

**UNITED NATIONS DEVELOPMENT PROGRAMME**  
**Office of Audit and Investigations**



*Empowered lives.  
Resilient nations.*

**AUDIT**  
  
**OF**  
  
**UNDP COLOMBIA**

**RED DE OBSERVATORIOS REGIONALES DEL MERCADO DE TRABAJO (Red ORMET)**  
**(Directly Implemented Project, Output No. 83324)**

**Report No. 1356**  
**Issue Date: 12 August 2014**

**Report on the audit of UNDP Colombia**  
**Red de Observatorios Regionales del Mercado de Trabajo (Red ORMET), Output No. 83324**  
**Executive Summary**

The UNDP Office of Audit and Investigations (OAI), from 19 to 23 May 2014, through Moore Stephens LLP (the audit firm), conducted an audit of Red de Observatorios Regionales del Mercado de Trabajo (Red ORMET), Output No. 83324 (the Project), which is directly implemented and managed by the UNDP Country Office in Colombia (the Office).

The audit firm conducted a financial audit to express an opinion on whether the financial statements present fairly, in all material aspects, the Project's operations. The audit covered the Project's Combined Delivery Report, which includes expenditure for the period from 1 January to 31 December 2013 and the accompanying Funds Utilization statement<sup>1</sup> as of 31 December 2013 as well as Statement of Assets as of 31 December 2013. The audit did not cover the Statement of Cash Position as no separate bank account was established and maintained for the Project.

The audit was conducted under the general supervision of OAI in conformance with the *International Standards for the Professional Practice of Internal Auditing*.

**Audit results**

Based on the audit report and corresponding management letter submitted by the audit firm, the results are summarized in the table below:

Project Expenditure		Project Assets	
Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion
3,973	Unqualified	17	Unqualified

The audit firm issued an unqualified opinion on the Funds Utilization statement.

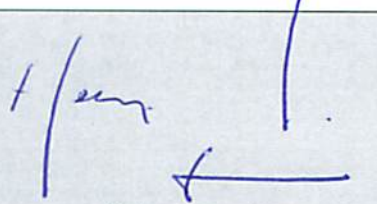
**Key recommendations:** Total = **2**, high priority = **0**

The audit did not result in any high (critical) priority recommendations. There are two medium (important) priority recommendations, which means, "Action is required to ensure that UNDP is not exposed to risks that are considered moderate. Failure to take action could contribute to negative consequences for UNDP." These recommendations require action at the corporate level and call for improvements in the policy and guidance regarding the accounting and control of micro capital grants.

<sup>1</sup> The Funds Utilization statement includes the balance, as at a given date, of five items: (a) outstanding advances received by the project; (b) depreciated fixed assets used at the project level; (c) inventory held at the project level; (d) prepayments made by the project; and (e) outstanding commitments held at the project level.

### Management comments and action plan

The UN Resident Coordinator/UNDP Resident Representative accepted both recommendations and is in the process of implementing them. Comments and/or additional information provided have been incorporated into the report, where appropriate.



Helge Osttveiten  
Director  
Office of Audit and Investigations

## **UNITED NATIONS DEVELOPMENT PROGRAMME (UNDP)**

### **AUDIT REPORT**

**8 August 2014**

### **FINANCIAL AUDIT OF THE UNDP DIRECTLY IMPLEMENTED (DIM) PROJECT**

**Red de Observatorios Regionales del Mercado de Trabajo (Red  
ORMET)**

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Project name:	Red de Observatorios Regionales del Mercado de Trabajo (Red ORMET)
UNDP Country Office:	Bogota
Country:	Colombia
Atlas Project number:	00058658
Atlas Output number:	00083324
Auditor:	Moore Stephens LLP
Period subject to audit:	1 January to 31 December 2013

