



**SEVENTH REGULAR SESSION
FINANCE AND ADMINISTRATION COMMITTEE**

Fourth Session

Honolulu, Hawaii USA, French Polynesia

05-10 December 2010

**AUDITOR'S REPORT FOR 2009 AND GENERAL ACCOUNT FUND
FINANCIAL STATEMENTS FOR 2009**

WCPFC7-2010 –FAC4/04

27 October 2010

Introduction

1. The Commission's Financial Regulations require that the independent external Auditor issue a report on the audit of the annual financial statements and relevant schedules relating to the accounts (Finance Regulation 12.6) and that following consideration of the audited financial statements and audit report the Commission shall signify its acceptance of the audited financial statements or take such other action as it may consider appropriate (Financial Regulation 13.1).

2. In undertaking the audit the Auditor is required to report on all relevant matters, including:

- whether the statements are based on proper accounts and records;
- whether the statements are in agreement with the accounts and records;
- whether income, expenditure and investment of moneys and the acquisition and disposal of assets by the Commission during the year have been in accordance with the Regulations; and
- provide observations with respect to the efficiency and economy of the financial procedures and conduct of business, the accounting system, internal financial controls and the administration and management of the Commission.

3. The audit and compliance reports, which comprise all of the formal communications from the external auditor, were placed on the Commission's website in July 2010. The website posting was notified in the Secretariat's Second Quarter report. The audit, compliance reports and annual financial statements are attached for reference. They show a compliant and unqualified set of accounts and reports.

External Audit Timing Requirements

4. In accordance with the requirements of Finance Regulation 11, the Commission's annual financial statements for the 2009 financial period were submitted to the Auditor prior to 31 March 2010. The audit was completed within the prescribed time period of 90 days and a copy of the audit report and audited financial statements was subsequently provided to the Commission within 30 days.

Scope

5. The primary reporting focus of the financial statements is the Commission's General Account Fund established in accordance with Financial Regulation 6.1 (a). However detailed information about the other funds in existence as at 31 December 2009: the Working Capital

Fund; Special Requirements Fund; Regional Observer Programme Support Fund; Western Pacific East Asia Oceanic Fisheries Management Project (formerly the Indonesia/Philippines Data Collection Project Fund); the Japanese Trust Fund; and the Voluntary Contributions Fund is given at Note 6 to the Financial Statements. These other funds were therefore subject to the same audit process as the General Account Fund. The reporting format for these funds was adopted on the recommendation of the external auditor.

Audit findings

6. The audit report and compliance report provide:

- the external auditors opinion that the “financial statements present fairly, in all material respects, the financial position of the general account fund of the Commission as of 31 December, 2009, and the results of its operations and its cash flows for the year then ended...”; and
- a statement that there was no evidence of non compliance with the Commission’s Financial Regulation 12.4 (c) which requires an opinion on regulatory compliance in relation to income, expenditure, the investment of moneys and the acquisition and disposal of assets.

Financial results

7. The financial statements show that the outcome for the General Account Fund for 2009 was a small excess of income over expenditure of USD24,889, however that surplus was in the context of a USD227,082 advance from the Working Capital Fund that was needed to finance unforeseen Vessel Monitoring System Operating Costs. That transfer had the prior approval of the Commission. In addition to the small surplus, prior years’ contributions of USD77,120 were paid by some Members in 2009 and this helped result in the General Account Fund balance at the end of the year of USD120,027. In accordance with Financial Regulation 4.4. this balance was transferred to the Working Capital Fund in 2010.

Recommendation

8. The Commission is invited to either accept the audited financial statements or take other action as it may consider appropriate.

