

Recoveries Report

Period ended 30 June

2022

48th Board Meeting

GF/B48/21

15-17 November 2022, Geneva, Switzerland

Board Information

Purpose of the paper: This report is provided to the Board for review pursuant to a decision of the Board at its Thirty-Second meeting (GF/B32/DP04) and contains background information and an updated table regarding the status of non-compliant expenditures identified by the Office of the Inspector General (“OIG”) as of 30 June 2022, as well as recoverable amounts identified in the due course of grant management operations as at 30 June 2022. The OIG reports independently to the Board on the Secretariat’s progress on matters related to recoveries.

Executive Summary

Context

This information paper provides a report on the status and trends of non-compliant expenditures and recoveries for the period ended 30 June 2022.

The Global Fund maintains a zero-tolerance approach to fraud and corruption. Where irregularities or misuse have materialized, swift and appropriate action is taken to address the underlying weaknesses and seek recoveries as appropriate.

Input Sought & Received

This is an information paper and there are no specific actions required for the Board, Board Committees, Secretariat and OIG.

Questions this paper addresses & Conclusion

Oversight of recoverable amounts (OIG & non-OIG) as of 30 June 2022 and historical background

OIG Recoverable Balance - The total outstanding OIG recoverable balance as of 30 June 2022 is US\$ 3.3 million (31 December 2021 – US\$ 3.3 million), net of commitments to repay. The OIG recoverable balance is mainly driven by the Chemonics case (US\$ 3.2 million) for Nigeria. This recovery was overdue as of the end of the reporting period. However, the Country team submitted a memo to the Recoveries Committee in July 2022 with proposals to offset the recoverable amount from outstanding payments due to Chemonics. The proposal was approved by the ED in August 2022. The historical total outstanding OIG recoverable balance, net of written commitments to repay, demonstrates resolution of 99% of the aggregate recoverable amount since the inception of the recoveries process.

Non-OIG Recoverable Balance – As of 30 June 2022, the non-OIG recoverable balance, net of written commitments to repay, stands at US\$ 17.1 million (31 December 2021 - US\$ 17.1 million). The recoverable balance net of commitments remains stable for Non-OIG recoverable amounts since December 2021. Main inflows and outflows are presented in the report.

Recovery outlook & process improvement

The outbreak of the COVID-19 pandemic since the second quarter of 2020 caused disruptions of economic activities with a negative impact on the economic situation of implementing countries. At the same time, the Global Fund substantially scaled up New Funding Model (NFM) 3 investments and embarked on COVID-19 financing in the context of an emergency environment. The change in operating environment gives rise to the enhanced inherent risk of incentive for fraud and misuse of resources at country implementer level. Although COVID-19 related restrictions are being lifted in most countries, allowing for resuming of most assurance activities, the operating environment remains volatile and there is a need to adapt assurances to the new risks. With the expected increase

in recoverables and hence greater use of the recovery process for resolution of recovery cases, improvements on the recovery management process have been implemented, both in terms of processes (new recoveries OPN and Operational Procedures) and systems (enhanced recoveries module).

Report

Introduction

1. The Global Fund is fully committed to the principles of transparency and accountability. To fulfill this commitment, the Global Fund works, through its risk management and assurance processes, to expose irregularities and misuse of resources. Key measures are dedicated towards prevention but where irregularities or misuse have materialized, action is taken to address the underlying weaknesses and seek recoveries as appropriate.
2. The Global Fund maintains a zero-tolerance approach to fraud and corruption and aims to take swift and appropriate action when cases of misuse of funds are identified. The Global Fund will continue to ensure that all identified irregularities are communicated responsibly and in a timely manner to the Board and to other stakeholders.
3. Reports on amounts identified as a result of various compliance issues and on the Secretariat's efforts to seek refunds from implementers should be read in full awareness of the context and broad environment within which the Global Fund operates. Specifically, the Global Fund works in countries where governance, programmatic and oversight capacities are often weak, which carries inherent financial and programmatic risks.
4. Table 1 presents the detailed country-by-country data for OIG-reported open cases as of 30 June 2022.
5. Table 2 presents a summary of recoverable amounts identified in the due course of grant management as of 30 June 2022 for non-OIG open cases.
6. Table 3 presents a summary of OIG audit and investigation reports as of 30 June 2022 in which supporting documentation at the time of the reports was deemed insufficient to arrive at final recoverable amounts and follow-up work is still ongoing to determine such amounts.
7. Recoverable amounts are recorded in the Global Fund's financial statements in accordance with International Financial Reporting Standards (IFRS). The net recoverable amounts in this report may be different from those presented in the financial statements due to the accounting method adopted to comply with the requirements of IFRS. For instance, estimated credit losses, impairment, and revaluation gains on foreign exchange are not captured in this report. Also, the OIG may release an investigation or audit report that is promptly reflected in this report but converting the findings into a