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## Table of Contents

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<b>EXECUTIVE SUMMARY .....</b>	<b>3</b>
<b>THE AUDIT ENGAGEMENT .....</b>	<b>4</b>
<b>AUDIT OPINIONS .....</b>	<b>5</b>
STATEMENT OF EXPENDITURE .....	5
STATEMENT OF FIXED ASSETS .....	6
STATEMENT OF CASH POSITION .....	7
<b>MANAGEMENT LETTER .....</b>	<b>8</b>
<b>ANNEXES .....</b>	<b>10</b>
ANNEX 1: COMBINED DELIVERY REPORT .....	10
ANNEX 2: STATEMENT OF FIXED ASSETS.....	17
ANNEX 3: AUDIT FINDING PRIORITY RATINGS.....	19

## EXECUTIVE SUMMARY

Moore Stephens LLP conducted the financial audit of 'Red de Observatorios Regionales del Mercado del Trabajo (Red ORMET)' (Project ID 00058658 and Output 00083324) (the project), directly implemented by UNDP Colombia for the year ended 31 December 2013. The audit was undertaken on behalf of UNDP, Office of Audit and Investigations (OAI).

We have issued audit opinions as summarised in the table below and as detailed in the next section:

<b>Statement of Expenditure</b>	Unqualified
<b>Statement of Fixed Assets</b>	Unqualified
<b>Statement of Cash Position</b>	Not applicable

As a result of our audit, we have raised two audit findings with a financial impact totalling \$ 4,699.14 as summarised below:

No.	Description	Priority	Amount \$
1	Unspent grant funding recognised as expenditure	Medium	4,699.14
2	Weaknesses in monitoring controls over expenditure incurred by grant recipients	Medium	-
<b>Total</b>			<b>4,699.14</b>

Mark Henderson  
Partner

Moore Stephens LLP  
150 Aldersgate Street  
London EC1A 4AB

8 August 2014

## THE AUDIT ENGAGEMENT

### **Audit Objectives and Scope**

The objective of the financial audit was to express an opinion on the DIM project’s financial statements which include:

- Expressing an opinion on whether the financial expenses incurred by the project between 1 January and 31 December 2013 and the funds utilization as at 31 December 2013 are fairly presented in accordance with UNDP accounting policies and that the expenses incurred were: (i) in conformity with the approved project budgets; (ii) for the approved purposes of the project; (iii) in compliance with the relevant regulations and rules, policies and procedures of UNDP; and (iv) supported by properly approved vouchers and other supporting documents.
- Expressing an opinion on whether the statement of fixed assets presents fairly the balance of assets of the UNDP project as at 31 December 2013. This statement must include all assets available as at 31 December 2013 and not only those purchased in a given period. Where a DIM project does not have any assets or equipment, it will not be necessary to express such an opinion.
- Expressing an opinion on whether the statement of cash held by the project presents fairly the cash and bank balance of UNDP project as at 31 December 2013. Disbursements made against a DIM project are usually financed from the regular country office bank accounts. Exceptionally, a dedicated bank account may be opened and used solely for the cash transactions of a DIM project, e.g. if the project is in a remote location. The audit firm is required to express an opinion on the Statement of Cash only where a dedicated bank account for the DIM project has been established. In cases where the cash transactions of the audited DIM project are made through the country office bank accounts, this type of opinion is not required.

The scope of the audit relates only to transactions concluded and recorded against the UNDP DIM project between 1 January and 31 December 2013. The scope of the audit did not include:

- Activities and expenses incurred or undertaken at the level of “responsible parties”, unless the inclusion of these expenses is specifically required in the request for proposal; and
- Expenses processed and approved in locations outside the country such as UNDP Regional Centres and UNDP Headquarters and where the supporting documentation is not retained at the level of the UNDP country office.

## AUDIT OPINIONS

### Independent Auditor's Report to UNDP - Red ORMET

#### Statement of Expenditure

#### Unqualified Opinion

We have audited the accompanying Combined Delivery Report and Funds Utilization statement ('the statement') totalling \$ 3,973,207.24 of the UNDP project 00058658 'Red de Observatorios Regionales del Mercado de Trabajo' (Red ORMET) ('the project') for the period from 1 January to 31 December 2013.

Management is responsible for the preparation of the statement for the Red ORMET project and for such internal control as management determines is necessary to enable the preparation of a statement that is free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on the statement based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the project's preparation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the project's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the statement.