**WESTERN AND CENTRAL PACIFIC
FISHERIES COMMISSION**

**FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT**

YEAR ENDED DECEMBER 31, 2009

Independent Auditors' Report

The Chairman
Western and Central Pacific Fisheries Commission:

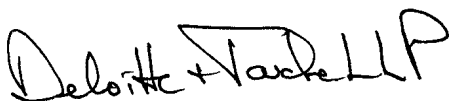
We have audited the accompanying general account fund statements of assets, liabilities and fund balance of the Western and Central Pacific Fisheries Commission (the Commission) as of December 31, 2009, and the related statements of income and expenditures and changes in fund balance, of cash flows and of appropriations and expenditures for the year then ended. These financial statements are the responsibility of the Commission's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards, which are consistent with the generally accepted auditing standards referred to in the Commission's financial regulation 12.4, require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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 Commission's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 2 to the financial statements, these financial statements were prepared in conformity with financial regulations of the Commission and certain accounting standards adopted by other international organizations, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, such financial statements present fairly, in all material respects, the financial position of the general account fund of the Commission as of December 31, 2009, and the results of its operations and its cash flows for the year then ended, on the basis of accounting described in Note 2.

We have also issued our report dated June 25, 2010, on the Commission's compliance with financial regulation 12.4(c) and our consideration of the Commission's internal control over financial reporting as required by the Commission's financial regulation 12.4(d).



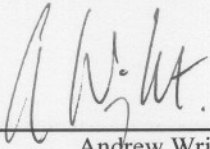
June 25, 2010

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

**General Account Fund
Statement of Assets, Liabilities and Fund Balance
December 31, 2009
(With Comparative Totals as of December 31, 2008)**

<u>Assets</u>	<u>2009</u>	<u>2008</u>	<u>Note</u>
Cash and short-term deposits	\$ 486,552	\$ 603,732	3
Contributions receivable	\$ 87,459		
Less provision for delayed contributions	<u>(87,459)</u>	-	4
Accounts receivable	4,401	20,523	
Other assets and advance payments	<u>49,254</u>	<u>66,135</u>	
Total assets	<u>\$ 540,207</u>	<u>\$ 690,390</u>	
 <u>Liabilities and Fund Balance</u>			
Unliquidated obligations	\$ 207,341	\$ 260,711	
Member contributions in advance	16,000	16,005	
Accrued entitlements	166,839	117,034	
Income tax withheld	-	1,471	
Social security tax withheld	-	2,337	
Provision for medical expenses	30,000	30,000	
Provision for 2008 deferred income	-	256,000	
Fund balance	<u>120,027</u>	<u>6,832</u>	
Total liabilities and fund balance	<u>\$ 540,207</u>	<u>\$ 690,390</u>	

See accompanying notes to financial statements.



Andrew Wright
Executive Director

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

**General Account Fund
Statement of Income and Expenditure and Changes in Fund Balance
Year Ended December 31, 2009
(With Comparative Totals for the Year Ended December 31, 2008)**

<u>Income</u>	<u>2009</u>	<u>2008</u>	Note
Contributions:			
Assessed contributions	\$ 4,229,153	\$ 3,135,264	4
Income deferred from prior year	<u>256,000</u>	<u>334,000</u>	
	4,485,153	3,469,264	
Voluntary contributions	<u>11,460</u>	<u>25,544</u>	
Total contributions income	4,496,613	3,494,808	
Transfer from Working Capital Fund	227,082	-	
Miscellaneous income:			
Interest	16,388	30,604	
Other	<u>34,924</u>	<u>29,380</u>	
Total income	<u>4,775,007</u>	<u>3,554,792</u>	
<i>Less</i>			<i>(refer Statement of Appropriations & Expenditures, page 5)</i>
Expenditures	<u>4,687,434</u>	<u>3,342,740</u>	
Excess of income over expenditure	87,573	212,052	
<i>Less</i>			
Delayed contributions	<u>62,684</u>	<u>101,895</u>	
Net excess of income over expenditure	24,889	110,157	
<i>add</i>			
Prior year contributions paid in current year	77,120	141,475	4
Fund balance at beginning of year	6,832	1,167	
Transfer to Working Capital Fund	(6,832)	(1,167)	
Savings on prior year obligations	18,018	11,200	
Deferred income	<u>-</u>	<u>(256,000)</u>	
Fund balance at end of year	<u>\$ 120,027</u>	<u>\$ 6,832</u>	

See accompanying notes to financial statements.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

**General Account Fund
Statement of Cash Flows
Year Ended December 31, 2009
(With Comparative Totals for the Year Ended December 31, 2008)**

