



AUDIT

OF

UNDP PERU

**Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali
Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las
instituciones educativas públicas del país
(Directly Implemented Project No. 73717, Output No. 86409)**

Report No. 1663
Issue Date: 29 July 2016

Report on the Audit of UNDP Peru
Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país.
(Project No. 73717, Output No. 86409)
Executive Summary

The UNDP Office of Audit and Investigations (OAI), through Moore Stephens LLP (the audit firm), from 30 May to 10 June 2016, conducted an audit of Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país. (Project 73717, Output 86409) (the Project), which is directly implemented and managed by the UNDP Country Office in Peru (the Office). This was the first audit of the Project.

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 2013 to 31 December 2015 and the accompanying Funds Utilization statement¹ as of 31 December 2015. The audit did not include activities and expenses incurred or undertaken at the "responsible party" level, or expenses processed and approved in locations outside of the country (such as UNDP Regional Centres and UNDP Headquarters). The audit did not cover the Statement of Assets and Statement of Cash Position as the Project had no assets and no separate bank account maintained.

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(s) and corresponding management letter(s) submitted by the audit firm, the results are summarized in the table below:

Project Expenditure*	
Amount (in \$ millions)	Opinion
30.74	Unqualified

*Expenditures recorded in the Combined Delivery Report were \$31.09 million. Excluded from the audit scope were transactions that relate to expenditures of other United Nations agencies (\$0.18 million) and expenditures not processed or approved by the Office (\$0.17 million).

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


¹ 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.

recommendations include actions to address (a) the lack of timely preparation of annual and quarterly reports and (b) the unrecovered payments of value-added tax.

The two recommendations aim to ensure the reliability and integrity of financial and operational information.

Management comments and action plan

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

A blue ink signature of Antoine Khoury is written over the text.

Antoine Khoury
Officer-In-Charge
Office of Audit and Investigations

**UNITED NATIONS DEVELOPMENT PROGRAMME
(UNDP)**

AUDIT REPORT

21 July 2016

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

**‘Fortalecimiento de las capacidades del Programa
Nacional de Alimentación escolar Qali Warma del MIDIS
para mejorar la atención alimentaria de los niños y niñas
de las instituciones educativas públicas del país’**

UNDP Country Office:	Peru
Atlas Project ID:	00073717
Atlas Output number:	00086409
Auditor:	Moore Stephens LLP
Period subject to audit:	1 January 2013 to 31 December 2015

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EXECUTIVE SUMMARY

Moore Stephens LLP conducted the financial audit of 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país' (Project ID 00073717 and Output 00086409) (the project), directly implemented by UNDP Peru ('the Office') for the period from 1 January 2013 to 31 December 2015. 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:

Statement of Expenditure	Unqualified
Statement of Fixed Assets	Not applicable
Statement of Cash Position	Not applicable

As a result of our audit, we have raised two audit findings with no financial impact as summarised below:

No.	Description	Priority	Net financial impact \$
1	Annual and quarterly reports not produced	Medium	-
2	No attempt made to recover VAT incurred	Medium	-
Total			

This project was not audited in the prior year.



Mark Henderson
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB

21 July 2016

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 2013 and 31 December 2015 and the funds utilization as at 31 December 2015 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 2015. This statement must include all assets available as at 31 December 2015 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 2015.

The scope of the audit relates only to transactions concluded and recorded against the UNDP DIM project between 1 January 2013 and 31 December 2015. 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 - 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país'

Statement of Expenditure

Unqualified Opinion

We have audited the accompanying Combined Delivery Report (CDR) and Funds Utilization statement totalling \$ 31,087,019.41 ("the statement") of the UNDP project 00073717 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país' for the period from 1 January 2013 to 31 December 2015. CDR expenditure totalling \$ 341,476.41, comprised of other UN agency expenditure of \$174,796.43 and payroll expenditure not processed or approved by UNDP Country Office Peru of \$166,679.98, was not within the scope of our audit.

