amounts of the Credit to each category and the percentage of expenditure for cost items so to be financed in each category, after first amendment to the Financing Agreement, are as follows:

Item	Amount of the Credit allocated (in SDR)	% of expenditure to be financed (inclusive of taxes)
(1) Eligible Essential Goods and Commodities for Part A.1.1 of the Project	12,350,000	100%
(2) Goods, works, non-consulting services, consultant's services, Training and Incremental Operating Costs for Parts A.2 and A.3. of the Project	18,525,000	100%
(3) Eligible Essential Goods and Commodities for Part B.1 of the Project	10,350,000	100%
(4) Goods, works, non-consulting services, consultant's services, Training and Incremental Operating Costs for Parts B.2 and B.3. of the Project	20,525,000	100%
(5) Eligible Essential Goods and Commodities for Part C.1 of the Project	912,500	100%
(6) Goods, works, non-consulting services, consultant's services, Training and Incremental Operating Costs for Parts C.2 and C.3. of the Project	2,337,500	100%
Subtotal	65,000,000	

IDA Credit No. 5529-BA become effective on 15 September 2014. Planned closing date was 31 December 2018. First Amendment to the Financing Agreement Credit 5529-BA was signed in May 2016. Another amendment to the Financing Agreement Credit 5529-BA was signed on 14 December 2018 to extend the closing date until 30 June 2019.

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Independent Auditor's Report

To the State of Bosnia and Herzegovina,

Ministry of Finance and Treasury

Attn. of Minister of Finance and Treasury H.E. Mr. Vjekoslav Bevanda

Report on the Consolidated Project Financial Statements

Opinion

We have audited the accompanying consolidated project financial statements of the Floods Emergency Recovery Project (the "Project"), which comprise of Summary of sources and uses of funds, Balance sheet, Designated account, local bank account, Statements of credit withdrawals as of and for the year ended 31 December 2018, and a summary of significant accounting policies and other explanatory notes for the year then ended, financed under IDA Credit Agreement No. 5529-BA.

In our opinion, the accompanying consolidated project financial statements present fairly, in all material aspects, the financial position of the Project as of 31 December 2018, and of the funds received and disbursed during the year then ended, in accordance with the cash basis of accounting based on International Public Sector Accounting Standard ("IPSAS"), as described in Note 4.1.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and "Guidelines: Annual Financial Reporting and Auditing for World Bank-Financed Activities" issued by FMSB. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Consolidated Financial Statements* section of our report. We are independent of the Ministry of Finance and Treasury in accordance with the International Ethics Standards Board for Accountants Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

The management of programme implementation unit in FBiH, management of project coordination unit in RS and management of project coordination unit in Brcko District are responsible for the preparation of separate project financial statements in accordance with the cash basis of accounting based on IPSAS, as described in Note 4.1., Guidelines: Annual Financial Reporting and Auditing for World Bank-Financed Activities, and for such internal control as management determines is necessary to enable the preparation of separate project financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the separate financial statements, management is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Project or to cease operations or has no realistic alternative but to do so. Those charged with governance are responsible for overseeing the financial reporting process. These consolidated financial statements are sum of separate project financial statements.

Responsibilities for the Audit of Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated project financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

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

- Identify and assess the risks of material misstatement of the consolidated project financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Project to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the consolidated project financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

Report on other requirements

In addition, with respect to the Statement of Expenditure, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditure incurred; and all expenditure included in withdrawal applications and reimbursed against are eligible for financing under the project.

