Promoting Accountability of Public Resources

AUDITOR GENERAL'S REPORT

On The Financial Statements Audit of the South-Eastern Corridor Road Assets Management Project (SECRAMP)

P149279 Grant No TF B1347 and TF A9104

For The Period January 1, 2025 to December 31, 2025.

June 2025

P. Garswa Jackson, Sr., FCCA, CFIP, CFC
Auditor General, R.L.

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ACRONMYS

ACRONYMS

Abbreviation	Meaning
AfDB	African Development Bank
AG	Auditor General
CFC	Certified Financial Consultant
CFIP	Certified Forensic Investigation Professional
FPM	Financial Procedure Manual
GOL	Government of Liberia
IDA	International Development Association
IIU	Infrastructure Implementation Unit
LHS	Left Hand Side
SECRAMP	South-Easter Corridor Road Asset Management Project
LRTF	Liberia Reconstruction Trust Fund
PFMU	Project Financial Management Unit
PIU	Project Implementation Unit
PSC	Project Steering Committee
RAP	Resettlement Action Plan
SDR	Special Drawing Rights

June 26, 2026

Hon. Roland L. Giddings
Minister
Ministry of Public Works
Lynch Street
Monrovia, Liberian

AUDITOR GENERAL'S REPORT ON THE FINANCIAL STATEMENT AUDIT OF THE SOUTH-EASTERN CORRIDOR ROAD ASSETS MANAGEMENT PROJECT (SECRAMP) FOR THE PERIOD January 1, 2025 TO DECEMBER 31, 2025.

Opinion

We have audited the accompanying financial statements of the South Eastern Road Corridor Management Project (SECRAMP) P149279: Grant No. TF B1347 and TF A9104, and Credit No. DA63590 for the fiscal period ended December 31, 2025, which comprise the statement of Receipts and Payments, Statement of Comparison of Budget and Actual Amount and a summary of significant accounting policies and other explanatory information.

In our opinion, the accompanying financial statements (Grant Agreement No P149279, TF B1347 and TF A9104 and IDA Cr. 63590) present fairly in all material respects the Statement of Receipts and Payments as at December 31, 2025, Statement of Comparison of Budget and Actual Amount and a summary of significant accounting policies and other explanatory information for the fiscal period then ended in accordance with International Public Sector Accounting Standards (IPSAS 2017) Cash Basis of Accounting.

Basis for opinion

We conducted our audit in accordance with International Standards for Supreme Audit Institutions (ISSAI's). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the South Eastern Road Corridor Management Project (SECRAMP) Project of the Ministry of Public Works in accordance with the Code of Ethics for Supreme Audit Institutions together with the ethical requirements that are relevant to our audit of the financial statements in accordance with the World Bank guideline and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management's Responsibilities

Management is responsible for the preparation and fair presentation of the financial statements in accordance with IPSAS Cash Basis, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. In preparing the financial statements, management is responsible for assessing its 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 cease operations, or has no realistic alternative but to do so. The SECRAMP Management is responsible for overseeing the Project's financial reporting process.

Auditor's Responsibilities

Our objectives are to obtain reasonable assurance about whether the 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 ISSAIs 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 financial statements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement of Receipts and Payments. The procedures selected depends on the auditor's judgment, including the assessments, the auditor considers internal controls relevant to the entity's preparation and fair presentation of the Statement of Receipts and Payments in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall presentation of the Statement of Receipts and Payments.

P. Garswa Jackson, Sr., FCCA, CFIP, CFC,
Auditor General, R.L.

Monrovia, Liberia
June 2026

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE PERIOD ENDED DECEMBER 31, 2025

In United States Dollars	**Notes**	**December 31, 2025**	**Dec. 31, 2024**	**Cumulative**
Receipt				
IDA Grant & TF	4	10,320,728	3,837,382	36,983,218
Total Receipt		**10,320,728**	**3,837,382**	**36,983,218**
Payment				
Road Improvement Works	5	5,177,073	1,270,871	22,425,346
Consultancy/Supervision	6	1,800,996	1,182,993	6,647,580
Resettlement Compensation	7	8,580	417,871	5,733,721
Road Safety	8	528,018	637,278	2,325,482
Institutional Strengthening and Capacity Building	9	1,541,074	2,074,582	6,594,549
Contingencies	10	-	-	-
Total Payments		**9,055,741**	**5,583,595**	**35,667,474**
Excess of receipts over payments (payments over receipts)		1,264,987	- 1,746,213	1,315,744
Fund Balance as at beginning		61,875	1,808,088	-
cumulative fund balance		**1,325,862**	**61,875**	**1,315,744**