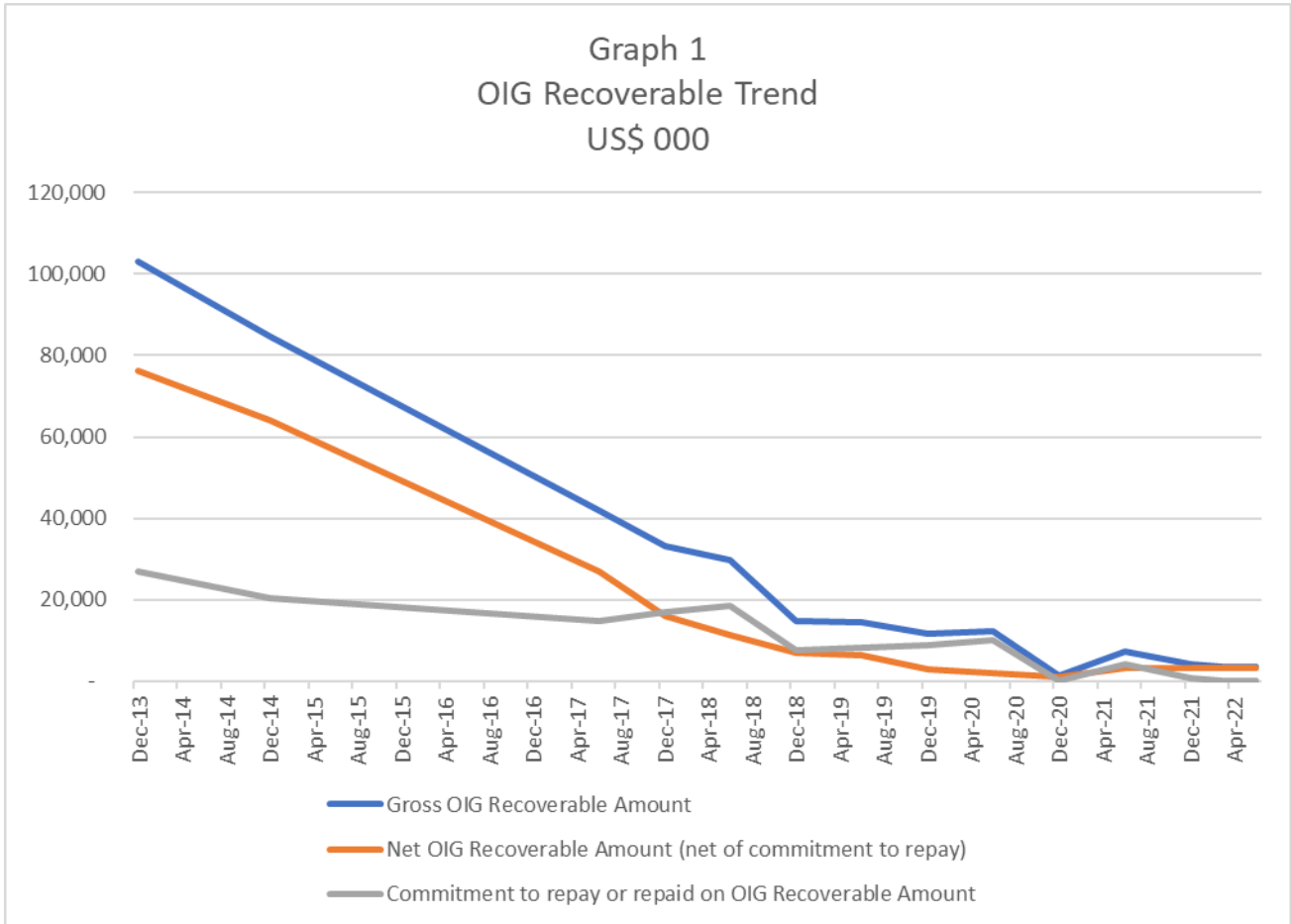
demand letter (which is then booked in the financial statements) may not take place until after the reporting period and may also reflect adjustments based on recommendations by the Recoveries Committee and approval by the Executive Director. It should be noted that the financial statements reporting on losses and recoveries uses the exact same underlying data as that presented within the tables below, and that a formal reconciliation process is implemented and validated.

Current Status

Oversight of OIG recoverable amounts as of 30 June 2022

8. When the OIG publishes audit or investigation reports that include the identification of non-compliant expenditure amount and agreed Recoveries AMAs, the Secretariat identifies an appropriate amount to recover, taking into account the Global Fund's legal right to recover, Global Fund policies and procedures, the financial loss to the program, relevant business and political implications, and the specific facts of the case, and engages in a process to seek recovery of such amount. All OIG recoverable amounts are approved by the Executive Director, upon the recommendation of the Recoveries Committee.
9. With respect to open OIG investigation reports, the Secretariat uses as a starting point the proposed recoverable amount indicated by the OIG in the investigation reports rather than the total non-compliant amount, given that the total non-compliant amount includes amounts that may not be recoverable because, for example, the associated services or goods have been delivered to the grants.
10. As OIG audit reports typically do not include a proposed recoverable amount; the Secretariat, with input from the OIG, determines the appropriate recoverable amount based on the content of the OIG audit report. This recoverable amount is then presented for the Recoveries Committee's review and subsequent recommendation to the Executive Director for approval.
11. The total outstanding OIG recoverable balance, net of written commitments to repay is US\$ 3.3 million as of 30 June 2022. Of note that the US\$ 3.3m mainly relates to the supplier Chemonics in relation to Nigeria grants for which the amounts were determined by the Executive Director following recommendations of the Recoveries Committee in May 2021. These were overdue as of the end of the reporting period. However, The Country team submitted a memo to the Recoveries Committee in July 2022 with proposals to offset the recoverable amount from outstanding payments due to Chemonics. The proposal was approved by the ED in August 2022.
12. As of 30 June 2022, written commitments to repay for open OIG recovery cases amount to US\$ 0.2 million (31 December 2021 – US\$ 0.7 million). Since January 2022, previous commitment to repay of US\$ 0.6 million were successfully executed. Despite occasional delays in transferring funds as per a country's contractual obligations to the Global Fund, it is unusual for repayments not to be received. Nonetheless, it should be noted that there is still residual credit risk until such time as the amounts due are fully settled.

13. Graph 1 below illustrates the evolution of the total gross amount deemed recoverable (OIG Cases), the net recoverable outstanding amounts, and the evolution of commitments to repay.



14. Turnaround times for new cases continue to improve compared to ‘legacy’ cases, i.e., pre-2014.

Oversight of non - OIG recoverable amounts as of 30 June 2022

15. Non-OIG recoverable amount data is collected on an ongoing basis from Country Teams and offers a snapshot of a rolling total. If they are not resolved within specified timeframes, these instances are reported to the Recoveries Committee for their review and recommendation in accordance with guidance provided to Country Teams.

16. As of 30 June 2022, the non-OIG aggregate outstanding balance, net of written commitments to repay, amounted to US\$ 17.1 million (31 December 2021 - US\$ 17.1 million). The main movements of the outstanding balance are presented below:

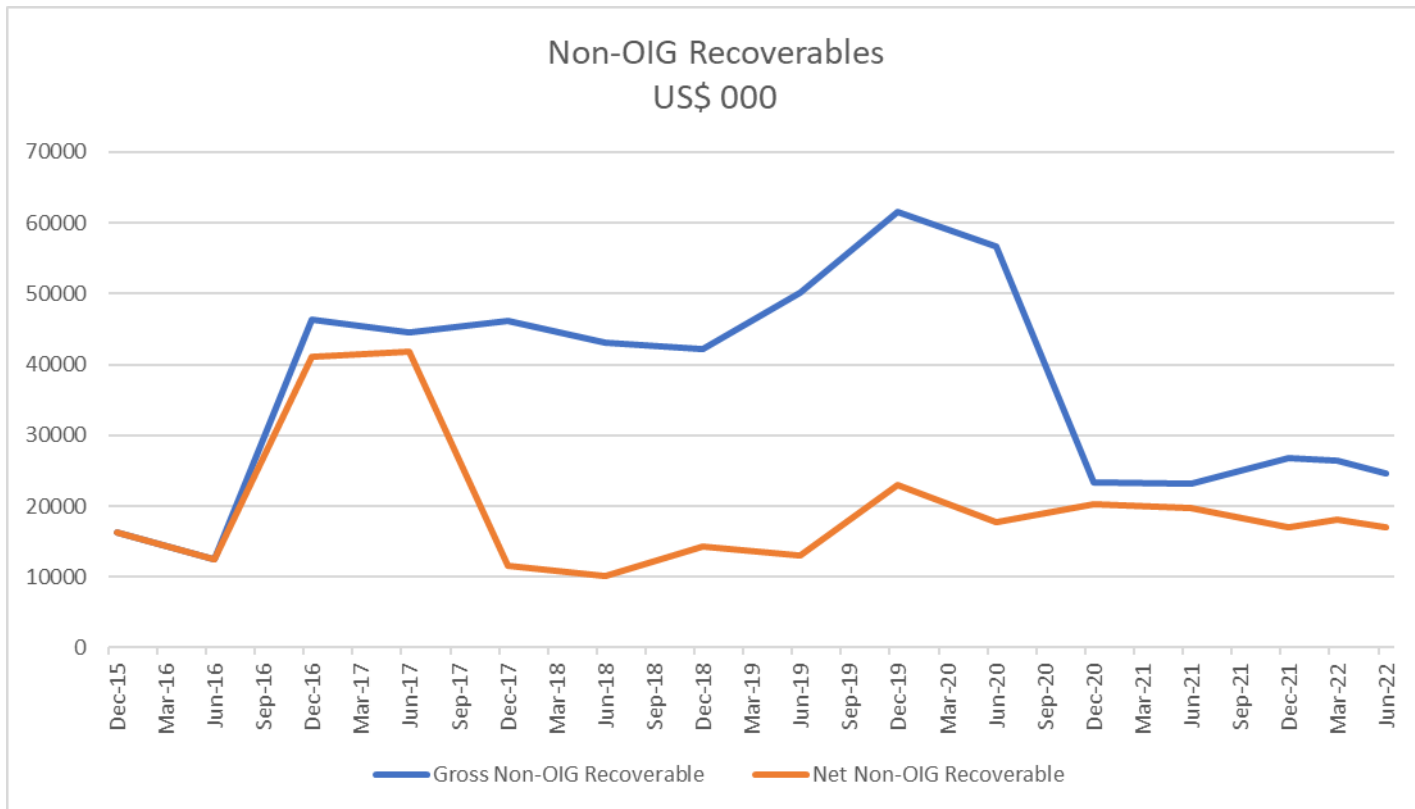
Row Labels	Net After Commitments (USD) June 22	Net After Commitments (USD) Dec 21	Difference
CT Chad	3,908	1,022,848	(1,018,940)
CT Congo (Democratic Republic)	2,019,708	495,944	1,523,764
CT Indonesia	370,285	-	370,285
CT Kenya	340,703	119,015	221,688
CT Namibia	605,372	-	605,372
CT Nepal	554,583	-	554,583
CT Sudan	150,740	518,064	(367,324)
CT Tanzania (United Republic)	1,641,148	3,062,068	(1,420,920)
CT Uganda	231,799	703,638	(471,839)

17. There are six countries that account for approximately US\$ 12.9 million or 75.7% of the total net outstanding amount due, as follows:

		30 June 2022
	COUNTRY	US\$
1	Guinea	4,868,738
2	Mozambique	2,327,226
3	Democratic Republic of Congo	2,019,708
4	United Republic of Tanzania	1,641,148
5	Pakistan	1,205,108
6	Cameroon	863,984
		12,925,912
	% of Total Non-OIG recoverable	75.7%

Table 4 provides the details by grant.

18. The graph below illustrates the evolution of the total gross amount deemed recoverable (all non-OIG cases) and the net recoverable outstanding amounts for the previous six years.



19. Between December 2020 and March 2022, the total recoverable amount (Referred to as Net Amount Still to recover in Table 2 annexed) has been increasing from US\$ 23.3 Million to US\$ 26.5 Million. During the April – June 2022 quarter reimbursements were received, mainly, from The Democratic Republic of Congo (US\$ 2.5 Million) and from Tanzania (US\$ 1.5 Million). In the meantime, additional Recoveries were identified, mainly in Nepal (US\$ 1.8 Million tax-related). As a result the recoverable amount decreased to US\$ 24.6 Million. On the other hand, the net recoverable amounts after commitments decreased to US\$ 17.1 million as of 30 June 2022, mainly explained by actual cash refunds and commitments to repay.

Write Offs in the first half of 2022

20. Since January 2022, the Recoveries Committee / Executive director approved 7 cases of write offs across multiple grants (all non-OIG) during the reporting period from January to June 2022 for a total of US\$ 295,491 (write-off for the year ended 31 December 2021 of US\$ 266,806) after having considered that: (i) it was impracticable to recover the amounts; (ii) all other forms of recovery and leverage were extinguished; and in some cases where the potential costs of recovery would outweigh the recoverable amount. The single biggest write-off was for US\$ 116,951 which relates to Ukraine, as a result of the ongoing war. Table 5 provides the details of the Write offs occurred in 2022.

2:1 Allocation Reduction

21. From January 2022 to 30 June 2022, the Recoveries Committee recommended 2 cases of 2:1 allocation reduction for a total amount of US\$ 106,764 (original recoverable amount of US\$ 53,382) which the Executive Director approved on the basis that: (i) the

recoverable amounts were long outstanding; (ii) all other forms of recovery and leverage were extinguished; (iii) a write-off was not considered appropriate; and (iv) the impact of a 2:1 allocation reduction would not have substantial programmatic disruptions.

22. Accordingly, it is important that there is adequate visibility for the cases in which it was concluded that there was no better option but to apply the 2:1 allocation reduction approach, which is why the allocation reductions that occurred during the period ended 30 June 2022 are described in the following paragraphs.

23. Kyrgystan (non-OIG)

The 2:1 allocation reduction of US\$ 39,006 was approved in relation to a recoverable amount of US\$ 19,503 for ineligible tax expenses incurred. The 2:1 allocation reduction will be applied to the 2020-2022 allocation if the Country Team fails to secure refund at the expiration of the Demand Letter repayment deadline.