Signed on behalf of Baker Tilly Re Opinion d.o.o. Sarajevo

Nihad Fejzić, Director and Certified Auditor

Sarajevo, 31 May 2019



Emra Sinanović, Certified Auditor

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Consolidated Project financial statements for the year ended 31 December 2018

(all amounts in EUR, unless otherwise stated)

3. Consolidated Project financial statements for the year 2018

3.1 Summary of sources and uses of funds under the IDA Credit No. 5529 - BA and Other income

	Ref.	Actual 2018	Cumulative 2018	Cumulative 2017	Cumulative budget	Cumulative variance
FINANCING						
IDA Credit No. 5529-BA	3.1.1	9,691,140	68,889,572	59,198,432	77,936,056	9,046,484
VAT returns	3.1.2	681,568	1,526,877	845,309	-	(1,526,877)
Other income	3.1.3	2,016	6,273	4,257	-	(6,273)
TOTAL FINANCING	3.2	10,374,724	70,422,722	60,047,998	77,936,056	7,513,334

PROJECT EXPENDITURE

By Category

Eligible Essential Goods and Commodities for Part A.1.1 of the Project		-	10,670,296	10,670,296	15,712,954	5,042,658
Goods, works, non-consulting services, consultants services, Training and Incremental Operating Costs for Parts A.2 and A.3. of the Project		3,126,341	24,555,710	21,429,369	23,569,435	(986,275)
Eligible Essential Goods and Commodities for part B.1 of the Project		-	12,474,231	12,474,231	11,723,528	(750,703)
Goods, works non-consulting services, consultants' services, Training and Incremental Operating Costs for Part B.2. and B.3. of the Project		5,894,107	17,207,237	11,313,130	23,248,837	6,041,600
Eligible Essential Goods and Commodities for part C.1 of the Project		-	1,082,492	1,082,492	1,033,596	(48,896)
Goods, works non-consulting services, consultants' services, Training and Incremental Operating Costs for Part C.2. and C.3. of the Project		1,395,284	2,188,904	793,620	2,647,706	458,802
TOTAL EXPENDITURE	3.2	10,415,732	68,178,870	57,763,138	77,936,056	9,757,186

PROJECT EXPENDITURE

By Component

Emergency Disaster Recovery Goods		-	24,227,021	24,227,021	28,470,078	4,243,057
Rehabilitation of Key Public Infrastructure		9,872,441	42,804,073	32,931,632	46,220,412	3,416,339
Project Implementation Support and Capacity Building		543,291	1,147,776	604,485	3,245,566	2,097,790
TOTAL EXPENDITURE	3.2	10,415,732	68,178,870	57,763,138	77,936,056	9,757,186

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3. Consolidated Project financial statements for the year 2018 (continued)

3.1.1 Summary of sources and uses of funds under the IDA Credit agreement No. 5529-BA

	Ref.	Actual 2018	Cumulative 2018	Cumulative 2017	Cumulative budget	Cumulative variance
FINANCING						
IDA Credit No. 5529-BA					77,936,056	
Initial deposit		-	3,500,000	3,500,000		
Direct payments		436,751	13,928,517	13,491,766		
Reimbursement		-	11,671,722	11,671,722		
SoE replenishments		9,254,389	39,789,333	30,534,944		
TOTAL FINANCING	3.2	9,691,140	68,889,572	59,198,432	77,936,056	9,046,484
PROJECT EXPENDITURE						
By Category						
Eligible Essential Goods and Commodities for Part A.1.1 of the Project		-	10,670,296	10,670,296	15,712,954	5,042,658
Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Parts A.2 and A.3. of the Project		2,927,901	24,212,505	21,284,604	23,569,435	(643,070)
Eligible Essential Goods and Commodities for part B.1 of the Project		-	12,474,231	12,474,231	11,723,528	(750,703)
Goods, works non-consulting services, consultants' services Training and Incremental Operating Costs for Part B.2. and B.3. of the Project		5,894,107	17,207,237	11,313,130	23,248,837	6,041,600
Eligible Essential Goods and Commodities for part C.1 of the Project		-	1,082,492	1,082,492	1,033,596	(48,896)
Goods, works non-consulting services, consultants' services, Training and Incremental Operating Costs for Part C.2. and C.3. of the Project		1,395,284	2,188,904	793,620	2,647,706	458,802
TOTAL EXPENDITURE	3.2	10,217,292	67,835,665	57,618,373	77,936,056	10,100,391

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3. Consolidated Project financial statements for the year 2018 (continued)

