
8TH MEETING OF THE FINANCE AND ADMINISTRATION COMMITTEE (FAC)

Held remotely, 21 to 23 January 2021

FAC 8 – Doc 05 rev1
SPRFMO Report of Income
Secretariat

1. Background

Financial Regulation 4.11 provides that the “Executive Secretary shall submit to each annual meeting of the Commission a report on the collection of annual contributions from Members, any voluntary contributions received, and any investment and other income received”.

The FAC is invited to:

- *note the information contained in this paper.*

2. Report of Income

2.1. Annual Member contributions

The table below shows the invoiced contributions (in NZ\$) by financial year as well as the current balance of outstanding and overpaid amounts as of 30 November 2020.

Member	FY 12/13	FY 13/14	FY 14/15	FY 15/16	FY 16/17	FY 17/18	FY 18/19	FY 19/20	FY 20/21	Balance
Australia	8 314	49 692	48 914	47 703	59 543	68 474	69 913	72 348	81 583	-
Belize ¹	2 021	12 079	8 295	5 428	-	-	-	-	-	-
Chile	43 134	257 811	133 123	77 986	77 986	89 684	103 137	118 608	136 399	-128 755
China	-	148 514 ²	152 481	181 114	211 659	225 752	259 615	288 385	331 643	-
Cook Islands	1 963	11 733	11 078	8 879	10 959	12 060	12 584	12 930	14 870	-
Cuba	2 041	12 200	7 869	6 168	7 528	8 657	8 657	9 676	11 127	-19 567 ³
Ecuador	-	-	-	5 781	7 266	8 356	9 116	10 000	11 500	<u>-21 500</u> ⁴
European Union	46 297	276 721	153 619	83 879	109 043	125 399	125 399	132 540	148 926	-
Faroe Islands	8 638	51 630	39 429	22 610	23 435	26 950	30 993	35 642	40 988	-
Korea	8 159	48 768	38 497	40 892	48 162	43 890	47 035	50 465	58 035	-
New Zealand	17 183	102 706	124 466	102 813	121 899	132 824	152 748	165 108	185 720	-
Peru	-	-	-	4 142 ²	26 020	29 923	34 411	37 606	40 586	-17 402
Russian Federation	5 452	32 588	24 317	24 540	24 540	28 221	32 454	37 322	42 920	-
Chinese Taipei	10 397	62 141	22 724	20 837	21 456	24 674	28 375	32 631	37 526	-
United States of America	-	-	-	-	22 003 ²	71 787	82 555	94 938	109 179	-
Vanuatu	-	26 315 ²	57 434	45 152	58 698	46 333	48 162	45 703	49 896	-
Total invoiced	153 599	1 092 898	822 246	677 924	830 197	942 984	1 045 154	1 143 902	1 300 896	-

¹ Belize's outstanding contributions of NZ\$ 27,823 for previous financial years from 2013 to 2016 has been written off as bad debt as at 30th June 2016.

² China, Peru, USA and Vanuatu, acceded to the Convention after commencement of a FY and thus only paid a portion of the annual contribution in respect of that FY as per Convention Article 15.8.

³ Cuba's payments have been reversed back due to various bank wire transfer failures. The Secretariat is in discussions with Cuba and as well as banking experts to find a solution to resolve this issue. [During the FAC8 meeting the Secretariat informed the FAC that Cuba had initiated another attempt at full payment and the Secretariat was awaiting confirmation as to the successful receipt of the funds into the SPRFMO bank account.](#)

⁴ [During the FAC8 meeting the Secretariat confirmed that Ecuador's previously outstanding amount \(of NZ\\$ 21 500\) had been paid in full](#)





2.2. Voluntary contributions – Special Requirements Fund

The table below shows voluntary contributions received (in NZ\$) for the “Special Requirements Fund” as of 30 November 2020.

Member	Voluntary Contribution (NZ\$)	Date
Chile	1 883	6 December 2013
China	24 106	16 September 2014
China	27 474	2 June 2015
China	27 368	14 September 2017
United States of America	55 965	24 October 2019
Total	136 796	As of 30 November, 2020



2.3. Voluntary and other income

The table below shows other income received (in NZ\$) by Financial Year from different sources.

Income source	FY 13/14	FY 14/15	FY 15/16	FY 16/17	FY 17/18	FY 18/19	FY 19/20	FY 20/21
<u>Voluntary contribution – EU</u>	<u>83 500⁵</u>		<u>60 278⁶</u>	<u>138 164⁷</u>		<u>354 079⁸</u>	<u>291 217⁹</u>	<u>151 442¹⁰</u>
Voluntary contribution – Liberia	-	-	-	5 065	6 507	7 483	8 605	9 896
Voluntary contribution – Panama	-	-	-	8 390	16 217	14 007	16 108	16 492
Voluntary contribution – Curaçao	-	-	-	-	-	7 675	8 614	10 150
Voluntary contribution – Colombia	-	-	-	-	-	-	9 324	N/A
Voluntary contribution – Australia	-	-	-	-	-	-	58 034 ¹¹	-
Voluntary contribution – China	-	-	-	27 250	-	-	29 230	26 912 ¹²
Voluntary contribution – New Zealand	-	-	-	-	-	10 292	-	-
Voluntary contribution – USA	-	-	-	-	-	-	119 925	<u>151 219¹³</u>
Other Income ¹⁴	-	-	-	-	536	-	-	-
Interest earned by SPRFMO	7 409	32 298	12 534	9 150	25 519	24 966	20 935	5 638 ¹⁵
Total	90 909	32 298	72 812	188 019	48 779	418 502	561 992	371 749