24. QMZ-AFAO (Thailand – Mongolia – Philippines) (non-OIG)

The 2:1 allocation reduction of US\$ 67,758 was approved in relation to a recoverable amount of US\$ 33,879 for ineligible tax expenses incurred under a multicountry grant implemented in several countries in South-East Asia, namely Thailand (US\$ 18,884), Mongolia (US\$ 28,162) and The Philippines (US\$ 20,712).

The 2:1 allocation reduction will be applied if the Country Team fails to secure refund after 60 days from the issuance of the Demand Letter¹.

Recovery outlook & process improvement

25. While significant progress was achieved over the past years on recovery management process, the evolving environment in which The Global Fund operates now requires an adaptation of the process to address the evolution of the following identified risks, some of which are material in nature:

- a. The outbreak of the Covid pandemic since the second quarter of 2020 has caused disruptions of economic activities with a negative impact on the economic situation of implementing countries of Global Fund grants. The resulting assurance mechanism function has been impacted because of the pandemic giving way for the increased inherent risk of incentive for fraud and misuse of grant funds.
- b. Significant scale up of NFM 3 investments compared to NFM 2 cycle. The increase in funding from the Global Fund to implementers in the challenging economic environment comes with the potential risks of fraud and ineligible expenditure at implementer and service provider level, along with an expected increase in the number of transactions in areas such as procurement, training, supervision and travel related costs more specifically where high level of assurance is difficult to achieve

¹ Demand Letter was issued on the 7th July 2022 with reimbursement deadline set to 5th September 2022

- c. With the Global Fund having already embarked on an ambitious Covid 19 funding program with US\$ 3.4 billion of approved awards as of April 2022, the risk of misuse of funds, ineligible expenditure becomes even more relevant as the nature of C19RM funding and investments are in many aspects different in nature from the normal HTM and RSSH funding. As a result, greater use of the recovery management process is likely with the expected increase in potential recoverables.

Improvement to the recovery management process

For all the above reasons, it was imperative to adapt the recoveries management process and leverage it to proactively identify early warning signs that can prevent the occurrence of recoverables. The improvements started back in 2020 and have now been fully deployed, with further staged improvements on exception reporting being embedded within the recoveries module. As a result of these improvements, the open AMA related to recoveries was closed in June 2022.

The process improvements aim to mitigate the above-mentioned risks while taking into account the evolving operating environment of the Global Fund. The main process improvements consist of the following key milestones:

- a. The new OPN, RACI & Procedures on recoveries management process was approved by EGMC on 22 December 2021, and rolled out starting 1st of May 2022. This new OPN is an update from the old 2017 OPN on recoveries and sets out the responsibility and accountability framework as well as clearly defined timelines at every stage of the recovery management process, which will enhance timely identification, monitoring, exception reporting and resolution of recovery cases. Trainings on the new processes were deployed before the official roll out of the OPN, RACI & Procedures.
- b. Intermediate systems improvement to align to the new OPN and to introduce tracking and follow-up mechanisms to monitor timeliness of issue of demand letters and report non-compliances through aged listing reports are currently under development and have been tested for a roll-out in July 2022.
- c. Introduction of an end-to-end systems-based recoveries that aims to capture all the stages of the recovery process under one roof with minimal “offline” intervention. This will enhance timely recording, monitoring, follow-up, exception reporting and resolution of recovery cases. The objective of the end-to-end process is to also allow more efficient use of available data on recoveries for analytics, determining trends on recoveries and nature of recoveries and provide early warning signals on specific risks related to recoveries which will enable timely action to be taken. The end-to-end systems-based recoveries process is currently being deployed in phases, with the first phase deployed together with the roll out of the OPN and Operational Procedures.
- d. In addition, a formal process was introduced in 2021 where the Recoveries Committee makes recommendations to include recovery related grant conditions in the grant agreements for new funding approval of grants which come for GAC approval, the objective being to have the Principal Recipients formally acknowledging outstanding recoveries and committing to repay.

Annex

Table 1: Recoveries Committee OIG cases with outstanding recoverable amounts for the period ended 30 June 2022

Row Labels	Expenditures compromised by prohibited practices (USD)	Unsupported expenditures (USD)	Expenditures incurred outside of the scope or period of the grant (USD)	Expenditures relating to other types of non-compliance or mismanagement of grant funds (USD)	Uncategorised Expenditures (USD)	Management Adjustments (USD)	Gross Recoverable Amount (USD)	Written off (USD)	Allocation reduction (USD)	Recovered (USD)	Net Amount still to Recover (USD)	Commitment to repay (USD)	Net After Commitments (USD)
CT Central African Republic *	-	861,599	-	-	-	-	861,599	-	-	715,492	146,107	146,107	-
CAF-708-G05-HP03	-	861,599	-	-	-	-	861,599	-	-	715,492	146,107	146,107	-
CAF-M-WVIP01	-	-	-	-	-	-	-	-	-	-	-	-	-
CT Malawi *	70,572	9,924	-	-	-	-	80,496	-	-	20,124	60,372	50,310	10,062
MWI-C-AAP02	70,572	9,924	-	-	-	-	80,496	-	-	20,124	60,372	50,310	10,062
CT Namibia *	93,315	-	-	-	-	-	93,315	-	-	-	93,315	-	93,315
NAM-M-MOHP01	93,315	-	-	-	-	-	93,315	-	-	-	93,315	-	93,315
CT Nigeria *	3,155,515	-	-	-	-	-	3,155,515	-	-	-	3,155,515	-	3,155,515
NGA-C-LSMOHP01	84,656	-	-	-	-	-	84,656	-	-	-	84,656	-	84,656
NGA-H-FHI360P01	2,851,759	-	-	-	-	-	2,851,759	-	-	-	2,851,759	-	2,851,759
NGA-H-FHI360P02	219,100	-	-	-	-	-	219,100	-	-	-	219,100	-	219,100
Grand Total *	3,319,402	871,523	-	-	-	-	4,190,925	-	-	735,616	3,455,309	196,417	3,258,892

Table 2: Recoverable amounts identified and submitted to the Recoveries Committee in the ordinary course of grant management operations outstanding for the period ended 30 June 2022