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

#### **Unqualified Opinion**

In our opinion, the accompanying Combined Delivery Report and Funds Utilization statement presents fairly, in all material respects, the expenditure of \$ 3,973,207.24 incurred by the project "Red de Observatorios Regionales del Mercado de Trabajo (Red ORMET)" for the period 1 January to 31 December 2013 in accordance with UNDP accounting policies and were i) in conformity with the approved budget; (ii) for the approved purposes of the project; (iii) in compliance with the relevant regulations and rules, policies and procedures of UNDP; and (iv) supported by properly approved vouchers and other supporting documents.



## **Independent Auditor's Report to UNDP - Red ORMET**

### **Statement of Fixed Assets**

#### **Unqualified Opinion**

We have audited the accompanying Statement of Fixed Assets ('the Statement') of the UNDP project 00058658 'Red de Observatorios Regionales del Mercado de Trabajo (Red ORMET)' as at 31 December 2013.

Management is responsible for the preparation of the statement for the Red ORMET project and for such internal control as management determines is necessary to enable the preparation of a statement that is free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on the statement based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the project's preparation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the project's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the statement.

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

#### **Unqualified Opinion**

In our opinion, the attached Statement of Assets presents fairly, in all material respects, the balance of inventory of the UNDP project 'Red de Observatorios Regionales del Mercado de Trabajo (Red ORMET)' amounting to \$ 16,827.65 as at 31 December 2013 in accordance with UNDP accounting policies.

## **Independent Auditor’s Report to UNDP - Red ORMET**

### **Statement of Cash Position**

We noted that the UNDP project ‘Red de Observatorios Regionales del Mercado de Trabajo (Red ORMET)’ did not have a dedicated bank account for DIM project activities subject to audit and accordingly a Statement of Cash Position was not produced.

## MANAGEMENT LETTER

The findings related to the audit of the financial statements are discussed in our management letter below:

<b>Finding n°: 1</b>	<b>Title:</b> Unspent grant funding recognised as expenditure
<p><b>Observation:</b></p> <p>We observed that for the micro capital grant agreement 17257 signed with the 'Corporación Unificada Nacional de Educación Superior (CUN)', two advance payments were made to CUN for an amount of COP 69,402,500 (COP 16,330,000 in 2012 and COP 53,072,500 in 2013). These were recognised as expenditure in the CDR of each year at the point of payment in line with UNDP regulations.</p> <p>However, the final financial report presented by CUN only reported expenses for a total of COP 60,859,468. Therefore, this financial report suggests that the balance of funding of 8,543,032.00 (\$ 4,699.14) represents unspent funding and activities not completed.</p> <p>We noted that in 2014, CUN made a refund to UNDP for the amount noted above. However, this refund has not been reflected in the 2013 CDR and as such expenses in the 2013 CDR remain overstated.</p> <p>We recognise that the issues raised in this finding relate to UNDP policies at the corporate level and cannot be addressed solely by the Colombia country office.</p>	
<p><b>Priority:</b> Medium</p>	
<p><b>Recommendation:</b></p> <p>The following recommendations are made to UNDP at the corporate level:</p> <ul style="list-style-type: none"> <li>• We recommend that UNDP consider the limitations as described above of the current method of recognising grant expenditure at the point of approval of payment and review the recognition criteria for MCG payments.</li> <li>• We recommend that guidance for accounting for MCGs should be included in an updated and expanded version of the Guidance on Micro Capital Grants' document.</li> </ul>	
<p><b>Management comments:</b></p> <p>The Office of Financial Recourses Management (OFRM) indicated that Recognizing varied situations or practices in the field offices where grants are issued in tranches and/or used by grantees over more than one reporting period and UNDP agrees to the recommendation to develop an expanded guidance of the MCGs to differentiate situations where such disbursements could be considered as advances until utilized or expended immediately as the case may be.</p>	

<b>Finding n°: 2</b>	<b>Title:</b> Weaknesses in monitoring controls over expenditure incurred by grant recipients
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**Observation:**

During our audit we noted that the grant agreements signed between UNDP and grant recipients require that the grant recipients supply staff contracts to evidence staff costs and at the end of project activities, a final financial report.