[One of the EU's voluntary contributions \(project S12.808674\) has a direct effect on budget item 7.1, in view of this the Secretariat has proposed to allocate a Voluntary Contribution Affecting the Budget of NZ\\$80,000 into the Draft Annual Budget for Financial Year 2021-2022 and NZ\\$40,000 into Financial Year 2022-2023 \(refer both FAC8-Doc06 and CTC8-Doc10\).](#)

[Regarding the most recent voluntary contribution from the USA; consistent with the intention expressed in the MoU, the Secretariat has proposed to allocate a Voluntary Contribution Affecting the Budget of NZ\\$150,000 into both the Draft Annual Budget for Financial Year 2021-2022 and Financial Year 2022-2023 \(FAC8-Doc06\) subject to the availability of funds.](#)

⁵ S12.636069 – Interim Secretariat, EUR50 000

⁶ S12.729263 – 2016 SPRFMO 4th SC, EUR37 891

⁷ S12.758030 – Establishment of the Vessel Monitoring System in the SPRFMO Convention Area, EUR89 448

⁸ S12.786496 – 2019 SPRFMO 7th Annual Meeting, EUR205 000

⁹ S12.792480 – Support to Jack Mackerel Assessment and Data Validation pre-financing of EUR70 000 & S12.808674 – Support for the establishment of a Regional Observer Programme in SPRFMO, pre-financing of EUR105 000

¹⁰ S12.829333 – Support to the Scientific Process and Data Management in SPRFMO, pre-financing of EUR87 500

¹¹ Voluntary contribution from Australia, to be directed towards SPRFMO's science work, particularly those activities described in the SPRFMO SC multi-annual workplan.

¹² Voluntary contribution from China, to support squid sampling and genetic research in the SPRFMO Convention Area.

¹³ [The National Oceanic and Atmospheric Administration, U.S. Department of Commerce, and the Secretariat of the South Pacific Regional Fisheries Management Organization have signed a 5 year MoU to support conservation and management of marine resources important to the United States. In FY 20/21 this will support the Secretariat's compliance work for the observer program accreditation process, vessel monitoring system work, and training and work of the new compliance officer.](#)

¹⁴ This figure is related to miscellaneous income including foreign exchange gain and disposal of office furniture.

¹⁵ In FY 20-21, NZ\$ 5,638 is the amount of interest earned from the first 5 months of the year (1 July to 30 November 2020).



2.4. European Union Grants

The table below shows EU Grants received (in EUR) by Financial Year as of 30 November 2020.

EU Grant Agreement (SPRFMO Project)	Financial Year	Amount (EUR)	Status
SI2.636069 – Interim Secretariat	FY 2013-2014	50 000	Concluded
SI2.729263 – 2016 SPRFMO 4 th SC	FY 2015-2016	37 891	Concluded
SI2.758030 – Establishment of the Vessel Monitoring System in the SPRFMO Convention Area	FY 2016-2017	89 448	Concluded
SI2.786496 – 2019 SPRFMO 7 th Annual Meeting	FY 2018-2019	205 000	Concluded
SI2.792480 – Support to Jack Mackerel Assessment and Data Validation	FY 2018-2021	Pre-financing ¹⁶ of EUR 70 000 received on 28 December 2018	In progress ¹⁷
SI2.808674 – Support for the establishment of a Regional Observer Programme in SPRFMO	FY 2019-2023	Pre-financing of EUR 105 000 ¹⁸ received on 23 July 2019	In progress
SI2.829333 – Support to the Scientific Process and Data Management in SPRFMO	FY 2020-2022	Pre-financing of EUR 87 500 received on 4 June 2020	In progress
Total		644 839	

2.5. NOAA – SPRFMO Memorandum of Understanding

The National Oceanic and Atmospheric Administration, U.S. Department of Commerce, and the Secretariat of the South Pacific Regional Fisheries Management Organization have signed a 5-year MoU to support conservation and management of marine resources important to the United States. The following table shows the funds received by Financial Year as of 30 November 2020.

NOAA – SPRFMO Memorandum of Understanding	Financial Year	Amount (US\$)
Secretariat's compliance work for the observer program accreditation process, vessel monitoring system work, and training and work of the new compliance officer ¹⁹	FY 2020-2021	100 000
Total		100 000

¹⁶ Pre-financing is equivalent to 70% of the maximum value of the grant.