The notes on pages 10 to 16 are integral part of these project financial reports

STATEMENT OF FUNDS BALANCE AND CASH STATUS
FOR THE PERIOD ENDED DECEMBER 31, 2025

		December 31, 2025	December 31, 2024
	In United States Dollars		
A	**Fund Balance**		
	Balance of Project Fund	61,875	1,808,088
	Add: Total Receipts during the period	10,320,728	3,837,382
	Total Fund available for operations	**10,382,603**	**5,645,470**
	Less: Total Payments during the period	9,055,741	5,583,595
	Balance of project fund at the end of the year	1,326,862	61,875
B	**Cash Status:**		
	Cash at Bank	1,326,862	61,875
	Total Cash on hand and in bank	**1,326,862**	**61,875**
	Difference between A and B	-	-

The notes on pages 10 to 16 are integral part of these project financial reports

STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

FOR THE FISCAL YEAR ENDED DECEMBER 31, 2025

Analysis of Variance Activities Within Components	**Project Allocation**	**Annual**	**Actual Expenditure**	**Variance**
In United States Dollars				
Road Improvement Works	76,400,000	5,251,894	5,177,073	74,821
Consultancy/Supervision	5,825,320	2,436,123	1,800,996	635,127
Resettlement Compensation	6,000,000	20,000	8,580	11,420
Road Safety	3,000,000	1,364,253	528,018	836,235
Institutional Strengthening and Capacity Building	7,000,000	2,393,741	1,541,074	852,667
Contingencies	3,000,000	-	-	-
Total	**101,225,320**	**11,466,011**	**9,055,741**	**2,410,270**

The notes on pages 10 to 16 are integral part of these project financial reports

STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2025

	December 31, 2025	Dec. 31, 2024
In United States Dollars		
Assets		
Cash and cash equivalent	1,325,862	61,875
Total Assets	1,325,862	61,875
Fund Balance		
Grants	1,325,862	61,875
Accumulated Fund Balance	1,325,862	61,875

29/06/26

June 29, 2026

Papin Daniels, Jr.	Emmanuel K. Baker
Director, Donor Financed Projects	**Program Manager- SECRAMP**
PFMU, MFDP	**MPW**

The notes on pages 10 to 16 are integral part of these project financial reports

NOTES TO THE FINANCIAL STATEMENTS

1. Background and Information of the Project.

With support from the World Bank the South-Eastern Corridor Road Asset management project is geared towards supporting the Recipient's efforts to enhance road connectivity for residents living along selected sections of the Ganta to Zwedru Road corridor, and to improve institutional capacity to manage the road sector. The SECRAMP project was approved by the World Bank on July 13, 2011, December 19, 2012 & July 25, 2017 with a grant amount of USD 101.2 million. The aims of the projects are:

Component I: Road Improvement Works: The key change in this component is to drop the 15-years road PPP in favor of upgrading the same 100km Road section under two DB contracts under a modified output and performance-based road Contract (OPRC) format, drop the independent engineer Contract in favor of two independent monitoring consultants to monitor the works, and the technical supporting consultancy for environmental and social safeguards. The revised component I will support (i) carrying out construction of the I00km associated bridges, culverts, drainage, street and pedestrian walkways for Ganta-Tappita, road section and associated resettlement compensation in two Lots. Lot 1: Ganta to Sagliepie (39 km), financed by the GOL. And Lot 2, Sagliepie to Tappita (61km), financed by IDA and LRTF; (ii) monitoring consultant contract for the two Lots (Lot 1 and Lot 2) road corridor construction and rehabilitation; (iii) the GOL's transaction advisory consultants (financed by GIF); and (iv) the safeguards technical assistance Team 1 consultancy. The Lot 1 and 2 IDA contracts and the associated monitoring consultancy contracts will encompass 26 and 30-month construction periods, Respectively, and one - year defect liability periods.

Component 2: Road Safety: The restructuring will reduce scope of the road safety activities to align with the reduced overall project resources. The key changes include limiting the climate risk assessment and mitigation and adaptation measures to the project road and prioritizing road safety activities within the funding limitations. The restructured project will support the ministry of public works (MPW) and ministry of Transport (MOT) with implementation of aspects of the GOL's Road safety action plan assigned to them, including drafting and legislation on road safety, climate risk assessment of the road network, preparation and implementation of road safety policies, piloting specific road Safety interventions and limited capacity building activities. The project will also finance development of a comprehensive collision data collection and analysis system and a road safety curriculum that includes gender perspectives, and administration of the curriculum in collaboration with local academic institutions. The project will coordinate with other Development partners (DP) to address road safety problems systematically.