However, with the exception of the staff contracts, there is no requirement for the financial report to be supported by any documentation to evidence the costs that are being claimed, even in cases where the amounts are greater than the threshold for which competitive contracting procedures are mandatory. Furthermore, there is no requirement for a detailed breakdown, or a detailed list of transactions to be provided with the financial report to allow a detailed review of expenditure. Some of the risks associated with these weaknesses are:

**Risk of restricted monitoring:** Not being aware of the details behind the financial report restricts the financial monitoring ability of project management, especially in terms of identifying possible errors and anomalies in financial reports submitted. This lack of information also impairs the ability to compare budgets and actual expenses in order to improve the budgeting system and procedures.

**Risks of double funding:** As the grant recipient does not have to provide evidence for the expenses reported, expenses could be claimed more than once.

We recognise that the issues raised in this finding relate to UNDP policies at the corporate level and cannot be addressed solely by the Colombia country office.

**Priority:** Medium

**Recommendations:**

The following recommendations are made to UNDP at the corporate level:

- We recommend that UNDP consider including a requirement in grant agreements for the final financial report to be supported by a detailed breakdown of expenditure;
- We recommend that grant recipients are required to provide supporting documents for expenditure incurred with grant funding, if requested by the UNDP country office.

**Management comments:**

The Office of Financial Recourses Management (OFRM) indicated that Recognizing varied situations or practices in the field offices where grants are issued in tranches and/or used by grantees over more than one reporting period and UNDP agrees to the recommendation to develop an expanded guidance of the MCGs to differentiate situations where such disbursements could be considered as advances until utilized or expended immediately as the case may be.

Mark Henderson  
Partner

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8 August 2014

## **Annexes**

### **Annex 1: Combined Delivery Report**



UN Development Programme  
Report ID: unglodro

Combined Delivery Report by Activity

Page 1 of 6  
Run Time: 18-03-2014 21:03:33

Selection Criteria :

Business Unit : COL10  
Period : Jan-Dec (2013)  
Selected Project Id : ALL  
Selected Fund Code : ALL  
Selected Dept. IDs : ALL  
Selected Outputs : 00083324

Project Id : 00058568	Desarrollo Económico Incluyent	Period :	Jan-Dec (2013)	
Output # : 00083324	Red Observatorios Regionales	Impl. Partner :	99999 UNDP	
		Location :	Colombia	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp

Activity : ()

Fund : 30071 (Programme Cost Sharing GOV1)

75105 - Facilities & Admin - Implement	0.00	110.29	0.00	110.29
77630 - Dep Exp Owned - ITC	0.00	2,205.72	0.00	2,205.72
<b>Total for Fund 30071</b>	<b>0.00</b>	<b>2,316.01</b>	<b>0.00</b>	<b>2,316.01</b>
<b>Total for Activity</b>	<b>0.00</b>	<b>2,316.01</b>	<b>0.00</b>	<b>2,316.01</b>

Activity : ACTIVITY.3 (3.Forta Anali Produc Informaci)

Fund : 30071 (Programme Cost Sharing GOV1)