Cash flows from operating activities:	<u>2009</u>	<u>2008</u>
Net excess of income over expenditure	\$ 24,889	\$ 110,157
Decrease (increase) in other accounts receivable	16,122	(8,913)
Decrease (increase) in other assets	16,881	(39,979)
Decrease in advances from member states	(5)	(33,639)
Increase (decrease) in unliquidated obligations	(35,352)	44,379
Increase in other liabilities	45,997	73,261
Previous year's contributions paid	77,120	141,475
Deferred income from prior year	<u>(256,000)</u>	<u>(334,000)</u>
Net cash from operating activities	(110,348)	(47,259)
Transfer to Working Capital Fund	<u>(6,832)</u>	<u>(1,167)</u>
Net decrease in cash and short term deposits	(117,180)	(48,426)
Cash and short term deposits at the beginning of the year	<u>603,732</u>	<u>652,158</u>
Cash and short term deposits at the end of the year	<u><u>\$ 486,552</u></u>	<u><u>\$ 603,732</u></u>

See accompanying notes to financial statements.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Statement of Appropriations and Expenditures Year Ended December 31, 2009

WCPFC Budget Items 2009 Assessed and Voluntary Contributions General Account Fund Expenditure	Approved Budget (USD)	<i>Transfers</i>	<i>Revised Budget</i>	Total Expenditure 31/12/09	Balance of Budget
Part 1 Section 1 (Item 1) Administrative Expenses					
Sub-item 1.1 - Staff costs					
Established Posts	1,617,565		1,654,872	1,654,872	0
General temporary assistance	2,000	(1,130)	870	0	870
Overtime	5,000	(1,253)	3,747	3,747	0
Consultants	200,000	(34,924)	165,076	165,076	0
Chairman's expenses	20,000		20,000	7,538	12,462
Total sub-item 1.1	1,844,565	0	1,844,565	1,831,233	13,332
Sub-item 1.2 : Staff Travel	186,000	10,773	196,773	196,773	0
Sub-item 1.3 - General Operating Expenses					
Electricity, water, sanitation	117,300	(59,286)	58,014	58,014	0
Communications	30,000		33,765	33,765	0
Office supplies & fuel	31,000	(1,014)	29,986	29,172	814
Publications & Printing	27,000		27,000	27,000	0
Audit	9,000		9,000	7,000	2,000
Bank charges	5,200	2,897	8,097	8,097	0
Official hospitality	15,600		15,627	15,627	0
Security	40,000	9,810	49,810	49,810	0
Training	6,000	596	6,596	6,596	0
Miscellaneous	10,000	486	10,486	10,486	0
Total sub-item 1.3	291,100	(42,719)	248,381	245,567	2,814
Sub-item 1.4 - Capital expenditure					
Information & communications technology	51,000	2,333	53,333	53,333	0
Fencing	50,000	12,040	62,040	62,040	0
Furniture and Office Equipment	25,000	5,474	30,474	30,474	0
Total sub-item 1.4	126,000	19,847	145,847	145,847	0
Sub-item 1.5 - Maintenance					
Vehicles	5,000		5,000	2,850	2,150
Information & communications technology	15,000		15,000	14,347	653
Buildings & grounds	94,000	59,419	153,419	153,419	0
Insurance	36,000		36,000	28,365	7,635
Total sub-item 1.5	150,000	59,419	209,419	198,981	10,438
Sub-item 1.6 - Meeting services					
Annual session	146,000	(18,079)	127,921	127,921	0
Scientific Committee	151,000	(18,664)	132,336	126,401	5,935
Northern Committee	10,000		10,000	4,917	5,083
IWG-ROP3	60,000	(18,468)	41,532	41,532	0
Technical and Compliance Committee	127,000	7,891	134,891	134,891	0
Total sub-item 1.6	494,000	(47,320)	446,680	435,662	11,018
Sub-total Section 1 (Item 1)	3,091,665	0	3,091,665	3,054,063	37,602
Part 2 (Item 2) Science & Technical & Compliance Programme					
Sub-item 2.1 - Scientific services (OFP-SPC)	550,000		550,000	550,000	0
Sub-item 2.2 - Scientific research					
Regional tagging	10,000		10,000	10,000	0
Training publications and educational materials	7,500		7,500	7,500	0
Refinement of BE tuna biological parameters	30,000		30,000	30,000	0
Stock structure & life history of S. Pacific Albacore	25,000		25,000	25,000	0
FAD related tuna composition & distribution	2,000		2,000	2,000	0
Scoping the use of reference points & MSE	10,000		10,000	10,000	0
Indonesia/Philippines data collection project	100,000		100,000	100,000	0
Collection/evaluation of PS species data & Special Project	60,500		60,500	60,500	0
Total sub-item 2.2	245,000	0	245,000	245,000	0
Sub-item 2.3 - Technical and Compliance Programme					
Regional Observer Programme - post audit remediation	10,000		10,000	0	10,000
Regional Observer Programme - obs./special circumstances	30,000		30,000	30,000	0
Regional Observer Programme data entry support (SPC)	40,000		40,000	40,000	0
WCPFC Record of fishing vessels	5,000		5,000	5,000	0
Implementation issues - by catch mitigation	7,500		7,500	7,500	0
Vessel Monitoring System- capital costs	93,290	(30,018)	63,272	63,272	0
Vessel Monitoring System - operating costs*	382,700	30,018	412,718	639,799	-227,081
Information Management System	60,000		60,000	52,800	7,200
Total sub-item 2.3	628,490	0	628,490	838,371	-209,881
Total Section 2/Item 2	1,423,490	0	1,423,490	1,633,371	-209,881
Total Parts 1 and 2	4,515,155	0	4,515,155	4,687,434	-172,279