Component 3: Institutional Strengthening and Capacity Building: The restructuring will revise the scope of this component to align with available resources and prioritize support for operationalizing the NRF to fund road maintenance. To align with available resource, the restructuring will drop the specific capacity building activities related to management of infrastructure aspects of natural resources concession, climate risk assessment of future road investments, development of road information management system, 2 and support to engineering programs at Liberian universities. The restructuring will retain the remaining activities under the original component. The new component will finance (I) capacity building support to the road sector's institutional reform process, building the NRF's capacity in the areas of work planning and technical audits; (ii) project incremental operating cost; (iii)Technical assistance and capacity building support for the transformation of the IIU with in MPW into a full-fledged road agency and ad hoc technical assistance to the sector, and (iv) capacity building support in the areas of climate resilience, road maintenance, and environmental and social safeguards management including citizens engagement.

NOTES TO THE FINANCIAL STATEMENTS (continues)

Sexual Exploitation and Abuse (SEA) and sexual harassment (sex) mitigation and response redressal). The project will also support gender balance in access to training opportunities in technical and non-technical position within the road sector and also develop a non-discrimination and equal opportunities policy for the road agency.

2. Use of Credit, Grant & GOL Proceeds:

The table below sets out the categories of items to be financed out of grant proceeds, the allocation of the amount of the grant to each category and the percentage of expenditures for items to be financed in each category.

Category	Amount of grant allocated expressed in US$	% of expenditure to be financed
Road Improvement Works	88,225,000	100
Road Safety	3,000,000	100
Institutional Strengthening and Capacity Building	7,000,000	100
Contingencies	3,000,000	100
Total	101,225,300	

All categories of expenditure shown in these financial statements are fully financed based on the percentage below:

	% of Expenditure
IDA, TF & GOL	100
Total	100

NOTES TO THE FINANCIAL STATEMENTS (continues)

3. Significant Accounting policies

Basis of Accounting

The financial statements have been prepared in accordance of the cash basis of international public sector accounting standards (IPSAS) as adopted by the Government of Liberia and in the manner required by the project grant agreement as required by the world Bank's operating policies and procedures PFMU's financial management manual.

Reporting Currency:
Financial reports have been presented in United States Dollars. Transactions denominated in other currencies are translated in to United States dollars and recorded at the rate of exchange ruling at the date of transactions. Balances denominated in other currencies are translated in to united state dollars at the rate of exchange prevailing on the reporting date.

Grant/Credit/Loan Receipts:
Grant/ Credit/ Loan from donors for the SECRAMP project is recognized and reported in the statement of receipt and payment as income when received and held in the Bank account called designated income account for disbursements purposes. All payments for the SECRAMP project and activities are made from the designated account.

Cash and Bank Balance
Cash consist of cash in hand and Balance at bank.

Recognition of Expenditure
All expenditures are expensed whether they are revenue or capital in nature and income is recognized when funds are received from the World Bank.

Tax
The project is 100 percent inclusive of tax. Taxes are withheld on consultants and vendors.

Foreign Exchange
During the period under review, there were two payments made in Great Britain Pound which were converted by commercial bank at the rate when payment was made. These transactions were paid at US$1 to 1.314/1.317 respectively.