¹⁷ This project is expected to be completed by 31 December 2020.

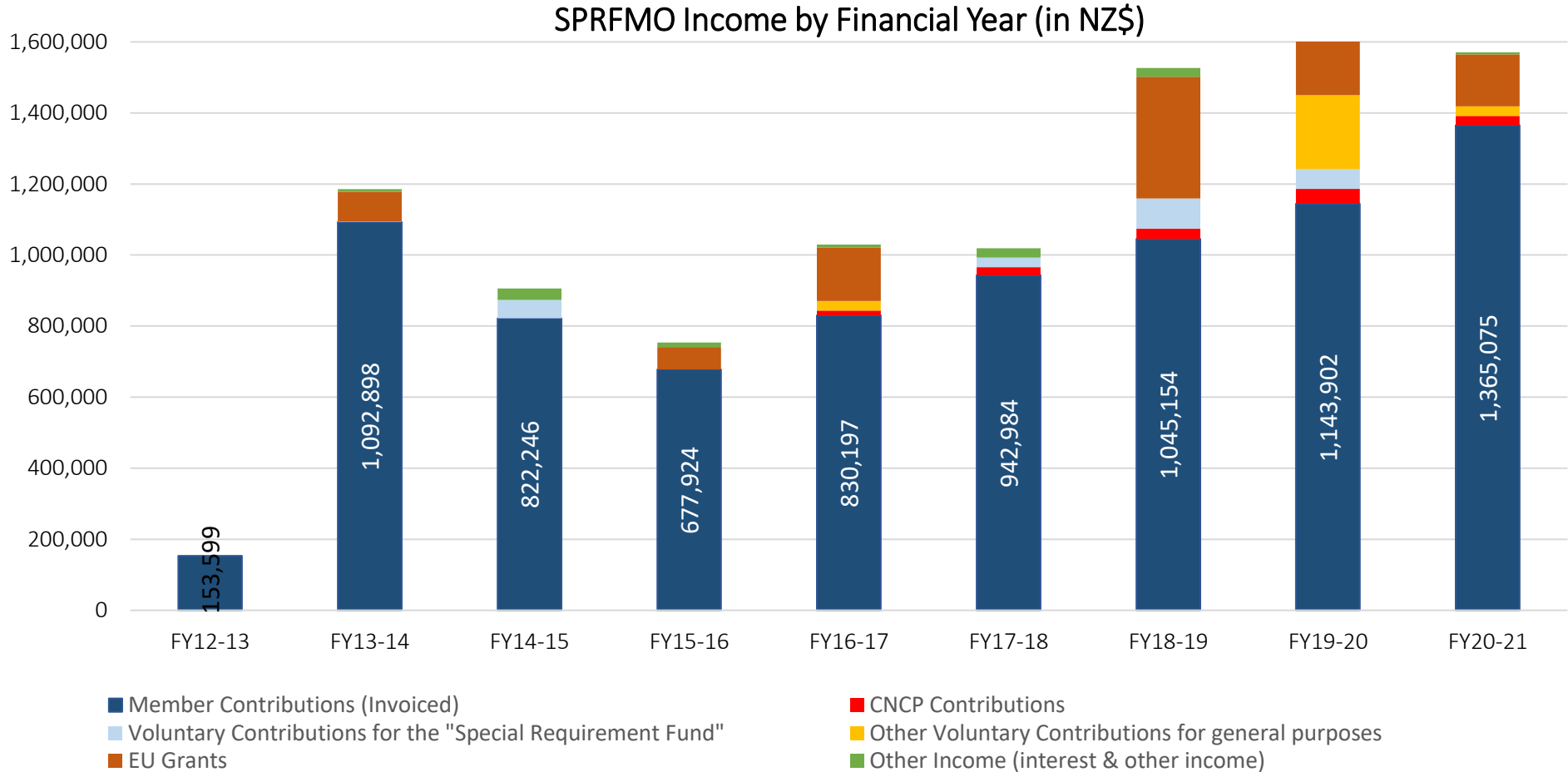
¹⁸ Note in relation to this project and due to its direct effect on budget item 7.1, the Secretariat has proposed to allocate a Voluntary Contribution Affecting the Budget of NZ\$80,000 into the Draft Annual Budget for Financial Year 2021-2022 and NZ\$40,000 into Financial Year 2022-2023 (refer both FAC8 Doc06 and CTC8 Doc10).

¹⁹ Consistent with the intention expressed in the MoU, the Secretariat has proposed to allocate a Voluntary Contribution Affecting the Budget of NZ\$150,000 into both the Draft Annual Budget for Financial Year 2021-2022 and Financial Year 2022-2023 (FAC8 Doc06).



3. An Overview of SPRFMO Income by Financial Year

The Figure below provides a graphic overview of SPRFMO Income from Financial Year 2012-2013 to Financial Year 2020-2021²⁰.



²⁰ Acknowledging that Financial Year 2020-2021 will end on 30 June 2021, this graphic shows the year-to-date income (up to 30th November 2020) for the current Financial Year.