Management is responsible for the preparation of the statement for the 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país' 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 Combined Delivery Report (CDR) and Funds Utilization statement presents fairly, in all material respects, the expenses of \$ 30,745,543.00 incurred by the project 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país' for the period 1 January 2013 to 31 December 2015 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.



Mark Henderson
Partner

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21 July 2016

Independent Auditor's Report to UNDP - 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país'

Statement of Assets and Equipment

We noted that the UNDP project 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país' had no assets or equipment and accordingly a Statement of Fixed Assets was not produced.

Independent Auditor's Report to UNDP - 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país'

Statement of Cash Position

We noted that the UNDP project 'Fortalecimiento de las capacidades del Programa Nacional de Alimentación escolar Qali Warma del MIDIS para mejorar la atención alimentaria de los niños y niñas de las instituciones educativas públicas del país' 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:

Finding n°: 1	Title: Annual and quarterly reports not produced
Observation: The PRODOC, section V Monitoring and Evaluation Matrix states that (translated from Spanish): “Quarterly narrative reports will be prepared by the National Project Director in conjunction with their counterpart, and will be delivered to the Project Meeting” and “The annual project report will be prepared by the National Director and delivered to the Project Meeting”. However, these reports were not produced.	
Priority: Medium	
Recommendation: The Office should ensure compliance with PRODOC rules by insisting that all expected reports are produced and delivered.	
Management comments: CO agrees with the recommendation and will reinforce the need for compliance to project’s National Director. However, it is worth noting that the CO prepared a note to the file including all communications sent to the project establishing the need for the timely presentation of the quarterly and annual progress reports.	

Finding n°: 2

Title: No attempt made to recover VAT incurred

Observation:

The UNDP Programme and Operations Policies and Procedures, Section 1.2 Taxes, states that:

"UNDP, as a subsidiary organ of the United Nations, is exempt from direct taxes such as income tax, and is entitled to reimbursement of indirect taxes, such as sales tax and VAT, on important purchases. This is derived from the Convention on the Privileges and Immunities of the United Nations, adopted by the General Assembly in 1946 (General Convention), Sections 7 and 8, respectively.

While in some countries, governments have provided an outright exemption to indirect taxes, in most countries, Business Units may be required to pay taxes and further seek reimbursement. Governments are required under the General Convention to provide a mode of reimbursement on important purchases. The policy of the United Nations, including UNDP, is that all of our purchases are "important", as they are recurring and necessary for UNDP to carry out its official activities.

Country offices should liaise with the Ministry of Foreign Affairs to ensure reimbursement. Any difficulties with respect to exemption from taxation or reimbursement of taxes should be addressed to the Director of OLPS."

We understand that VAT (IGV in Peru) can be recovered by UNDP. However, no recovery was sought due to the fact that the project is mostly funded by government funds.

We understand that VAT (IGV in Peru) can be recovered by UNDP. However, the project was not registered for VAT and no VAT recovery was sought on the basis that the project is mostly funded by government funds.

Priority: Medium

Recommendation:

By recovering VAT, more funds would be available for UNDP projects. We therefore recommend that all projects are registered for VAT and that all possibilities to recover VAT in future should be explored by the Office.

Management comments:

Reimbursement of VAT follows rules set by the Supreme Decree 36-94-EF* and guidelines set by the Peruvian Agency for International Cooperation (APCI)**.

However, CO management agrees with the recommendation and will explore possibilities to recover VAT in future development projects with national authorities.

* <http://www.apci.gob.pe/legal/archivos/DS036-1994.pdf>

** <http://www.apci.gob.pe/beneficios/beneficios.html>



Mark Henderson
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21 July 2016

Annexes

Annex 1: Combined Delivery Reports



UN Development Programme
Report ID: unglcdrp

Combined Delivery Report By Project

Page 1 of 3
Run Time: 04-03-2014 17:03:37

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2013)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : B0522
Selected Outputs : 00086409

Project Id : 00073717 Fortalecimiento capacidades Pr		Period : Jan-Dec (2013)	
Output # : 00086409 Fortalecimiento capacidades QW		Impl. Partner : 03863 PER-Ministerio de Desarrollo	
		Location : PNUD	
	Govt Exp	UNDP Exp	UN Agencies Exp
			Total Exp