3.1.2 Summary of sources and uses of funds under the Government (FBiH)

	Ref.	Actual 2018	Cumulative 2018	Cumulative 2017	Cumulative budget	Cumulative variance
FINANCING						
VAT returns		583,186	1,302,240	719,054	-	(1,302,240)
Co-financing municipalities		93,422	181,057	87,635	-	(181,057)
Co-financing Sava River Watershed Agency		4,960	43,580	38,620	-	(43,580)
TOTAL FINANCING	3.1	681,568	1,526,877	845,309	-	(1,526,877)
PROJECT EXPENDITURE						
By Category						
Goods, works, non- consulting services, consultants' services, Training and Incremental Operating Costs for Parts A.2 and A.3. of the Project		198,440	343,205	144,765	-	(343,205)
TOTAL EXPENDITURE	3.2	198,440	343,205	144,765	-	(343,205)

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3. Consolidated Project financial statements for the year 2018 (continued)

3.1.3 Summary of sources and uses of funds under Other income (FBiH)

	Ref.	Actual 2018	Cumulative 2018	Cumulative 2017	Cumulative budget	Cumulative variance
FINANCING						
Tender documentation sold		2,016	6,273	4,257	-	(6,273)
TOTAL FINANCING	3.2	2,016	6,273	4,257	-	(6,273)
PROJECT EXPENDITURE						
By Category						
Goods, works, non-consulting services, consultants' services, Training and Incremental Operating Costs for Parts A.2 and A.3. of the Project		-	-	-	-	-
TOTAL EXPENDITURE	3.2	-	-	-	-	-

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3. Consolidated Project financial statements for the year 2018 (continued)

3.2 Balance sheet as of 31 December 2018 showing accumulated funds of the project and bank balances concerning World Bank funding

	Ref.	31 December 2018	31 December 2017
ASSETS			
Project expenditure under IDA Credit No. 5529-BA	3.1.1	67,835,665	57,618,373
Project expenditure under Government	3.1.2	343,205	144,765
		68,178,870	57,763,138
Designated account - IDA Credit No. 5529-BA (FBiH)	A.1	503,711	802,075
Designated bank account - IDA Credit No. 5529-BA (RS)	A.2	346,901	587,543
Designated bank account - IDA Credit No. 5529-BA (BD)	A.3	203,743	190,889
Government VAT returns (FBiH)	A.4	1,189,497	704,353
		2,243,852	2,284,860
Total assets		70,422,722	60,047,998
LIABILITIES			
IDA Credit No. 5529-BA	3.1.1	68,889,572	59,198,432
Government VAT returns	3.1.2	1,526,877	845,309
Other income	3.1.3	6,273	4,257
Total liabilities		70,422,722	60,047,998

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4. Notes to the consolidated project financial statements

4.1 Basis of preparation and accounting records

These consolidated project financial statements have been prepared in accordance with the International Public Sector Accounting Standard: "Financial Reporting under the Cash Basis of Accounting" issued by the Public Sector Committee of the International Federation of Accountants, and incorporate the accounting policies below, which have been consistently followed in all material respects and comply with the "Guidelines: Annual Financial Reporting and Auditing for World Bank – Financed Activities", issued by the Financial Management Sector Board.

4.2 Accounting policies

The Project's fiscal year is 1 January to 31 December for the recording of all transactions.

Cash basis of accounting

All receipts and expenses under IDA Credit are recorded on actual receipt and payment basis of accounting as per approved categories.

Project expenditure is stated at original cost on the balance sheet.

Direct payments

Direct payments concern the amounts paid directly from the Credit account of the World Bank.

Statement of Expenditure (SoE)

Statements of Expenditure are used to state the expenditure under IDA Credit during a certain period. These statements are sent to the World Bank's disbursement department who authorizes the payment of the expenditure through the Designated accounts.

Currency conversions

The reporting currency is Euro (EUR). Sources and use of funds (payments to suppliers and contractors) in currencies other than EUR have been converted to EUR using the currency rate at the moment of the transaction.

Bank balances, recorded on the balance sheet at year-end, have been converted at year-end rate.

Designated accounts

This is the total amount of the withdrawals from the Credit account for the Project. IDA Credit account is in XDR.

Other income

Other income includes income from tender documentation sold.