See accompanying notes to financial statements.

* The VMS operating expenditure is financed by advances from the Working Capital Fund as approved by WCPFC5. The excess expenditure for that item and the totals should be read in that context.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

1. Organization

The Western and Central Pacific Fisheries Commission (the Commission) is an international organisation established under the Convention on the Conservation and Management of Highly Migratory Fish Stocks in the Western and Central Pacific Ocean. The Commission came into existence on the 19th of June 2004 upon entry into force of the Convention. The Secretariat was established in September 2005 when the Executive Director took up his post.

The Commission is the organisation through which state parties to the Convention seek to ensure, through effective management, the long term conservation and sustainable use of highly migratory fish stocks in the western and central Pacific Ocean in accordance with the United Nations Convention on the Law of the Sea of 10 December 1982 and the Agreement for the Implementation of the Provisions of the United Nations Convention on the Law of the Sea of 10 December 1982 relating to the Conservation and Management of Straddling Fish Stocks and Highly Migratory Fish Stocks.

The subsidiary bodies of the Commission are a Scientific Commission, a Technical and Compliance Committee, a Northern Committee and a Finance and Administration Committee.

The Commission is currently concentrating on:

- (i) Implementing the decisions of the Annual Sessions of the Commission in relation to conservation and management measures;
- (ii) Monitoring the effect of the conservation and management measures adopted in terms of supporting the sustainable use, conservation and management of western and central Pacific fish stocks and improving data acquired from fisheries in the Convention Area as a basis for monitoring the fisheries supported by members;
- (iii) Operationalising an integrated system for monitoring, control and surveillance, as provided for in the Convention, including establishment of the Commission's Vessel Record and Authorizations to Fish, Procedures for Listing Vessels that have undertaken IUU fishing activities in the Convention Area, implementation of the High Seas Boarding and Inspection scheme, the satellite-based vessel monitoring system and the Regional Observer Programme.
- (iv) Administration of relationships with other Regional Fisheries Management Organizations;
- (v) Monitoring initiatives to establish an international convention for straddling fish stocks and discrete high seas fish stocks in the southern Pacific Ocean;
- (vi) Supporting efforts to improve data collection and research associated with tuna fisheries and the WCPO ecosystem including initiatives to scale up tuna tagging programmes;
- (vii) Supporting efforts to promote an ecosystems approach to fisheries (EAF) and its application to WCPO;
- (viii) Supporting efforts to mitigate the impacts of tuna fishing on non-target species and the marine ecosystem;
- (ix) Supporting initiatives to evaluate management options for WCPO tuna resources including the matter of allocation;
- (x) Monitoring and engagement with global efforts to address tuna fishing capacity concerns;
- (xi) Monitoring developments in the tuna industry; and
- (xii) The establishment of a fully functional Secretariat.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