63360 - Medical Exams(Incl Pre-empl)	0.00	291.96	0.00	291.96
71305 - Local Consult.-Sht Term-Tech	0.00	219,932.06	0.00	219,932.06
71405 - Service Contracts-Individuals	0.00	263,300.77	0.00	263,300.77
71410 - MAIP Premium SC	0.00	1,083.11	0.00	1,083.11
71610 - Travel Tickets-Local	0.00	101,278.48	0.00	101,278.48
71620 - Daily Subsistence Allow-Local	0.00	14,794.44	0.00	14,794.44
71635 - Travel - Other	0.00	6,014.97	0.00	6,014.97
72130 - Svc Co-Transportation Services	0.00	1,219.28	0.00	1,219.28
72135 - Svc Co-Communications Service	0.00	4,530.50	0.00	4,530.50
72205 - Office Machinery	0.00	607.19	0.00	607.19
72420 - Land Telephone Charges	0.00	340.21	0.00	340.21
72435 - E-mail-Subscription	0.00	167.59	0.00	167.59
72445 - Common Services-Communications	0.00	4,865.97	0.00	4,865.97
72505 - Stationery & other Office Supp	0.00	1,739.37	0.00	1,739.37
72510 - Publications	0.00	1,896.39	0.00	1,896.39
72605 - Grants to Instit & other Benef	0.00	35.27	0.00	35.27
72610 - Micro Capital Grants-Credit	0.00	415,384.25	0.00	415,384.25
72615 - Micro Capital Grants-Other	0.00	399,555.50	0.00	399,555.50
72805 - Acquis of Computer Hardware	0.00	2,310.37	0.00	2,310.37
73110 - Custodial & Cleaning Services	0.00	3,752.22	0.00	3,752.22
73120 - Utilities	0.00	688.54	0.00	688.54
73125 - Common Services-Premises	0.00	937.25	0.00	937.25
74220 - Translation Costs	0.00	2,466.80	0.00	2,466.80
74525 - Sundry	0.00	5,245.00	0.00	5,245.00
74605 - Prepaid Project Expenses	0.00	15.10	0.00	15.10
75105 - Facilities & Admin - Implement	0.00	77,456.32	0.00	77,456.32
75705 - Learning costs	0.00	91,756.73	0.00	91,756.73
75708 - Learning - subcontracts	0.00	4,916.99	0.00	4,916.99
76125 - Realized Loss	0.00	5.92	0.00	5.92
76135 - Realized Gain	0.00	-41.58	0.00	-41.58



UN Development Programme  
Report ID: unglcbr

Combined Delivery Report by Activity

Page 2 of 6  
Run Time: 18-03-2014 21:03:33

Project Id : 00058568 Desarrollo Económico Incluyent	Period : Jan-Dec (2013)
Output # : 00083324 Red Observatorios Regionales	Impl. Partner : 99999 UNDP
	Location : Colombia

Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
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Total for Fund 30071	0.00	1,626,546.97	0.00	1,626,546.97
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Total for Activity ACTIVITY.3	0.00	1,626,546.97	0.00	1,626,546.97
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Activity : ACTIVITY1 (1. Fortalecimiento ORMET)

Fund : 30071 (Programme Cost Sharing GOV1)

71305 - Local Consult.-Sht Term-Tech	0.00	43,829.92	0.00	43,829.92
71405 - Service Contracts-Individuals	0.00	218,992.46	0.00	218,992.46
71410 - MAIP Premium SC	0.00	899.16	0.00	899.16
71610 - Travel Tickets-Local	0.00	44,922.79	0.00	44,922.79
71620 - Daily Subsistence Allow-Local	0.00	15,510.75	0.00	15,510.75
71625 - Daily Subsist Allow-Mtg Partic	0.00	214.73	0.00	214.73
71635 - Travel - Other	0.00	5,674.54	0.00	5,674.54
72135 - Svc Co-Communications Service	0.00	966.67	0.00	966.67
72205 - Office Machinery	0.00	1,447.92	0.00	1,447.92
72510 - Publications	0.00	4,687.03	0.00	4,687.03
72610 - Micro Capital Grants-Credit	0.00	180,721.07	0.00	180,721.07
72615 - Micro Capital Grants-Other	0.00	1,041,044.32	0.00	1,041,044.32
73104 - Leased Building	0.00	22,423.43	0.00	22,423.43
73105 - Rent	0.00	1,439.14	0.00	1,439.14
73110 - Custodial & Cleaning Services	0.00	5,892.62	0.00	5,892.62
73120 - Utilities	0.00	169.38	0.00	169.38
73125 - Common Services-Premises	0.00	313.62	0.00	313.62
74105 - Management and Reporting Svcs	0.00	64,883.74	0.00	64,883.74
74205 - Audio Visual Productions	0.00	13,691.67	0.00	13,691.67
74210 - Printing and Publications	0.00	63.46	0.00	63.46
74525 - Sundry	0.00	9,654.19	0.00	9,654.19
75105 - Facilities & Admin - Implement	0.00	89,258.98	0.00	89,258.98
75705 - Learning costs	0.00	65,902.21	0.00	65,902.21
76125 - Realized Loss	0.00	2.56	0.00	2.56
76135 - Realized Gain	0.00	-9.33	0.00	-9.33
77305 - Salaries - IP Staff-TA	0.00	26,292.05	0.00	26,292.05
77310 - Post Adjustment - IP Staff-TA	0.00	13,133.10	0.00	13,133.10
77315 - Contrib-Med,SocIns-IP Staff-TA	0.00	138.48	0.00	138.48
77357 - Repat. Gvt/Comm Ann Lv-IP-TA	0.00	-9,137.42	0.00	-9,137.42
77375 - Contrib-Jt Staff Pens Fd-IP-TA	0.00	8,721.28	0.00	8,721.28
77385 - Contribution to Security	0.00	1,577.01	0.00	1,577.01
77385 - Contribution to ICT_TA	0.00	591.36	0.00	591.36
77395 - MAIP Premium TA/IP	0.00	78.83	0.00	78.83
77396 - PAYROLL MGT COST RECOVERY	0.00	321.90	0.00	321.90
77397 - Appendix D TA/IP	0.00	118.29	0.00	118.29
Total for Fund 30071	0.00	1,874,431.91	0.00	1,874,431.91
Total for Activity ACTIVITY1	0.00	1,874,431.91	0.00	1,874,431.91