Dept: 52204 (Peru - Dem. Governance)

Fund : 30071 (Programme Cost Sharing GOV1)

74210 - Printing and Publications	0.00	981.54	0.00	981.54
75105 - Facilities & Admin - Implement	0.00	39.26	0.00	39.26

Total for Fund 30071	0.00	1,020.80	0.00	1,020.80
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Total for Dept : 52204	0.00	1,020.80	0.00	1,020.80
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Dept: 52208 (Peru - Poverty Reduction)

Fund : 11888 (Country Co-Financing CS)

71305 - Local Consult.-Sht Term-Tech	0.00	4,908.96	0.00	4,908.96
75105 - Facilities & Admin - Implement	0.00	196.36	0.00	196.36

Total for Fund 11888	0.00	5,105.32	0.00	5,105.32
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Fund : 30071 (Programme Cost Sharing GOV1)

71305 - Local Consult.-Sht Term-Tech	0.00	94,813.92	0.00	94,813.92
71405 - Service Contracts-Individuals	0.00	0.00	0.00	0.00
71410 - MAIP Premium SC	0.00	0.00	0.00	0.00
72510 - Publications	0.00	10,000.00	0.00	10,000.00
75105 - Facilities & Admin - Implement	0.00	4,192.56	0.00	4,192.56

Total for Fund 30071	0.00	109,006.48	0.00	109,006.48
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Total for Dept : 52208	0.00	114,111.80	0.00	114,111.80
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Total for Output : 00086409	0.00	115,132.60	0.00	115,132.60
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Project Total :	0.00	115,132.60	0.00	115,132.60
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Edo Stork

REPRESENTANTE RESIDENTE ADJUNTO

Date :

09/06/2016

Signed By :

Signed By :

Date :

Mark Henderson
Partner
Moore Stephens LLP

21 July 2016

MOORE STEPHENS





UN Development Programme
Report ID: unglcdrp

Combined Delivery Report By Project

Page 2 of 3
Run Time: 04-03-2014 17:03:38

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2013)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : B0522
Selected Outputs : 00086409

Project Id : ALL	Period : Jan-Dec (2013)			
Output # : ALL	Impl. Partner : Location :			
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
52204 - Peru - Dem. Governance	0.00	1,020.80	0.00	1,020.80
52208 - Peru - Poverty Reduction	0.00	114,111.80	0.00	114,111.80



Funds Utilization

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2013)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : B0522
Selected Outputs : 00086409

Project/Award: 00073717 Fortalecimiento capacidades Pr

Period : As at Dec 31, 2013

Output # 00086409 Impl. Partner :03863 PER-Ministerio de Desarrollo

UNDP AMOUNT

Outstanding NEX advances	0.00
Depreciated Fixed Assets	0.00
Inventory	0.00
Prepayments	0.00
Commitments	4,672.90

Combined Delivery Report By Project

UN Development Programme
Report ID: unglcdrp

Page 1 of 4
Run Time: 20-04-2015 15:04:54

ction Criteria :

Business Unit : PER10
Period : Jan-Dec (2014)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : B0522
Selected Outputs : 00086409

Subject Id : 00073717 Fortalecimiento capacidades Pr		Period :	Jan-Dec (2014)	
Output # : 00086409 Fortalecimiento capacidades QW		Impl. Partner :	03863 PER-Ministerio de Desarrollo	
		Location :	PNUD	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp

pt: 52201 (Peru - Central)

id : 30071 (Programme Cost Sharing GOV1)

74610 - Travel Tickets-Local	0.00	1,325.07	0.00	1,325.07
74620 - Daily Subsistence Allow-Local	0.00	1,098.00	0.00	1,098.00
74635 - Travel - Other	0.00	982.80	0.00	982.80
75105 - Facilities & Admin - Implement	0.00	136.23	0.00	136.23

Total for Fund 30071	0.00	3,542.10	0.00	3,542.10
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al for Dept : 52201	0.00	3,542.10	0.00	3,542.10
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ot: 52204 (Peru - Dem. Governance)

id : 30071 (Programme Cost Sharing GOV1)