2. Summary of Significant Accounting and Financial Reporting Policies of the Commission

Scope

These financial statements reflect the assets, liabilities and transactions relating to the General Account Fund. The Commission administers the following other funds:

- Working Capital Fund
- Special Requirements Fund
- Regional Observer Programme Support Fund
- Indonesia – Philippines Data Collection Project Fund
- Japanese Trust Fund
- Headquarters Building Fund
- Voluntary Contributions Fund

The accounts of the Commission are maintained in accordance with the financial regulations of the Commission and administrative instructions issued by the Executive Director of the Commission. They also take into account certain accounting standards adopted by the United Nations Common System.

The Commission accounts are maintained on a fund accounting basis. The funds are maintained as distinct financial and accounting entities.

The financial period of the Commission consists of a calendar year. The financial statements presented are for the calendar year January 1 to December 31, 2009.

Generally, income, expenditure, assets, and liabilities are recognised on the accrual basis of accounting (please refer to “Assets” hereunder).

The accounts of the Commission are presented in United States Dollars (\$). Accounts maintained in other currencies are translated into \$’s at the time of the translation at the current rates of exchange.

Income

The amounts necessary to finance the activities of the Commission are assessed to Member States according to the agreed scale of assessments set out in the Commission’s Financial Regulations. Interest income includes interest earned on various bank accounts and term deposits.

Expenditures

All General Account Fund expenditures are recorded against allocated lines of budgetary appropriation.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

2. Summary of Significant Accounting and Financial Reporting Policies of the Commission, Continued

Assets

Cash and term deposits comprise funds on deposit in operating accounts, interest bearing bank accounts, and petty cash holdings.

The asset Contributions receivable is matched by a Provision for delays in collection of the outstanding contributions, in accordance with United Nations System Accounting Standards. This is done in the interest of prudence and no judgment is made about collectability.

Acquisitions of capital assets are charged against expenditure accounts in the year of purchase, hence furniture, equipment and other non-expendable property are not included in the assets of the Commission appearing in the Statement of Assets, Liabilities, Reserves and Fund Balance. The estimated total of non-expendable property held by the Commission is stated in note 5.

Provisions

In addition to the Provision for delays in collection of the outstanding contributions mentioned above, provision has been made to return \$256,000 to members by way of reduced contributions in 2009 as a result of a WCPFC5 budget financing.

Use of Estimates

The preparation of financial statements can require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates and any adjustments that may be necessary would be reflected in the year in which actual results are known.

Taxation

The Commission is exempt from taxes and custom duties as follows:

Within the scope of the official activities, the Commission, its property, premises and assets and its income, including contributions made to the Commission under the Convention, shall be exempt from all national taxes. Goods, including the Commission's publications, motor vehicles and items for official entertainment purposes that are intended for the official use of the Commission shall be exempt from all customs and excise duties payable at customs, except payment for services.

Goods imported or purchased under an exemption shall not be sold or otherwise disposed of in the Federated States of Micronesia (FSM), except under conditions agreed in advance with the FSM National Government.

The Commission is subject to Pohnpei State Tax and is reimbursed periodically by the national government for those taxes.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

3. Cash and Term Deposits

Funds being held in bank accounts in the name of the Commission but which are not included in the General Account Fund statements amounted to \$804,378 in 2009 and \$899,914 in 2008. These funds are in respect of:

<u>Fund</u>	<u>2009</u>	<u>2008</u>
Working Capital Fund	\$ 241,982	\$ 476,019
Indonesia-Philippines Data Collection Project	263,975	104,665
Regional Observer Program Support Fund	57,595	92,930
Special Requirements Fund	183,642	143,394
Headquarters Building Fund	-	30,033
Japanese Trust Fund	27,715	25,564
Voluntary Contributions Fund	<u>29,469</u>	<u>27,309</u>
Total	\$ <u>804,378</u>	\$ <u>899,914</u>