Activity : ACTIVITY2 (2. Sis Información ORMET)

Financial Audit report of the UNDP DIM Project "Red de Observatorios Regionales del Mercado de Trabajo  
(Red ORMET)



UN Development Programme  
Report ID: unglcdrb

Combined Delivery Report by Activity

Page 3 of 6  
Run Time: 18-03-2014 21:03:33

Project Id : 00058568 Desarrollo Económico Incluyent	Period :	Jan-Dec (2013)		
Output # : 00083324 Red Observatorios Regionales	Impl. Partner :	99999 UNDP		
	Location :	Colombia		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp

Fund : 30071 (Programme Cost Sharing GOV1)

71405 - Service Contracts-Individuals	0.00	18,155.72	0.00	18,155.72
71410 - MAIP Premium SC	0.00	75.02	0.00	75.02
72105 - Svc Co-Construction & Engineer	0.00	26,286.99	0.00	26,286.99
75105 - Facilities & Admin - Implement	0.00	2,225.89	0.00	2,225.89
<b>Total for Fund 30071</b>	<b>0.00</b>	<b>46,743.62</b>	<b>0.00</b>	<b>46,743.62</b>
<b>Total for Activity ACTIVITY2</b>	<b>0.00</b>	<b>46,743.62</b>	<b>0.00</b>	<b>46,743.62</b>

Activity : ACTIVITY4 (4. Consolidación ORMET)

Fund : 30071 (Programme Cost Sharing GOV1)

71305 - Local Consult.-Sht Term-Tech	0.00	1,750.70	0.00	1,750.70
71405 - Service Contracts-Individuals	0.00	152,133.46	0.00	152,133.46
71410 - MAIP Premium SC	0.00	626.27	0.00	626.27
71610 - Travel Tickets-Local	0.00	15,016.28	0.00	15,016.28
71620 - Daily Subsistence Allow-Local	0.00	3,049.48	0.00	3,049.48
71625 - Daily Substst Allow-Mtg Partic	0.00	883.25	0.00	883.25
71635 - Travel - Other	0.00	1,639.61	0.00	1,639.61
72105 - Svc Co-Construction & Engineer	0.00	4,703.11	0.00	4,703.11
72130 - Svc Co-Transportation Services	0.00	1,420.85	0.00	1,420.85
72425 - Mobile Telephone Charges	0.00	56.23	0.00	56.23
72430 - Postage and Pouch	0.00	109.33	0.00	109.33
72445 - Common Services-Communications	0.00	688.75	0.00	688.75
72505 - Stationery & other Office Supp	0.00	291.49	0.00	291.49
72610 - Micro Capital Grants-Credit	0.00	48,029.60	0.00	48,029.60
72615 - Micro Capital Grants-Other	0.00	142,604.18	0.00	142,604.18
72705 - Hospitality-Special Events	0.00	1,008.15	0.00	1,008.15
73104 - Leased Building	0.00	2,698.97	0.00	2,698.97
73105 - Rent	0.00	1,253.78	0.00	1,253.78
73110 - Custodial & Cleaning Services	0.00	650.25	0.00	650.25
73125 - Common Services-Premises	0.00	89.55	0.00	89.55
74325 - Contrib To CO Common Security	0.00	7,296.00	0.00	7,296.00
74525 - Sundry	0.00	383.16	0.00	383.16
75105 - Facilities & Admin - Implement	0.00	19,687.07	0.00	19,687.07
75705 - Learning costs	0.00	6,102.45	0.00	6,102.45
75708 - Learning - subcontracts	0.00	1,256.55	0.00	1,256.55
76125 - Realized Loss	0.00	2.43	0.00	2.43
76135 - Realized Gain	0.00	-0.06	0.00	-0.06
<b>Total for Fund 30071</b>	<b>0.00</b>	<b>413,430.89</b>	<b>0.00</b>	<b>413,430.89</b>
<b>Total for Activity ACTIVITY4</b>	<b>0.00</b>	<b>413,430.89</b>	<b>0.00</b>	<b>413,430.89</b>