Interest on Designated account

Interest earned on the Designated account belongs to the Borrower.

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APPENDIX A.1

DESIGNATED ACCOUNT STATEMENT

Account owned by: Ministry of Finance and Treasury of Bosnia and Herzegovina

Account No.: 53001201964572

Depository Bank: Intesa Sanpaolo Banka d.d

Address: Obala Kulina bana 9a 71000 Sarajevo

Related Credit: IDA Credit No. 5529-BA

Currency: EUR

	Ref.	EUR
Opening balance 1 January 2018	3.2	802,075
Add:		
World Bank replenishments	B	2,629,537
		3,431,612
Deduct:		
Payments to suppliers - Expenditure under IDA Credit	B	2,927,901
		2,927,901
Ending balance 31 December 2018	3.2	503,711

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APPENDIX A.2

DESIGNATED ACCOUNT STATEMENT

Account owned by: Ministry of Finance and Treasury of Bosnia and Herzegovina

Account No.: 5672410000514933

Depository Bank: Sberbank a.d. Banja Luka

Address: Jevrejska 71, Banja Luka

Related Credit: IDA Credit No. 5529 - BA

Currency: EUR

	Ref.	EUR
Opening balance 1 January 2018	3.2	587,543
Add:		
World Bank replenishments	B	5,216,714
		5,216,714
Deduct:		
Payments to suppliers - Expenditure under IDA Credit		5,457,356
		5,457,356
Ending balance 31 December 2018	3.2	346,901

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APPENDIX A.3

DESIGNATED ACCOUNT STATEMENT

Account owned by: Ministry of Finance and Treasury of Bosnia and Herzegovina

Account No.: 5672410000518813

Depository Bank: Sberbank a.d. Banja Luka

Address: Jevrejska 71, Banja Luka

Related Credit: IDA Credit No. 5529 - BA

Currency: EUR

	Ref.	EUR
Opening balance 1 January 2018	3.2	190,889
Add:		
World Bank replenishments	B	1,408,138
		1,408,138
Deduct:		
Payments to suppliers - Expenditure under IDA Credit		1,395,284
		1,395,284
Ending balance 31 December 2018	3.2	203,743

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APPENDIX A.4

LOCAL BANK ACCOUNT STATEMENT

Account owned by: Ministry of Agriculture, Water Management and Forestry of FB&H

Account No.: 140 101 10200007 20

Depository Bank: Sberbank BH d.d.

Address: Fra Anđela Zvizdića 1, 71000 Sarajevo

Related Credit: Government – VAT returns

Currency: BAM

	Ref.	BAM	EUR
Opening balance 1 January 2018	3.2	2,877,594	1,471,291
Add:			
Incorrect payment Sava River Watershed Agency*		(1,500,000)	(766,938)
VAT returns	3.1.2	1,140,613	583,186
Tender documentation sold		3,944	2,016
Co-financing municipalities		182,718	93,422
Co-financing Sava River Watershed Agency		9,700	4,960
		2,714,569	1,387,937
Deduct:			
Payments to suppliers – bank fees	3.1.2	388,116	198,440
		388,116	198,440
Ending balance 31 December 2017	3.2	2,326,453	1,189,497

*As of 26 December 2017, there was cash inflow in amount of BAM 1,500,000 (EUR 766,938) on Project's bank account at Sberbank d.d (Bank account 112). Payment was made by Sava River Watershed Agency on Project's account instead on bank account of another project (Drina Flood Protection Project). Since these funds were not Project related, return of funds was made as of 30 January 2018 on account of Drina Flood Protection Project (Bank statement 11).

