

## Response to EC Institutional Assessment

Amendments to the Financial Regulations.

Current	Proposed
<p><b>Financial Statements</b></p> <p><u>Regulation 27 – Maintenance of Accounting records</u></p> <p><u>a) The Secretariat’s Financial Statements, shall among other things, include the following statements and details:</u></p> <ol style="list-style-type: none"> <li>1) <u>Income and Expenditure Statements of all funds for the financial year;</u></li> <li>2) <u>Comparison of actual expenditure and budgeted expenditure for the financial year</u></li> <li>3) <u>Balance Sheet for the financial year</u></li> <li>4) <u>Cash Flow Statement for the financial year</u></li> <li>5) <u>Notes to and forming part of the accounts</u></li> </ol> <p><u>b) The accounts will be prepared in accordance with generally accepted accounting principles <del>and modified to record income and cash basis except for the interest income</del></u></p> <p><u>c) The Director shall also give such other information as may be appropriate to indicate the current financial position of the secretariat</u></p> <p><u>d) The accounts for each financial year shall be submitted by the Director to the Auditor by 31 March following the end of that financial year</u></p> <p><u>e) Audited Financial Statements signed by the Director are to be submitted to the next meeting of the SPREP meeting</u></p>	<p><b>Financial Statements</b></p> <p>Regulation 27 – Maintenance of Accounting records</p> <p>a) The Secretariat’s Financial Statements, shall among other things, include the following statements and details:</p> <ol style="list-style-type: none"> <li>1) Income and Expenditure Statements of all funds for the financial year;</li> <li>2) Comparison of actual expenditure and budgeted expenditure for the financial year</li> <li>3) Balance Sheet for the financial year</li> <li>4) Cash Flow Statement for the financial year</li> <li>5) Notes to and forming part of the accounts</li> </ol> <p>b) The accounts will be prepared in accordance with generally accepted accounting principles</p> <p>c) The Director shall also give such other information as may be appropriate to indicate the current financial position of the secretariat</p> <p>d) The accounts for each financial year shall be submitted by the Director to the Auditor by 31 March following the end of that financial year</p> <p>e) Audited Financial Statements signed by the Director are to be submitted to the next meeting of the SPREP meeting</p>
<p><b>Regulation 28 – Financing of Assets</b></p> <p><u>All liabilities in respect of the financing of assets shall be incorporated in the annual Budget estimates and annual Financial Statements <del>and there shall be no depreciation charge for fixed assets</del></u></p>	<p><b>Regulation 28 – Financing of Assets</b></p> <p>All liabilities in respect of the financing of assets shall be incorporated in the annual Budget estimates and annual Financial Statements</p>