74210 - Printing and Publications	0.00	774.19	0.00	774.19
75105 - Facilities & Admin - Implement	0.00	30.97	0.00	30.97

Total for Fund 30071	0.00	805.16	0.00	805.16
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al for Dept : 52204	0.00	805.16	0.00	805.16
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nt: 52205 (Peru - Energy & Envrnmnt)

id : 30071 (Programme Cost Sharing GOV1)

10 - Machinery and Equipment	0.00	15,313.39	0.00	15,313.39
105 - Facilities & Admin - Implement	0.00	612.54	0.00	612.54

Total for Fund 30071	0.00	15,925.93	0.00	15,925.93
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al for Dept : 52205	0.00	15,925.93	0.00	15,925.93
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nt: 52208 (Peru - Poverty Reduction)

Code : 04000 (Core Programme, UNU Centre)

71305 - Local Consult.-Sht Term-Tech	0.00	15,818.75	0.00	15,818.75
72125 - Svc Co-Studies & Research Serv	0.00	40,000.00	0.00	40,000.00
72399 - Other Materials and Goods	0.00	0.00	0.00	0.00
73405 - Rental & Maint-Other Office Eq	0.00	343.20	0.00	343.20
74225 - Other Media Costs	0.00	597.32	0.00	597.32



Combined Delivery Report By Project

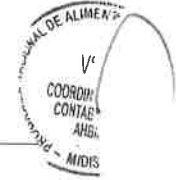
UN Development Programme
 Report ID: unglcdpr

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 Run Time: 20-04-2015 15:04:55

Project Id : 00073717 Fortalecimiento capacidades Pr		Period :	Jan-Dec (2014)	
Output # : 00086409 Fortalecimiento capacidades QW		Impl. Partner :	03863 PER-Ministerio de Desarrollo	
		Location :	PNUD	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
al for Fund 04000	0.00	56,759.27	0.00	56,759.27
id : 11888 (Country Co-Financing CS)				
71305 - Local Consult.-Sht Term-Tech	0.00	0.00	0.00	0.00
73405 - Rental & Maint-Other Office Eq	0.00	128.87	0.00	128.87
74225 - Other Media Costs	0.00	0.00	0.00	0.00
75105 - Facilities & Admin - Implement	0.00	5.15	0.00	5.15
al for Fund 11888	0.00	134.02	0.00	134.02
id : 30071 (Programme Cost Sharing GOV1)				
71305 - Local Consult.-Sht Term-Tech	0.00	107,970.16	0.00	107,970.16
71405 - Service Contracts-Individuals	0.00	43,737.50	0.00	43,737.50
71410 - MAIP Premium SC	0.00	197.34	0.00	197.34
71415 - Contribution to Security SC	0.00	1,776.39	0.00	1,776.39
71610 - Travel Tickets-Local	0.00	834.50	0.00	834.50
71620 - Daily Subsistence Allow-Local	0.00	- 455.99	0.00	- 455.99
71635 - Travel - Other	0.00	786.59	0.00	786.59
72105 - Svc Co-Construction & Engineer	0.00	49,991.81	0.00	49,991.81
72125 - Svc Co-Studies & Research Serv	0.00	135,710.00	0.00	135,710.00
72210 - Machinery and Equipment	0.00	- 15,313.39	0.00	- 15,313.39
72399 - Other Materials and Goods	0.00	2,079,889.33	0.00	2,079,889.33
72415 - Courier Charges	0.00	49.59	0.00	49.59
72510 - Publications	0.00	15,000.00	0.00	15,000.00
72810 - Acquis of Computer Software	0.00	1,151.19	0.00	1,151.19
74115 - Legal Fees	0.00	10.93	0.00	10.93
74210 - Printing and Publications	0.00	3,552.56	0.00	3,552.56
74525 - Sundry	0.00	225.60	0.00	225.60
75105 - Facilities & Admin - Implement	0.00	97,004.58	0.00	97,004.58
76125 - Realized Loss	0.00	55,063.40	0.00	55,063.40
al for Fund 30071	0.00	2,577,182.09	0.00	2,577,182.09
al for Concept : 52208	0.00	2,634,075.38	0.00	2,634,075.38
al for Output : 00086409	0.00	2,654,348.57	0.00	2,654,348.57
Project Total :	0.00	2,654,348.57	0.00	2,654,348.57