Row Labels	Expenditures compromised by prohibited practices (USD)	Unsupported expenditures (USD)	Expenditures incurred outside of the scope or period of the grant (USD)	Expenditures relating to other types of non-compliance or mismanagement of grant funds (USD)	Uncategorised Expenditures (USD)	Management Adjustments (USD)	Gross Recoverable Amount (USD)	Written off (USD)	Allocation reduction (USD)	Recovered (USD)	Net Amount still to Recover (USD)	Commitment to repay (USD)	Net After Commitments (USD)
CT Afghanistan *	-	-	-	23,375	-	-	23,375	-	-	-	23,375	-	23,375
AFG-H-UNDP02	-	-	-	10,110	-	-	10,110	-	-	-	10,110	-	10,110
AFG-M-UNDP02	-	-	-	7,215	-	-	7,215	-	-	-	7,215	-	7,215
AFG-T-UNDP02	-	-	-	6,050	-	-	6,050	-	-	-	6,050	-	6,050
CT Benin *	22,614	5,815	-	-	-	-	28,429	-	-	-	28,429	-	28,429
BEN-M-PNLPP02	22,614	-	-	-	-	-	22,614	-	-	-	22,614	-	22,614
BEN-S-CNLS-TPP01	-	5,815	-	-	-	-	5,815	-	-	-	5,815	-	5,815
CT Bhutan *	-	-	181	-	-	-	181	-	-	-	181	-	181
BTN-M-MOHP02	-	-	181	-	-	-	181	-	-	-	181	-	181
CT Burundi *	30,199	171,633	-	59,081	-	-	260,913	-	-	-	260,913	-	260,913
BDI-H-PNLSP01	30,199	46,430	-	48,548	-	-	125,177	-	-	-	125,177	-	125,177
BDI-M-SEPCNLSPO1	-	32,618	-	-	-	-	32,618	-	-	-	32,618	-	32,618
BDI-T-PNLTPO1	-	-	-	10,533	-	-	10,533	-	-	-	10,533	-	10,533
BRN-809-G07-HP02	-	77,076	-	-	-	-	77,076	-	-	-	77,076	-	77,076
BRN-813-G11-HP01	-	15,509	-	-	-	-	15,509	-	-	-	15,509	-	15,509
CT Cambodia *	-	-	-	21,950	-	-	21,950	-	-	-	21,950	21,950	-
KHM-C-MEFP01	-	-	-	21,950	-	-	21,950	-	-	-	21,950	21,950	-
CT Cameroon *	-	-	-	863,984	-	-	863,984	-	-	-	863,984	-	863,984
CMR-M-MOHP01	-	-	-	863,984	-	-	863,984	-	-	-	863,984	-	863,984
CMR-M-MOHP02	-	-	-	-	-	-	-	-	-	-	-	-	-
CT Central African Republic *	-	111,253	-	-	-	-	111,253	-	-	-	111,253	111,253	-
CAF-708-G05-HP03	-	111,253	-	-	-	-	111,253	-	-	-	111,253	111,253	-
CT Chad *	-	208,060	-	-	3,908	-	211,968	-	-	-	211,968	208,060	3,908
TCD-H-FOSAPP01	-	208,060	-	-	-	-	208,060	-	-	-	208,060	208,060	-
TCD-T-FOSAPP01	-	-	-	-	3,908	-	3,908	-	-	-	3,908	-	3,908
CT Comoros *	-	-	-	5,676	-	-	5,676	-	-	-	5,676	-	5,676
COM-810-G03-MP02	-	-	-	5,676	-	-	5,676	-	-	-	5,676	-	5,676
CT Congo (Democratic Republic) *	-	4,418,877	105,707	608,047	-	-	5,132,631	18,893	-	2,545,305	2,568,433	548,725	2,019,708
COD-H-MOHP02	-	675,560	76,173	514,107	-	-	1,265,840	-	-	529,230	736,610	-	736,610
COD-H-MOHP03	-	-	-	-	-	-	-	-	-	-	-	-	-
COD-M-MOHP02	-	3,574,118	-	-	-	-	3,574,118	-	-	1,812,347	1,761,771	528,280	1,233,491
COD-M-SANRUP03	-	-	-	18,893	-	-	18,893	18,893	-	-	-	-	-
COD-T-MOHP02	-	169,199	29,534	75,047	-	-	273,780	-	-	203,729	70,051	20,444	49,607
CT Côte d'Ivoire *	-	41,679	-	2,621	-	-	44,300	-	-	-	44,300	-	44,300
CIV-H-MOHP01	-	-	-	2,621	-	-	2,621	-	-	-	2,621	-	2,621
CIV-M-MOHP01	-	41,679	-	-	-	-	41,679	-	-	-	41,679	-	41,679
CT Ethiopia *	-	38,294	321	-	-	11,344	27,271	-	-	-	27,271	25,995	1,276
ETH-H-HAPCOP02	-	36,569	-	-	-	10,574	25,995	-	-	-	25,995	25,995	-
ETH-S-FMOHP02	-	1,725	321	-	-	770	1,276	-	-	-	1,276	-	1,276

Table 2: Recoverable amounts identified and submitted to the Recoveries Committee in the ordinary course of grant management operations outstanding for the period ended 30 June 2022