4. Provision for Delays in the Receipt of Contributions Receivable

The provisions of \$87,459 in 2009 and \$101,895 in 2008, respectively, are derived as follows:

	<u>2009</u>	<u>2008</u>
Assessed member contributions for the approved current year budget	\$ 4,229,153	\$ 3,135,264
<u>Add</u> Outstanding Contributions as at beginning of year	<u>101,895</u>	<u>141,475</u>
Total member contributions available for collection	4,331,048	3,276,739
<u>Less</u> current year Contributions received	<u>4,166,469</u>	<u>3,033,369</u>
Provision for delayed contributions	164,579	243,370
<u>Less</u> prior year contributions received in current year	<u>77,120</u>	<u>141,475</u>
Total provision as at end of year	\$ <u>87,459</u>	\$ <u>101,895</u>

5. Non-Expendable Property

At December 31, 2009 and 2008, the estimated value at cost of non-expendable property totaled \$675,289 and \$527,060, respectively.

A lease and grant for the Commission's headquarters building were obtained at no charge during 2007. The cost value of the building has been estimated at \$2.9 million dollars.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

6. Other Funds

Working Capital Fund

The Commission's Working Capital Fund at December 31, 2009 and 2008 totaled \$241,982 and \$462,232, respectively. A copy of the financial statements related to the Working Capital Funds is at page 11.

Indonesia-Philippines Data Collection Project

The balance of this fund at December 31, 2009 and 2008 totaled \$263,975 and \$87,856, respectively. A copy of the financial statements related to the Fund is at page 12.

Regional Observer Program Support Fund

The balance of this fund at December 31, 2009 and 2008 totaled \$53,194 and \$92,930, respectively. A copy of the financial statements related to the Fund is at page 13.

Special Requirements Fund

The balance of the Special Requirements Fund at December 31, 2009 and 2008 totaled \$183,642 and \$139,284, respectively. Financial statements related to the Fund are presented on page 14.

Japanese Trust Fund

The balance of the Japanese Trust Fund as at December 31, 2009 and 2008 totaled \$27,715 and \$25,277, respectively. A copy of the financial statements related to the Fund is at page 15.

Headquarters Building Fund

The balance of the Headquarters Building Fund as at December 31, 2009 and 2008 totaled \$nil and \$30,033, respectively. A copy of the financial statements related to the Fund is at page 16.

Voluntary Contributions Fund

The balance of the Voluntary Contributions Fund as at December 31, 2009 and 2008 totaled \$5,039 and \$25,822, respectively. A copy of the financial statements related to the Fund is at page 17.

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

6. Other Funds, Continued

Working Capital Fund
 Schedule of Income and Expenditure and Changes in Fund Balance
 Year Ended December 31, 2009
 (With Comparative Totals for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
Income and Other Additions:		
Balance b/fwd from prior year	\$ 462,232	\$ 461,065
Transfer of General Account Surplus	<u>6,832</u>	<u>1,167</u>
Total income and other additions	<u>469,064</u>	<u>462,232</u>
Less Transfer:		
To General Account Fund	<u>227,082</u>	<u>-</u>
Net transfers	<u>227,082</u>	<u>-</u>
Fund Balance	\$ <u>241,982</u>	\$ <u>462,232</u>

Working Capital Fund
 Schedule of Assets, Liabilities and Fund Balance
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

	<u>2009</u>	<u>2008</u>
<u>Assets</u>		
Cash at bank	\$ 241,982	\$ 11,237
Interest bearing deposit	-	451,000
Accrued interest	<u>-</u>	<u>13,782</u>
Total assets	<u>241,982</u>	<u>476,019</u>
<u>Liabilities</u>		
Interest due to General Account Fund	<u>-</u>	<u>13,787</u>
<u>Fund balance</u>	\$ <u>241,982</u>	\$ <u>462,232</u>