Mark Henderson
 Partner
 Moore Stephens LLP
 21 July 2016

MOORE STEPHENS



By : 
 Edo Stork
 REPRESENTANTE RESIDENTE ADJUNTO

Date : 09/06/2016

By : _____ Date : _____

Combined Delivery Report By Project

UN Development Programme
Report ID: unglcdrp

Page 3 of 4
Run Time: 20-04-2015 15:04:56

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2014)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : B0522
Selected Outputs : 00086409

Project Id : ALL		Period : Jan-Dec (2014)		
Output # : ALL		Impl. Partner :		
		Location :		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
52201 - Peru - Central	0.00	3,542.10	0.00	3,542.10
52204 - Peru - Dem. Governance	0.00	805.16	0.00	805.16
52205 - Peru - Energy & Envrnmnt	0.00	15,925.93	0.00	15,925.93
52208 - Peru - Poverty Reduction	0.00	2,634,075.38	0.00	2,634,075.38

Combined Delivery Report By Project

UN Development Programme

Report ID: unglcdrp

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Run Time: 20-04-2015 15:04:57

Funds Utilization

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2014)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : B0522
Selected Outputs : 00086409

Project/Award: 00073717 Fortalecimiento capacidades Pr

Period : As at Dec 31, 2014

Output # 00086409 Impl. Partner :03863 PER-Ministerio de Desarrollo

UNDP AMOUNT

Outstanding NEX advances	0.00
Unreciated Fixed Assets	0.00
Inventory	0.00
Prepayments	0.00
Commitments	8,790,696.83



Combined Delivery Report By Project

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2015)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00086409

Project Id : 00073717 Fortalecimiento capacidades Pr	Period :	Jan-Dec (2015)
Output # : 00086409 Fortalecimiento capacidades QW	Impl. Partner :	03863 PER-Ministerio de Desarrollo
	Location :	PNUD

Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
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Dept: 52201 (Peru - Central)

Fund : 30071 (Programme Cost Sharing GOV1)

71205 - Intl Consultants-Sht Term-Tech	0.00	0.00	174,782.45	174,782.45
74525 - Sundry	0.00	0.00	13.98	13.98
75105 - Facilities & Admin - Implement	0.00	6,991.86	0.00	6,991.86

Total for Fund 30071	0.00	6,991.86	174,796.43	181,788.29
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Total for Dept : 52201	0.00	6,991.86	174,796.43	181,788.29
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Dept: 52204 (Peru - Dem. Governance)

Fund : 11888 (Country Co-Financing CS)

72805 - Acquis of Computer Hardware	0.00	11.20	0.00	11.20
75105 - Facilities & Admin - Implement	0.00	0.45	0.00	0.45

Total for Fund 11888	0.00	11.65	0.00	11.65
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Total for Dept : 52204	0.00	11.65	0.00	11.65
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Dept: 52205 (Peru - Energy & Environmnt)

Fund : 30071 (Programme Cost Sharing GOV1)

71310 - Local Consult.-Short Term-Supp	0.00	0.00	0.00	0.00
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Total for Fund 30071	0.00	0.00	0.00	0.00
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Total for Dept : 52205	0.00	0.00	0.00	0.00
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Dept: 52208 (Peru - Poverty Reduction)

Fund : 04000 (Core Programme, UNU Centre)

71305 - Local Consult.-Sht Term-Tech	0.00	31,400.64	0.00	31,400.64
71405 - Service Contracts-Individuals	0.00	28,350.35	0.00	28,350.35
71410 - MAIP Premium SC	0.00	27.88	0.00	27.88
71415 - Contribution to Security SC	0.00	313.53	0.00	313.53
71610 - Travel Tickets-Local	0.00	829.68	0.00	829.68
71620 - Daily Subsistence Allow-Local	0.00	1,403.00	0.00	1,403.00
71635 - Travel - Other	0.00	540.27	0.00	540.27