Row Labels	Expenditures compromised by prohibited practices (USD)	Unsupported expenditures (USD)	Expenditures incurred outside of the scope or period of the grant (USD)	Expenditures relating to other types of non-compliance or mismanagement of grant funds (USD)	Uncategorised Expenditures (USD)	Management Adjustments (USD)	Gross Recoverable Amount (USD)	Written off (USD)	Allocation reduction (USD)	Recovered (USD)	Net Amount still to Recover (USD)	Commitment to repay (USD)	Net After Commitments (USD)
CT Fiji *	-	139,143	-	-	-	-	139,143	-	-	79,466	59,677	268	59,409
FJI-T-MHMSP03	-	139,143	-	-	-	-	139,143	-	-	79,466	59,677	268	59,409
CT Ghana *	-	-	-	57,459	-	-	57,459	-	-	-	57,459	-	57,459
GHA-H-WAPCASP01	-	-	-	45,063	-	-	45,063	-	-	-	45,063	-	45,063
GHA-M-AGAMaIP02	-	-	-	12,396	-	-	12,396	-	-	-	12,396	-	12,396
CT Guinea *	-	258,041	-	4,713,042	-	-	4,971,083	-	-	102,345	4,868,738	-	4,868,738
GIN-H-CNLSP02	-	-	-	4,713,042	-	-	4,713,042	-	-	102,345	4,610,697	-	4,610,697
GIN-H-MOHP01	-	40,206	-	-	-	-	40,206	-	-	-	40,206	-	40,206
GIN-M-CRSP03	-	217,835	-	-	-	-	217,835	-	-	-	217,835	-	217,835
CT Indonesia *	-	-	-	370,285	-	-	370,285	-	-	-	370,285	-	370,285
IDN-H-MOHP04	-	-	-	54,970	-	-	54,970	-	-	-	54,970	-	54,970
IDN-H-SPIRITIP02	-	-	-	43,791	-	-	43,791	-	-	-	43,791	-	43,791
IDN-M-MOHP03	-	-	-	120,046	-	-	120,046	-	-	-	120,046	-	120,046
IDN-M-PERDHAKP02	-	-	-	72,324	-	-	72,324	-	-	-	72,324	-	72,324
IDN-T-MOHP04	-	-	-	79,154	-	-	79,154	-	-	-	79,154	-	79,154
CT Kenya *	333,231	11,277	-	73,581	-	-	418,089	-	-	71,262	346,827	6,125	340,703
KEN-H-TNTP03	-	-	-	16,751	-	-	16,751	-	-	14,631	2,120	-	2,120
KEN-M-TNTP02	333,231	-	-	-	-	-	333,231	-	-	-	333,231	-	333,231
KEN-T-TNTP03	-	5,351	-	-	-	-	5,351	-	-	-	5,351	-	5,351
KEN-T-TNTP04	-	5,926	-	56,830	-	-	62,756	-	-	56,631	6,125	6,125	-
CT Lao (Peoples Democratic Republic) *	-	-	1,835	-	-	-	1,835	-	-	-	1,835	1,835	0
LAO-H-GFMOHP04	-	-	880	-	-	-	880	-	-	-	880	880	0
LAO-T-GFMOHP04	-	-	955	-	-	-	955	-	-	-	955	955	-
CT Liberia *	-	-	-	17,486	-	-	17,486	-	-	-	17,486	-	17,486
LBR-M-MOHP04	-	-	-	17,486	-	-	17,486	-	-	-	17,486	-	17,486
CT Madagascar *	-	98,362	-	-	-	-	98,362	-	-	-	98,362	-	98,362
MDG-M-MOHP01	-	98,362	-	-	-	-	98,362	-	-	-	98,362	-	98,362
CT Mali *	-	-	-	11,343	-	-	11,343	-	-	-	11,343	-	11,343
MLI-M-PSIP03	-	-	-	11,343	-	-	11,343	-	-	-	11,343	-	11,343
CT Mauritania *	-	81,825	-	-	-	-	81,825	-	-	-	81,825	79,825	2,000
MRT-H-SENLSPO1	-	69,753	-	-	-	-	69,753	-	-	-	69,753	67,753	2,000
MRT-M-SENLSPO1	-	3,026	-	-	-	-	3,026	-	-	-	3,026	3,026	-
MRT-T-SENLSPO1	-	9,046	-	-	-	-	9,046	-	-	-	9,046	9,046	-
CT Montenegro *	-	361	-	-	-	-	361	-	-	-	361	361	-
MNE-H-MoHP01	-	361	-	-	-	-	361	-	-	-	361	361	-

Table 2: Recoverable amounts identified and submitted to the Recoveries Committee in the ordinary course of grant management operations outstanding for the period ended 30 June 2022

Row Labels	Expenditures compromised by prohibited practices (USD)	Unsupported expenditures (USD)	Expenditures incurred outside of the scope or period of the grant (USD)	Expenditures relating to other types of non-compliance or mismanagement of grant funds (USD)	Uncategorised Expenditures (USD)	Management Adjustments (USD)	Gross Recoverable Amount (USD)	Written off (USD)	Allocation reduction (USD)	Recovered (USD)	Net Amount still to Recover (USD)	Commitment to repay (USD)	Net After Commitments (USD)
CT Morocco *	-	-	-	2,409	-	-	2,409	-	-	-	2,409	-	2,409
MAR-C-MOHP01	-	-	-	1,956	-	-	1,956	-	-	-	1,956	-	1,956
MAR-H-MOHP01	-	-	-	454	-	-	454	-	-	-	454	-	454
CT Mozambique *	-	386,949	20,164	4,090,200	-	-	4,497,313	-	-	-	4,497,313	2,170,087	2,327,226
MOZ-809-G08-SPO2	-	203,823	-	481,238	-	-	685,061	-	-	-	685,061	685,061	-
MOZ-C-CCSP01	-	-	-	546,743	-	-	546,743	-	-	-	546,743	-	546,743
MOZ-C-FDCP01	-	-	-	457,076	-	-	457,076	-	-	-	457,076	457,076	-
MOZ-H-FDCP01	-	52,100	20,164	232,246	-	-	304,509	-	-	-	304,509	-	304,509
MOZ-H-MOHP02	-	62,696	-	265,340	-	-	328,036	-	-	-	328,036	-	328,036
MOZ-M-MOHP02	-	8,832	-	196,460	-	-	205,292	-	-	-	205,292	-	205,292
MOZ-M-WVP01	-	-	-	1,027,950	-	-	1,027,950	-	-	-	1,027,950	1,027,950	-
MOZ-M-WVP02	-	-	-	446,454	-	-	446,454	-	-	-	446,454	-	446,454
MOZ-T-MOHP01	-	33,268	-	342,639	-	-	375,907	-	-	-	375,907	-	375,907
MOZ-T-MOHP02	-	26,230	-	94,056	-	-	120,286	-	-	-	120,286	-	120,286
CT Multicountry HIAF2 ANECCA *	-	10,785	-	13,350	-	-	24,135	-	-	13,136	10,999	-	10,999
QPA-H-ANECCAP01	-	10,785	-	13,350	-	-	24,135	-	-	13,136	10,999	-	10,999
CT Multicountry HIAF2 ECSA-HC *	-	-	-	24,897	-	-	24,897	-	-	-	24,897	23,711	1,186
QPA-T-ECSAP01	-	-	-	24,897	-	-	24,897	-	-	-	24,897	23,711	1,186
CT Multicountry HIAS RAI *	-	-	-	23,961	-	-	23,961	-	-	-	23,961	-	23,961
QSE-M-UNOPSP02	-	-	-	13,329	-	-	13,329	-	-	-	13,329	-	13,329
QSE-M-UNOPSP03	-	-	-	10,632	-	-	10,632	-	-	-	10,632	-	10,632
CT Multicountry SEAS IHIVA *	-	52,172	-	-	-	-	52,172	52,172	-	-	-	-	-
QSA-H-IHAAP01	-	52,172	-	-	-	-	52,172	52,172	-	-	-	-	-
CT Myanmar *	-	-	-	10,684	-	-	10,684	-	-	-	10,684	-	10,684
MMR-T-UNOPSP03	-	-	-	9,136	-	-	9,136	-	-	-	9,136	-	9,136
MMR-T-UNOPSP04	-	-	-	1,547	-	-	1,547	-	-	-	1,547	-	1,547
CT Namibia *	-	31,760	-	605,372	-	-	637,132	-	-	4,413	632,719	27,347	605,372
NAM-C-MOHP01	-	-	-	534,766	-	-	534,766	-	-	-	534,766	-	534,766
NAM-M-MOHP01	-	-	-	70,606	-	-	70,606	-	-	-	70,606	-	70,606
NMB-202-G07-HP02	-	31,760	-	-	-	-	31,760	-	-	4,413	27,347	27,347	-
CT Nepal *	-	51,098	726,704	1,221,961	-	-	1,999,763	-	-	125,122	1,874,641	1,320,057	554,583
NPL-H-SCFP03	-	14,675	208,544	655,952	-	-	879,170	-	-	88,093	791,077	791,077	-
NPL-M-SCFP02	-	4,765	67,558	239,599	-	-	311,923	-	-	15,675	296,248	223,924	72,324
NPL-T-SCFP02	-	31,658	450,602	326,410	-	-	808,670	-	-	21,354	787,316	305,056	482,260
CT Nicaragua *	-	8,785	-	-	-	-	8,785	-	-	-	8,785	-	8,785
NIC-T-WVVP01	-	8,785	-	-	-	-	8,785	-	-	-	8,785	-	8,785
CT Niger *	-	5,773	17,185	-	-	-	22,958	-	-	-	22,958	-	22,958
NER-H-CNCTRP02	-	5,773	-	-	-	-	5,773	-	-	-	5,773	-	5,773
NER-M-CRSP02	-	-	17,185	-	-	-	17,185	-	-	-	17,185	-	17,185