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

6. Other Funds, Continued

Indonesia Philippines Data Collection Project Fund
Schedule of Income and Expenditure and Changes in Fund Balance
Year Ended December 31, 2009
(With Comparative Totals for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
Income and Other Additions:		
Balance of Indonesia/Philippines Project funds b/fwd from prior year	\$ 87,856	\$ 7,659
Contribution:		
WCPFC GAF Co-Financing	104,861	42,500
Australia	100,000	-
Japan Trust Fund	30,000	-
USA	-	62,009
UNOPS	-	69,444
Interest	<u>768</u>	<u>94</u>
Total income	<u>323,485</u>	<u>181,706</u>
Expenditure	<u>59,510</u>	<u>93,850</u>
Fund Balance	\$ <u>263,975</u>	\$ <u>87,856</u>

Indonesia Philippines Data Collection Project Fund
Schedule of Assets, Liabilities and Fund Balance
December 31, 2009
(With Comparative Totals as of December 31, 2008)

	<u>2009</u>	<u>2008</u>
<u>Assets</u>		
Cash at bank	\$ 263,975	\$ 104,665
Accounts receivable amount due from UNOPS	<u>-</u>	<u>15,944</u>
Total assets	<u>263,975</u>	<u>120,609</u>
<u>Liabilities</u>		
Unliquidated obligations	<u>-</u>	<u>32,753</u>
<u>Fund balance</u>	\$ <u>263,975</u>	\$ <u>87,856</u>

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

6. Other Funds, Continued

Regional Observer Program Support Fund
 Schedule of Income and Expenditure and Changes in Fund Balance
 Year Ended December 31, 2009
 (With Comparative Totals for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
<u>Income</u>		
Balance brought forward from prior year	\$ 92,930	\$ 132,985
Interest	<u>193</u>	<u>1,919</u>
Total income	93,123	134,904
Less expenditure	<u>39,929</u>	<u>41,974</u>
Fund balance	\$ <u>53,194</u>	\$ <u>92,930</u>

Regional Observer Program Support Fund
 Schedule of Assets, Liabilities and Fund Balance
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

	<u>2009</u>	<u>2008</u>
<u>Assets</u>		
Cash at bank	\$ 57,595	\$ 92,930
Interest bearing deposit	<u>-</u>	<u>-</u>
Total assets	<u>57,595</u>	<u>92,930</u>
<u>Liabilities</u>		
Amount payable to General Account Fund	<u>4,401</u>	<u>-</u>
<u>Fund balance</u>	\$ <u>53,194</u>	\$ <u>92,930</u>

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

6. Other Funds, Continued

Special Requirements Fund
 Schedule of Income and Expenditure and Changes in Fund Balance
 Year Ended December 31, 2009
 (With Comparative Totals for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
Income:		
Balance brought forward from prior year	\$ 139,284	\$ 96,517
Contribution:		
Chinese Taipei	30,000	-
USA	15,000	50,000
Interest	<u>2,431</u>	<u>50</u>
Total income	<u>186,715</u>	<u>146,567</u>
Expenditure:		
PNA Project	3,069	-
RMI National Observer Program	-	7,283
Bank fees	<u>4</u>	<u>-</u>
Total expenditure	<u>3,073</u>	<u>7,283</u>
Fund balance	\$ <u>183,642</u>	\$ <u>139,284</u>

Special Requirements Fund
 Schedule of Assets, Liabilities and Fund Balance
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

	<u>2009</u>	<u>2008</u>
<u>Assets</u>		
Cash at bank	\$ 132,440	\$ 48,394
Interest bearing deposit	<u>51,202</u>	<u>95,000</u>
Total assets	<u>183,642</u>	<u>143,394</u>
<u>Liabilities</u>		
Amount payable to General Account Fund	<u>-</u>	<u>4,110</u>
<u>Fund balance</u>	\$ <u>183,642</u>	\$ <u>139,284</u>

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

6. Other Funds, Continued

Japanese Trust Fund
 Schedule of Income and Expenditure and Changes in Fund Balance
 Year Ended December 31, 2009
 (With Comparative Totals for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
Income:		
Balance brought forward from prior year	\$ 25,277	\$ 6,699
Contribution from Japan	404,931	404,931
Interest	<u>15</u>	<u>195</u>
Total income	<u>430,223</u>	<u>411,825</u>
Expenditure:		
Administrative expenses	96,561	95,108
Payments for projects	<u>305,947</u>	<u>291,440</u>
Total expenditure	<u>402,508</u>	<u>386,548</u>
Fund balance	\$ <u>27,715</u>	\$ <u>25,277</u>