Combined Delivery Report By Project

Project Id : 00073717 Fortalecimiento capacidades Pr	Period :	Jan-Dec (2015)
Output # : 00086409 Fortalecimiento capacidades QW	Impl. Partner :	03863 PER-Ministerio de Desarrollo
	Location :	PNUD
	Govt Exp	UNDP Exp
	UN Agencies Exp	Total Exp

Total for Fund 04000	0.00	62,865.35	0.00	62,865.35
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Fund : 11888 (Country Co-Financing CS)

71305 - Local Consult.-Sht Term-Tech	0.00	4,829.37	0.00	4,829.37
71405 - Service Contracts-Individuals	0.00	- 655.80	0.00	- 655.80
71410 - MAIP Premium SC	0.00	68.62	0.00	68.62
71415 - Contribution to Security SC	0.00	772.21	0.00	772.21
71610 - Travel Tickets-Local	0.00	530.94	0.00	530.94
71620 - Daily Subsistence Allow-Local	0.00	780.80	0.00	780.80
71635 - Travel - Other	0.00	- 874.87	0.00	- 874.87
72130 - Svc Co-Transportation Services	0.00	550.49	0.00	550.49
72805 - Acquis of Computer Hardware	0.00	206.50	0.00	206.50
73405 - Rental & Maint-Other Office Eq	0.00	1,889.45	0.00	1,889.45
74325 - Contrib.To CO Common Security	0.00	668.36	0.00	668.36
74525 - Sundry	0.00	31.50	0.00	31.50
75105 - Facilities & Admin - Implement	0.00	351.90	0.00	351.90

Total for Fund 11888	0.00	9,149.47	0.00	9,149.47
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Fund : 30071 (Programme Cost Sharing GOV1)

61205 - Salaries - GS Staff	0.00	938.89	0.00	938.89
71205 - Intl Consultants-Sht Term-Tech	0.00	10,675.00	0.00	10,675.00
71305 - Local Consult.-Sht Term-Tech	0.00	19,084.61	0.00	19,084.61
71405 - Service Contracts-Individuals	0.00	82,614.89	0.00	82,614.89
71410 - MAIP Premium SC	0.00	278.66	0.00	278.66
71415 - Contribution to Security SC	0.00	3,134.74	0.00	3,134.74
71605 - Travel Tickets-International	0.00	2,982.60	0.00	2,982.60
71610 - Travel Tickets-Local	0.00	39,716.47	0.00	39,716.47
71615 - Daily Subsistence Allow-Intl	0.00	5,448.00	0.00	5,448.00
71620 - Daily Subsistence Allow-Local	0.00	17,563.97	0.00	17,563.97
71625 - Daily Subsist Allow-Mtg Partic	0.00	114.92	0.00	114.92
71635 - Travel - Other	0.00	13,197.85	0.00	13,197.85
72105 - Svc Co-Construction & Engineer	0.00	7,006,106.82	0.00	7,006,106.82
72125 - Svc Co-Studies & Research Serv	0.00	216,551.00	0.00	216,551.00
72215 - Transportation Equipment	0.00	1,406,903.33	0.00	1,406,903.33
72220 - Furniture	0.00	10,707,401.03	0.00	10,707,401.03
72315 - Food & Textile Products	0.00	138,030.44	0.00	138,030.44
72399 - Other Materials and Goods	0.00	4,968,884.15	0.00	4,968,884.15
72405 - Acquisition of Communic Equip	0.00	449,521.03	0.00	449,521.03
72415 - Courier Charges	0.00	26,622.65	0.00	26,622.65
72445 - Common Services-Communications	0.00	4,184.28	0.00	4,184.28
72505 - Stationery & other Office Supp	0.00	28,441.67	0.00	28,441.67
72705 - Hospitality-Special Events	0.00	4,288.63	0.00	4,288.63
72715 - Hospitality Catering	0.00	686.09	0.00	686.09
73406 - Maintenance of Equipment	0.00	19,414.12	0.00	19,414.12
74115 - Legal Fees	0.00	9,989.16	0.00	9,989.16
74205 - Audio Visual Productions	0.00	10,000.00	0.00	10,000.00
74210 - Printing and Publications	0.00	8,180.98	0.00	8,180.98
74220 - Translation Costs	0.00	938.81	0.00	938.81
74505 - Insurance	0.00	69,752.77	0.00	69,752.77
74510 - Bank Charges	0.00	235.52	0.00	235.52