Table 2: Recoverable amounts identified and submitted to the Recoveries Committee in the ordinary course of grant management operations outstanding for the period ended 30 June 2022

Row Labels	Expenditures comprised by prohibited practices (USD)	Unsupported expenditures (USD)	Expenditures incurred outside of the scope or period of the grant (USD)	Expenditures relating to other types of non-compliance or mismanagement of grant funds (USD)	Uncategorised Expenditures (USD)	Management Adjustments (USD)	Gross Recoverable Amount (USD)	Written off (USD)	Allocation reduction (USD)	Recovered (USD)	Net Amount still to Recover (USD)	Commitment to repay (USD)	Net After Commitments (USD)
CT Pakistan *	-	77,527	1,168,975	448,372	-	-	1,694,874	-	-	485,811	1,209,063	3,955	1,205,108
PAK-H-NACPP03	-	-	42,981	71,057	-	-	114,038	-	-	1,387	112,651	-	112,651
PAK-M-DOMCP03	-	-	80,994	58,249	-	-	139,243	-	-	-	139,243	-	139,243
PAK-T-NTPP01	-	-	-	6,258	-	-	6,258	-	-	4,865	1,393	-	1,393
PAK-T-NTPP02	-	-	158,180	-	-	-	158,180	-	-	35,463	122,717	-	122,717
PAK-T-NTPP03	-	-	423,425	230,945	-	-	654,370	-	-	-	654,370	-	654,370
PAK-T-TIHP01	-	77,527	463,395	79,507	-	-	620,429	-	-	444,097	176,332	3,955	172,378
PAK-T-TIHP02	-	-	-	2,356	-	-	2,356	-	-	-	2,356	-	2,356
CT Sierra Leone *	202,886	75,807	109,616	693,174	-	-	1,081,482	-	-	233,912	847,571	382,847	464,723
SLE-H-NASPO3	-	46,795	-	318,229	-	-	365,024	-	-	81,631	283,393	-	283,393
SLE-H-NASPO4	-	-	-	20,092	-	-	20,092	-	-	-	20,092	-	20,092
SLE-M-MOHSP02	-	9,053	109,616	-	-	-	118,670	-	-	-	118,670	118,670	-
SLE-Z-MOHSP01	32,450	3,505	-	321,541	-	-	357,496	-	-	85,239	272,257	264,178	8,080
SLE-Z-MOHSP02	170,436	16,453	-	33,312	-	-	220,200	-	-	67,042	153,159	-	153,159
CT Sudan *	122,714	248,676	-	212,192	-	-	583,582	-	-	47,273	536,309	385,569	150,740
SDN-M-MOHP01	-	85,222	-	65,518	-	-	150,740	-	-	-	150,740	-	150,740
SDN-S-FMOHP01	122,714	163,454	-	146,674	-	-	432,842	-	-	47,273	385,569	385,569	-
CT Tajikistan *	-	1,913	-	-	-	-	1,913	-	-	-	1,913	-	1,913
TJK-T-RCTCP02	-	1,913	-	-	-	-	1,913	-	-	-	1,913	-	1,913
CT Tanzania (United Republic) *	-	653,115	141,222	1,504,121	-	228,283	2,070,175	-	-	429,027	1,641,148	-	1,641,148
TNZ-405-G06-HP03	-	50,021	-	653,717	-	-	703,738	-	-	270,514	433,224	-	433,224
TZA-C-AmrefP01	-	725	-	50,390	-	-	51,115	-	-	-	51,115	-	51,115
TZA-C-STCP01	-	-	-	53,671	-	-	53,671	-	-	53,617	54	-	54
TZA-H-MOFPP01	-	-	37,859	410,343	-	-	448,202	-	-	-	448,202	-	448,202
TZA-H-MOFPP02	-	488,920	74,657	55,772	-	170,148	449,201	-	-	104,742	344,459	-	344,459
TZA-M-MOFPP03	-	19,829	-	111,786	-	-	131,615	-	-	-	131,615	-	131,615
TZA-M-MOFPP04	-	60,300	-	168,443	-	10,933	217,810	-	-	-	217,810	-	217,810
TZA-T-MOFPP02	-	33,320	28,706	-	-	47,202	14,825	-	-	154	14,671	-	14,671
CT Thailand *	-	-	-	406,535	-	-	406,535	-	-	-	406,535	-	406,535
THA-C-DDCP01	-	-	-	406,535	-	-	406,535	-	-	-	406,535	-	406,535
CT Uganda *	21,068	597,984	-	389,661	-	-	1,008,713	-	-	596,490	412,223	180,424	231,799
UGA-C-TASOP01	-	692	-	387,663	-	-	388,355	-	-	325,467	62,888	-	62,888
UGA-H-MoFPEDP02	-	-	-	1,998	-	-	1,998	-	-	-	1,998	-	1,998
UGA-M-MoFPEDP01	-	430,379	-	-	-	-	430,379	-	-	249,955	180,424	180,424	-
UGA-M-TASOP01	-	1,958	-	-	-	-	1,958	-	-	-	1,958	-	1,958
UGA-T-MoFPEDP03	21,068	164,955	-	-	-	-	186,023	-	-	21,068	164,955	-	164,955