Japanese Trust Fund
 Schedule of Assets, Liabilities and Fund Balance
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

	<u>2009</u>	<u>2008</u>
<u>Assets</u>		
Cash at bank	\$ 27,715	\$ 25,564
Accounts receivable	<u>-</u>	<u>205</u>
Total assets	<u>27,715</u>	<u>25,769</u>
<u>Liabilities</u>		
Due to General Account Fund for Administrative Fee	<u>-</u>	<u>492</u>
<u>Fund balance</u>	\$ <u>27,715</u>	\$ <u>25,277</u>

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

6. Other Funds, Continued

Headquarters Building Fund
 Schedule of Income and Expenditure and Changes in Fund Balance
 Year Ended December 31, 2009
 (With Comparative Totals for the Year Ended December 31, 2008)

	<u>2009</u>	<u>2008</u>
Income:		
Balance brought forward from prior year	\$ 30,033	\$ 30,004
Interest	<u>1</u>	<u>29</u>
Total income	<u>30,034</u>	<u>30,033</u>
Expenditure	<u>30,034</u>	<u>-</u>
Fund balance	\$ <u>-</u>	\$ <u>30,033</u>

Headquarters Building Fund
 Schedule of Assets, Liabilities and Fund Balance
 December 31, 2009
 (With Comparative Totals as of December 31, 2008)

	<u>2009</u>	<u>2008</u>
<u>Assets</u>		
Cash at bank	\$ -	\$ 5,033
Interest bearing deposit	<u>-</u>	<u>25,000</u>
Total assets	<u>-</u>	<u>30,033</u>
<u>Fund balance</u>	\$ <u>-</u>	\$ <u>30,033</u>

WESTERN AND CENTRAL PACIFIC FISHERIES COMMISSION

Notes to Financial Statements

December 31, 2009

(With Comparative Totals as of December 31, 2008)

6. Other Funds, Continued

Voluntary Contributions Fund
Schedule of Income and Expenditure and Changes in Fund Balance
Year Ended December 31, 2009
(With Comparative Totals as of December 31, 2008)

	<u>2009</u>	<u>2008</u>
Income:		
Balance brought forward from prior year	\$ 25,822	\$ -
Contribution from Australia – Chairman’s travel	41,181	-
Contribution from USA	23,838	47,000
Interest	<u>42</u>	<u>34</u>
Total income	<u>90,883</u>	<u>47,034</u>
Expenditure	<u>85,844</u>	<u>21,212</u>
Fund balance	\$ <u>5,039</u>	\$ <u>25,822</u>

Voluntary Contributions Fund
Schedule of Assets, Liabilities and Fund Balance
December 31, 2009
(With Comparative Totals as of December 31, 2008)

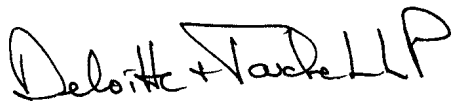
	<u>2009</u>	<u>2008</u>
<u>Assets</u>		
Cash at bank	\$ <u>29,469</u>	\$ <u>27,309</u>
Total assets	<u>29,469</u>	<u>27,309</u>
<u>Liabilities</u>		
Air conditioning work contract	24,430	-
Due to JTF – deposit in error	-	205
Due to general account fund	<u>-</u>	<u>1,282</u>
<u>Fund balance</u>	\$ <u>5,039</u>	\$ <u>25,822</u>

**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
SECTION 12.4(C) OF THE COMMISSION'S FINANCIAL REGULATIONS**

The Executive Director
Western and Central Pacific Fisheries Commission:

We have audited the general account fund statement of assets, liabilities and fund balance of the Western and Central Pacific Fisheries Commission (the Commission) as of December 31, 2009 and the related statements of income and expenditures and changes in fund balance, of cash flows and appropriations and expenditures for the year then ended, and have issued our report thereon dated June 25, 2010.

As a result of our audit, no instances came to our attention to indicate noncompliance with the Commission's financial regulation 12.4(c).



June 25, 2010