NOTES TO THE FINANCIAL STATEMENTS (*continued)*

	In United States Dollars	**December 31, 2025**	**Dec. 31, 2024**	**Cumulative**
4	**Funds Received in the Designated Account**			
	IDA 63590 - Designated A/C	3,959,596	2,265,699	13,869,490
	TF B1347 - Designated A/C	-	-	410,000
	TF A9104 - Designated A/C	-	-	681,368
	Govt. of Liberia Funding-USD	4,461,470	210,000	11,071,470
	Govt. of Liberia Funding-LRD	1,899,662	1,361,683	10,950,890
	Sales of Bids	-	-	-
	Total funds received in the Designated Account	**10,320,728**	**3,837,382**	**36,983,218**
	Third Party Payments			
	IDA 63590-Direct Payment	10,885,556	6,410,179	27,130,510
	TF B1347- Direct Payment	5,279,332	2,467,240	16,575,118
	TF A9104- Direct Payment	-	-	143,952
	Total Funds received as Payment from Third Parties	**16,164,888**	**8,877,419**	**43,849,580**
5	**Component 1 - Road Improvement Works**			
	Lot 1: Ganta-Sagliepie Works (39km)	3,572,501	1,260,871	13,241,966
	Lot 2: Sagliepie- Tappita Works (61km)	1,604,572	10,000	9,183,380
		5,177,073	**1,270,871**	**22,425,346**
6	**Consultancy Services**			
	Transaction Advisory Services for PPP	-	-	457,344
	Monitoring/Supervision of Lot 1 Works	521,532	603,309	1,921,867
	Monitoring/Supervision of Lot 2 Works	725,623	121,683	2,476,365
	Technical Assistance: Environmental and Social Safeguards	553,841	458,001	1,792,004
		1,800,996	**1,182,993**	**6,647,580**
7	**Resettlement Compensation**			
	Consultant Services	-	-	3,000
	Operating Cost	5,870	417,871	837,852
	Social Benefits	2,710	-	4,892,869
		8,580	**417,871**	**5,733,721**
8	**Component 2 - Road Safety**			

	Consultant Services	284,637	-	918,297
	Goods	-	-	276,540
	Operating Costs	227,977	637,278	1,043,399
	Training	5,400	-	22,984
	Works	10,004	-	64,262
		528,018	**637,278**	**2,325,482**
9	**Comp 3 - Institutional Strengthening and Capacity Building**			
	Training and Technical Assistance	946	-	946
	Technical Studies on Safeguards/Gender Analysis	141,502	245,098	826,349
	Mainstream Citizens' Engagement and GRS	-	-	-
	IIU/Road Agency Operating Costs	895,900	1,564,400	4,393,744
	Technical Assistance: Transport Support Group	145,859	265,084	1,015,643
	Institutional	356,867	-	357,867
		1,541,074	**2,074,582**	**6,594,549**
10	Contingencies	-	-	-

NOTES TO THE FINANCIAL STATEMENTS (*continued)*

Cash Receipts through the Designated Accounts

In United States Dollars	**December 31, 2025**	**Dec. 31, 2024**	**Cummulative**
IDA Grant, TF & GOL	10,320,728	3,837,382	**36,983,218**
Cash paid			
Road Improvement Works	5,177,073	1,270,871	22,425,346
Consultancy/Supervision	1,800,996	1,182,993	6,647,580
Resettlement Compensation	8,580	417,871	5,733,721
Road Safety	528,018	637,278	2,325,482
Institutional Strengthening and Capacity Building	1,541,074	2,074,582	6,594,549
Contingencies	-	-	-
Total Payments	**9,055,741**	**5,583,595**	**43,726,678**

Note:
Total payments which are direct payment of US$ 16,164,887.84 have been extracted from the total funds Receipt and the total payments made. These are payments made on behalf of the project by the World Bank and Thus required disclosures. These payments are available for review upon request by the auditors.

PROJECT DESIGNATED ACCOUNT STATEMENT

Account Number:	610063682/61000403032/6101704382/001USD1
Account Type:	Current Account
Depository Bank (s):	Eco Bank Liberia Limited LBDI UBA
Address:	11th Street Sinkor Monrovia, Liberia

Currency: United States Dollar	**December 31, 2025**	**December 31, 2024**
Total Funds Received in IDA	10,320,728	3,837,382
Total grant income reported	10,320,728	3,837,382
Amount spent	(9,055,741)	(5,583,595)
Balance as at beginning	61,875	1,808,088
Balance as at December 31, 2024	1,326,862	61,875
Closing Balance Consist of:		
SECRAMP Account B	760	1,120
SECRAMP Account C	465,695	36,542
SECRAMP RAP Account	816,698	1,130
SECRAMP RAP GoL (LRD)	41,492	21,499
Impact of Translation Difference (LRD)	-	-
SECRAMP RAP UBA	469	469
Petty Cash - IIU	748	1,115
Petty Cash - Road Safety	1,000	-
	1,326,862	61,875

Note

Account Title:	Expected Amount @183.6792	Actual Amount per system	Difference
SECRAMP RAP GoL (LRD)	57,323.43	41,492.25	15,831.18

The closing balance for SECRAMP RAP GoL LRD account in Liberia Dollars was LS$ 10,172,844.56 and converted to USD at the CBL rate as at 31, December 2025.

The opening balance has been adjusted by US$38,057.74 because the Translation Impact is a non-cash item and therefore does not need to be part of the balances report.