Activity : ACTIVITY5 (5.Oportunidades Productivas)





UN Development Programme  
Report ID: unglcdrb

Combined Delivery Report by Activity

Page 4 of 6  
Run Time: 18 03 2014 21:03:33

Project Id : 00058568 Desarrollo Económico Incluyent	Period :	Jan-Dec (2013)		
Output # : 00083324 Red Observatorios Regionales	Impl. Partner :	99999 UNDP		
	Location :	Colombia		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
Fund : 30071 (Programme Cost Sharing GOV1)				
71610 - Travel Tickets-Local	0.00	- 1,056.06	0.00	- 1,056.06
71620 - Daily Subsistence Allow-Local	0.00	74.69	0.00	74.69
71635 - Travel - Other	0.00	72.61	0.00	72.61
72610 - Micro Capital Grants-Credit	0.00	5,514.84	0.00	5,514.84
72615 - Micro Capital Grants-Other	0.00	4,668.05	0.00	4,668.05
75105 - Facilities & Admin - Implement	0.00	463.71	0.00	463.71
Total for Fund 30071	0.00	9,737.84	0.00	9,737.84
Total for Activity ACTIVITY5	0.00	9,737.84	0.00	9,737.84
Total for Output : 00083324	0.00	3,973,207.24	0.00	3,973,207.24
Project Total :	0.00	3,973,207.24	0.00	3,973,207.24

Signed By:  Date: \_\_\_\_\_  
Signed By:  Date: \_\_\_\_\_

Mark Henderson  
Partner  
Moore Stephens LLP  
8 August 2014



UNDP UN Development Programme  
Report ID: unglcdrb

Combined Delivery Report by Activity

Page 5 of 6  
Run Time: 18-03-2014 21:03:34

Selection Criteria :

Business Unit : COL10  
Period : Jan-Dec (2013)  
Selected Project Id : ALL  
Selected Fund Code : ALL  
Selected Dept. IDs : ALL  
Selected Outputs : 00083324

Project Id : ALL	Period : Jan-Dec (2013)			
Output # : ALL	Impl. Partner : Location :			
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
49203 - Colombia - Crisis Prev & Recvry	0.00	147.86	0.00	147.86
49208 - Colombia - Poverty Reduction	0.00	3,939,536.90	0.00	3,939,536.90
49210 - Colombia - Finance	0.00	33,522.48	0.00	33,522.48



UN Development Programme  
Report ID: unglcdrb

Combined Delivery Report by Activity

Page 6 of 6  
Run Time: 18-03-2014 21:03:35

Funds Utilization

Selection Criteria :

Business Unit : COL10  
Period : Jan-Dec (2013)  
Selected Project Id : ALL  
Selected Fund Code : ALL  
Selected Dept. IDs : ALL  
Selected Outputs : 00083324

Project/Award: 00058568 Desarrollo Económico Incluyent

Period : As Of Dec31,2013

Output #	Impl. Partner :99999 UNDP	UNDP AMOUNT
Outstanding NEX advances		0.00
Undepreciated Fixed Assets		16,827.65
Inventory		0.00
Prepayments		0.00
Commitments		779,619.95