FLOODS EMERGENCY RECOVERY PROJECT
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Consolidated Project financial statements for the year ended 31 December 2018
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APPENDIX B SoE Withdrawal Schedule of IDA Credit No. 5529-BA for the year ended 31 December 2018

	Initial deposit	Eligible Goods and Commodities for Part A.1 of the Project	Goods, non-consulting services, training and incremental operating Costs for Parts A.2 and A3 of Project	Eligible Goods and Commodities for Part B.1 of the Project	Goods, non-consulting services, consultants, training and incremental operating Costs for Parts B.2 and B.3 of the Project	Eligible Goods and Commodities for Part C.1 of the Project	Goods, non-consulting services, consultants, training and incremental operating Costs for Parts C.2 and C.3 of the Project	Total application	Total replenished
Previous years	3,500,000*	10,670,296	21,284,604	12,474,231	11,313,130	1,082,492	793,620	57,618,373	59,198,432
Application 74** (FBiH)	-	-	-	-	-	-	-	-	488,482
Application 75** (FBiH)	-	-	-	-	-	-	-	-	209,969
Application 76 (FBiH)	-	-	783,510	-	-	-	-	783,510	783,510
Application 77*** (FBiH)	-	-	99,707	-	-	-	-	99,707	99,622
Application 78 (FBiH)	-	-	46,400	-	-	-	-	46,400	46,400
Application 79 (FBiH)	-	-	243,734	-	-	-	-	243,734	243,734
Application 80 (FBiH)	-	-	11,003	-	-	-	-	11,003	11,003
Application 81 (FBiH)	(115,000)	-	342,832	-	-	-	-	342,832	227,832
Application 82 (FBiH)	(60,000)	-	119,287	-	-	-	-	119,287	59,287
Application 83 (FBiH)	-	-	459,698	-	-	-	-	459,698	459,698
Application 84**** (FBiH)	-	-	46,596	-	-	-	-	46,596	-
Application 85***** (FBiH)	-	-	775,134	-	-	-	-	775,134	-
Application 30** (RS)	-	-	-	-	-	-	-	-	564,481
Application 31** (RS)	-	-	-	-	-	-	-	-	347,976
Application 32 (RS)	-	-	-	-	462,031	-	-	462,031	462,031
Application 33 (RS)	-	-	-	-	574,659	-	-	574,659	574,659
Application 34 (RS)	-	-	-	-	890,285	-	-	890,285	890,285
Application 35 (RS)	(408,000)	-	-	-	1,238,623	-	-	1,238,623	830,623
Application 36 (RS)	-	-	-	-	617,312	-	-	617,312	617,312
Application 37 (RS)	-	-	-	-	436,751	-	-	436,751	436,751
Application 38 (RS)	(200,000)	-	-	-	415,552	-	-	415,552	215,552
Application 39 (RS)	-	-	-	-	275,239	-	-	275,239	275,239
Application 40 (RS)	-	-	-	-	438,556	-	-	438,556	438,556
Application 41**** (RS)	-	-	-	-	221,432	-	-	221,432	-
Application 42***** (RS)	-	-	-	-	323,667	-	-	323,667	-
Application 9** (BD)	-	-	-	-	-	-	-	-	103,987

FLOODS EMERGENCY RECOVERY PROJECT
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(all amounts in EUR, unless otherwise stated)

	Initial deposit	Eligible Goods and Commodities for Part A.1 of the Project	Goods, works, non-consulting services, training and incremental operating Costs for Parts A.2 and A3 of Project	Eligible Goods and Commodities for Part B.1 of the Project	Goods, works non-consulting services, consultants' services, training and incremental operating Costs for Parts B.2 and B.3. of the Project	Eligible Goods and Commodities for Part C.1 of the Project	Goods, works non-consulting services, consultants' services, training and incremental operating Costs for Parts C.2. and C.3. of the Project	Total application	Total replenished
Application 10** (BD)	-	-	-	-	-	-	-	-	205,124
Application 11 (BD)	-	-	-	-	-	-	251,965	251,965	251,965
Application 12 (BD)	-	-	-	-	-	-	161,841	161,841	161,841
Application 13 (BD)	-	-	-	-	-	-	297,921	297,921	297,921
Application 14 (BD)	(125,000)	-	-	-	-	-	252,249	252,249	127,249
Application 15 (BD)	(72,000)	-	-	-	-	-	144,522	144,522	72,522
Application 16 (BD)	-	-	-	-	-	-	187,529	187,529	187,529
Application 17**** (BD)	-	-	-	-	-	-	99,257	99,257	-
Total SoE applications	-	-	2,927,901	-	5,894,107	-	1,395,284	10,217,292	9,691,140
Total 2018	(980,000)	-	2,927,901	-	5,894,107	-	1,395,284	10,217,292	9,691,140
As of 31 December, 2018	2,520,000	10,670,296	24,212,505	12,474,231	17,207,237	1,082,492	2,188,904	67,835,665	68,889,572