Combined Delivery Report By Project

Project Id : 00073717 Fortalecimiento capacidades Pr	Period :	Jan-Dec (2015)		
Output # : 00086409 Fortalecimiento capacidades QW	Impl. Partner :	03863 PER-Ministerio de Desarrollo		
	Location :	PNUD		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp

74520 - Storage	0.00	25,151.70	0.00	25,151.70
74525 - Sundry	0.00	801.36	0.00	801.36
74598 - Direct Project Costs - GOE	0.00	130,000.00	0.00	130,000.00
74720 - Distribution Cost	0.00	1,394,032.33	0.00	1,394,032.33
74725 - Other L.T.S.H.	0.00	2,865.69	0.00	2,865.69
75105 - Facilities & Admin - Implement	0.00	1,079,367.91	0.00	1,079,367.91
75705 - Learning costs	0.00	134,973.11	0.00	134,973.11
75709 - Learning - training of counter	0.00	24,490.23	0.00	24,490.23
76125 - Realized Loss	0.00	0.01	0.00	0.01
76135 - Realized Gain	0.00	- 0.02	0.00	- 0.02
Total for Fund 30071	0.00	28,063,565.40	0.00	28,063,565.40
Total for Dept : 52208	0.00	28,135,580.22	0.00	28,135,580.22
Dept: 52214 (Peru - General Services)				
Fund : 11888 (Country Co-Financing CS)				
73405 - Rental & Maint-Other Office Eq	0.00	152.00	0.00	152.00
75105 - Facilities & Admin - Implement	0.00	6.08	0.00	6.08
Total for Fund 11888	0.00	158.08	0.00	158.08
Total for Dept : 52214	0.00	158.08	0.00	158.08
Total for Output : 00086409	0.00	28,142,741.81	174,796.43	28,317,538.24

Project Total :	0.00	28,142,741.81	174,796.43	28,317,538.24
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Mark Henderson
Partner
Moore Stephens LLP
21 July 2016

MOORE STEPHENS

Signed By :  Date : _____

Signed By : _____ Date : _____



Combined Delivery Report By Project

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2015)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00086409

Project Id : ALL	Period : Jan-Dec (2015)			
Output # : ALL	Impl. Partner : Location :			
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
52201 - Peru - Central	0.00	6,991.86	174,796.43	181,788.29
52204 - Peru - Dem. Governance	0.00	11.65	0.00	11.65
52205 - Peru - Energy & Envirnmnt	0.00	0.00	0.00	0.00
52208 - Peru - Poverty Reduction	0.00	28,135,580.22	0.00	28,135,580.22
52214 - Peru - General Services	0.00	158.08	0.00	158.08



Funds Utilization

Selection Criteria :

Business Unit : PER10
Period : Jan-Dec (2015)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00086409

Project/Award: 00073717 Fortalecimiento capacidades Pr	Period : As at Dec 31, 2015
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Output #	00086409	Impl. Partner :03863 PER-Ministerio de Desarrollo	UNDP AMOUNT
Outstanding NEX advances			0.00
Undepreciated Fixed Assets			0.00
Inventory			0.00
Prepayments			0.00
Commitments			0.00

Annex 2: Audit finding priority ratings

The following categories of priorities are used:

High (Critical)	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.
Medium (Important)	Action is considered necessary to avoid exposure to significant risks. Failure to take action could result in significant consequences.
Low	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. Therefore, low priority recommendations are not included in the audit report.