Table 2: Recoverable amounts identified and submitted to the Recoveries Committee in the ordinary course of grant management operations outstanding for the period ended 30 June 2022

Row Labels	Expenditures compromised by prohibited practices (USD)	Unsupported expenditures (USD)	Expenditures incurred outside of the scope or period of the grant (USD)	Expenditures relating to other types of non-compliance or mismanagement of grant funds (USD)	Uncategorised Expenditures (USD)	Management Adjustments (USD)	Gross Recoverable Amount (USD)	Written off (USD)	Allocation reduction (USD)	Recovered (USD)	Net Amount still to Recover (USD)	Commitment to repay (USD)	Net After Commitments (USD)
CT Ukraine *	-	-	-	57,005	13,949	-	70,954	-	-	-	70,954	-	70,954
UKR-C-AUAP02	-	-	-	42,830	-	-	42,830	-	-	-	42,830	-	42,830
UKR-C-AUNP02	-	-	-	6,347	13,949	-	20,296	-	-	-	20,296	-	20,296
UKR-C-PHCP02	-	-	-	7,828	-	-	7,828	-	-	-	7,828	-	7,828
CT Viet Nam *	-	-	-	128,370	-	-	128,370	-	-	112,246	16,124	16,124	(0)
VNM-H-VAACP04	-	-	-	128,370	-	-	128,370	-	-	112,246	16,124	16,124	(0)
CT Zambia *	4,717,660	83,911	29,144	21,039	-	144,089	4,707,665	-	-	2,702,089	2,005,577	1,992,028	13,549
ZAM-H-UNDP01	4,638,025	-	-	-	-	133,269	4,504,756	-	-	2,702,089	1,802,668	1,802,668	-
ZMB-C-MOHP02	70,938	49,151	29,144	4,086	-	9,670	143,649	-	-	-	143,649	136,927	6,722
ZMB-M-MOHP02	8,697	34,760	-	16,953	-	1,150	59,260	-	-	-	59,260	52,433	6,827
CT Zimbabwe *	-	240,099	-	-	-	-	240,099	-	-	-	240,099	-	240,099
ZWE-H-UNDP02	-	240,099	-	-	-	-	240,099	-	-	-	240,099	-	240,099
Grand Total *	5,450,372	8,110,973	2,321,055	16,681,234	17,857	383,716	32,197,775	71,065	-	7,547,895	24,578,815	7,506,547	17,072,268

Table 3: OIG audit & investigation reports pending for the Recoveries Committee for the period ended 30 June 2022

This table reconciles and provides supporting explanations for amounts reported by the OIG but which require additional work in order to arrive at a final recoverable amount.

Country	OIG Report Issue Date	OIG Reported Potential Recoverable	Reclassified Amount	Current Recoverable Amount	Amount Still Under Review	Status
Pakistan	01 April 2021	US\$ 1,171,589	-	US\$ 1,171,589	-	Since December 2021, the recoveries process has been delayed due to ongoing litigation.
Liberia	08 April 2022	US\$ 994,928		US\$ 994,928		CT is in the process of preparing the Demand Letters to be sent to the PR.

Reclassified amount: The amount of expenditures previously identified as non-compliant that have been reclassified as compliant following further review by the Secretariat in conjunction with the LFA and OIG.

Current recoverable amount: The amount of expenditures previously identified as non-compliant that are confirmed as non-compliant following further review by the Secretariat in conjunction with the LFA and OIG.

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Table 4: Top 75% Non-OIG outstanding recoverable

Grant	Amount	Reimbursement Deadline
CT Guinea *	4,868,738	
GIN-H-CNLSP02	4,610,697	Sep-20
GIN-H-MOHP01	40,206	Feb-22
GIN-M-CRSP03	217,835	Feb-22
CT Mozambique *	2,327,226	
MOZ-C-CCSP01	546,743	Feb-21
MOZ-H-FDCP01	304,509	Feb-21
MOZ-H-MOHP02	328,036	Feb-21
MOZ-M-MOHP02	205,292	Aug-21
MOZ-M-WVP02	446,454	Aug-21
MOZ-T-MOHP01	375,907	Feb-21
MOZ-T-MOHP02	120,286	Feb-21
CT Congo (Democratic Republic) *	2,019,708	
COD-H-MOHP02	736,610	May-22
COD-M-MOHP02	1,233,491	May-22
COD-T-MOHP02	49,607	May-22
CT Tanzania (United Republic) *	1,641,148	
TNZ-405-G06-HP03	433,224	May-20
TZA-C-AmrefP01	51,115	Jun-22
TZA-C-STCP01	54	Dec-20
TZA-H-MOFPP01	448,202	Aug-21
TZA-H-MOFPP02	344,459	Aug-21
TZA-M-MOFPP03	131,615	Aug-21
TZA-M-MOFPP04	217,810	Jun-22
TZA-T-MOFPP02	14,671	Mar-22
CT Pakistan *	1,205,108	
PAK-H-NACPP03	112,651	Mar-22
PAK-M-DOMCP03	139,243	Apr-21
PAK-T-NTPP01	1,393	Sep-20
PAK-T-NTPP02	122,717	May-21
PAK-T-NTPP03	654,370	Apr-21
PAK-T-TIHP01	172,378	Apr-22
PAK-T-TIHP02	2,356	Apr-22
CT Cameroon *	863,984	
CMR-M-MOHP01	863,984	Jan-19
Total *	12,925,912	

Table 5: Detailed 2022 Write offs

Country	Currency	Amount Grant CCY	Amount USD	RC/ED Decision
Afghanistan	USD	53,664	53,664	4-Feb-22
Guatemala	USD	6,482	6,482	9-Feb-22
Malaysia	USD	462	462	23-Feb-22
India	USD	19,502	19,502	14-Mar-22
Ukraine	USD	116,951	116,951	30-Mar-22
Democratic Republic of Cong	USD	98,191	98,191	13-Jun-22
Multicountry AFAO	USD	239	239	10-Jun-22
TOTAL			295,491	