*As per World Bank statement, outstanding balance of Initial deposit is EUR 1,499,994. Difference in amount of EUR 6 refers to Application 45 from 2016, which was approved by World Bank, but for which there was no replenishment on special account, and which was instead replenished from initial deposit. Balance of Initial Deposit as at 31 December 2018 is EUR 1,324,994. (FBiH)

**Applications No. 74 and 75 (FBiH), No. 30 and 31 (RS) and No. 9 and No.10 (BD) were replenished in 2018, but expenses were made in 2017.

***The cost of EUR 85 relates to the costs of 2017 and was rejected in the 2017 report. The refusal was made in the application FBiH-P-77.

**** Applications No. 84 and 85 (FBiH), No. 41 and No. 42 (RS) and No. 17 (BD) were replenished in 2019, but expenses were made in 2018.

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(all amounts in EUR, unless otherwise stated)

APPENDIX C Reconciliation between World Bank's disbursement statements in XDR and IDA Credit account in EUR according to the balance sheet as of 31 December 2018; SoE Withdrawal Schedule of IDA Credit No. 5529-BA

	Changes in IDA Credit (in XDR)	Exchange rate used	Changes in IDA Credit (in EUR)
Original amount	65,000,000		77,936,056
Disbursed in previous years	47,396,680		59,198,432
Withdrawal 74 (FBiH)	414,518	1.178431	488,482
Withdrawal 75 (FBiH)	178,194	1.178312	209,969
Withdrawal 76 (FBiH)	662,106	1.183361	783,510
Withdrawal 77 (FBiH)	81,917	1.216133	99,622
Withdrawal 78 (FBiH)	38,154	1.216133	46,400
Withdrawal 79 (FBiH)	201,603	1.208980	243,734
Withdrawal 80 (FBiH)	9,023	1.219421	11,003
Withdrawal 81 (FBiH)	189,099	1.204827	227,832
Withdrawal 82 (FBiH)	48,848	1.213707	59,287
Withdrawal 83 (FBiH)	377,383	1.218122	459,698
Withdrawal 30 (RS)	479,011	1.178431	564,481
Withdrawal 31 (RS)	286,133	1.216133	347,976
Withdrawal 32 (RS)	382,074	1.209270	462,031
Withdrawal 33 (RS)	479,875	1.197519	574,659
Withdrawal 34 (RS)	730,088	1.219422	890,285
Withdrawal 35 (RS)	687,485	1.208205	830,623
Withdrawal 36 (RS)	505,949	1.220107	617,312
Withdrawal 37 (RS)	359,849	1.213707	436,751
Withdrawal 38 (RS)	177,606	1.213654	215,552
Withdrawal 39 (RS)	226,563	1.214842	275,239
Withdrawal 40 (RS)	360,998	1.214842	438,556
Withdrawal 09 (BD)	88,242	1.178431	103,987
Withdrawal 10 (BD)	174,029	1.178678	205,124
Withdrawal 11 (BD)	208,021	1.211248	251,965
Withdrawal 12 (BD)	133,866	1.208980	161,841
Withdrawal 13 (BD)	248,381	1.199452	297,921
Withdrawal 14 (BD)	104,843	1.213706	127,249
Withdrawal 15 (BD)	59,452	1.219841	72,522
Withdrawal 16 (BD)	154,024	1.217534	187,529
Total disbursed in 2018	8,047,334		9,691,140
Cumulative disbursements as of 31 December 2018	55,444,014		68,889,572
Calculated undisbursed balance as of 31 December 2018	9,555,986		9,046,484
Undisbursed balance as per World Bank Summary for December 2018	9,555,986		11,632,041
Potential exchange rate gain			2,585,557