**Annex 2: Statement of Fixed Assets**

Statement of Assets and Equipment  
as of 29 Mayo 2014

Country	UNDP
Project	RED ORMET
Award ID:	58568
Project ID:	83324
Period	2014



Al servicio  
de las personas  
y las naciones

## PROJECT INVENTORY FOR 2013 /2014

TAG NO.	ACQUISITION DATE	ITEM DESCRIPTION/MAKE/MODEL	PROJECT No.	BONOR CODE*	FUND	ITEM LOCATION	MANUFACTURER	COUNTRY	GOP'S VALUE	SERIAL NO.	FACTURA	VOUCHER
1	22/11/2012	Impresora Hewlett Packard M425DN MFP	83324	11893	30071	BOGOTÁ	HEWLETT PACKARD	COLOMBIA	\$ 1.305.000,00	CN8607203X	5243 DATA POWER	272679
2	01/09/2012	Impresora Multifuncional Laserjet color	83324	11893	30071	BOGOTÁ	HEWLETT PACKARD	COLOMBIA	\$ 1.340.560,00	CN89071782	2214884 Portafil S.A	N/A
3	05/09/2012	Computador de escritorio	83324	11893	30071	BOGOTÁ	HEWLETT PACKARD	COLOMBIA	\$ 1.199.440,00	MXL2491250	2214884 Portafil S.A	N/A
4	05/09/2012	Computador de escritorio	83324	11893	30071	BOGOTÁ	HEWLETT PACKARD	COLOMBIA	\$ 1.199.440,00	MXL2491231	2214884 Portafil S.A	N/A
5	05/02/2013	Computador de escritorio HP 6300 P/N C7862LTRA8ME	83324	11893	30071	BOGOTÁ	HEWLETT PACKARD	COLOMBIA	\$ 2.095.760,00	MXL3070566	19554 DATA POWER	283276
6	05/02/2013	Computador de escritorio HP 6300 P/N C7862LTRA8ME	83324	11893	30071	BOGOTÁ	HEWLETT PACKARD	COLOMBIA	\$ 2.095.760,00	MXL307055L	19554 DATA POWER	283276
7	10/04/2013	Computador portátil Toshiba	83324	11893	30071	BOGOTÁ	TOSHIBA	COLOMBIA	\$ 2.780.000,00	4D026222H	0309 AG MICROS E.U.	290774
8	24/01/2014	Cámara Fotográfica EOS 6D ( 24-105 mm f5 USM)	83324	11893	30071	BOGOTÁ	CANON	COLOMBIA	\$ 6.268.050,00	2113202028000020	03500810 CANON	315551
9	24/01/2014	1 impresora FS-1135MFP Copiadora digital	83324	11893	30071	BOGOTÁ	KYOCERA	COLOMBIA	\$ 2.146.000,00	BW23807538	0354442 CFIMARCAS	315789
10	20/02/2014	VIDEO PROJECTOR EPSON X14 + XGA	83324	11893	30071	BOGOTÁ	EPSON	COLOMBIA	\$ 1.373.055,00	TUAK3Y00760	36542 FC QUICK	317739

\$ 21.743.465,00

FERNANDO HERRERA  
Coordinador Área de Supervisión de la Pobreza  
PNUD

OLIVERIO HERRERAS  
Coordinador Nacional ORMET  
PNUD

Mark Henderson  
Partner  
Moore Stephens LLP  
8 August 2014

### Annex 3: Audit finding priority ratings

The following categories of priorities are used:

<b>High (Critical)</b>	Action is considered imperative to ensure that UNDP is not exposed to high risks. Failure to take action could result in major consequences and issues.
<b>Medium (Important)</b>	Action is considered necessary to avoid exposure to significant risks. Failure to take action could result in significant consequences.
<b>Low</b>	Action is considered desirable and should result in enhanced control or better value for money. Low priority recommendations, if any, are dealt with by the Auditors directly with the Office management, during the exit meeting and through a separate memo subsequent to the fieldwork. <b>Therefore, low priority recommendations are not included in the audit report.</b>