

UNITED NATIONS DEVELOPMENT PROGRAMME
Office of Audit and Investigations



*Empowered lives.
Resilient nations.*

AUDIT

OF

UNDP SOMALIA

JOINT PROGRAMME ON LOCAL GOVERNANCE
(Directly Implemented Project No. 91140, Output No. 96534)

Report No. 1974

Issue Date: 9 August 2018

**Report on the Audit of UNDP Somalia
Joint Programme on Local Governance
(Project No. 91140, Output No. 96534)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through Moore Stephens LLP (the audit firm), from 21 May to 25 June 2018, conducted an audit of Joint Programme on Local Governance (Project No. 91140, Output No. 96534) (the Project), which is directly implemented and managed by the UNDP Country Office in Somalia (the Office). The last audit of the Project was conducted by OAI through Deloitte in 2017 and covered project expenses from 1 January to 31 December 2016.

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 expenses for the period from 1 January to 31 December 2017 and the accompanying Funds Utilization statement¹ as of 31 December 2017 as well as Statement of Assets as of 31 December 2017. The audit did not include activities and expenses incurred or undertaken at the "responsible party" level, expenses processed and approved in locations outside of the country (such as UNDP Regional Centres and UNDP Headquarters), and expenses of other United Nations agencies. In addition, 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 submitted by the audit firm, the results are summarized in the table below:

Project Expenses**		Project Assets	
Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion
2,590	Unmodified*	22	Unmodified

*Unmodified = unqualified or clean opinion

**Expenses recorded in the Combined Delivery Report were \$3,891,342.07. Excluded from the audit scope were transactions that relate to expenses of other United Nations agencies (\$-613.41), expenses processed and approved by other UNDP offices outside of the country (\$1,108,907.49), and expenses incurred at the "responsible party" level (\$193,044).

The audit did not result in any recommendations.

The previous audit (Report No. 1827, issued on 9 August 2017) did not result in any recommendations.

¹ The Funds Utilization statement includes the balance, as at a given date, of five items: (a) outstanding advances received by the project; (b) undepreciated 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

Comments and/or additional information provided have been incorporated into the report, where appropriate.



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

**UNITED NATIONS DEVELOPMENT PROGRAMME
(UNDP)**

AUDIT REPORT

2 AUGUST 2018

**FINANCIAL AUDIT OF THE UNDP DIRECTLY
IMPLEMENTED (DIM) PROJECT
JOINT PROGRAMME ON LOCAL GOVERNANCE**

Output name:	Joint Programme on Local Governance
UNDP Country Office:	Somalia
Atlas Project ID:	00091140
Atlas Output ID:	00096534
Auditor:	Moore Stephens LLP
Period subject to audit:	1 January to 31 December 2017

Table of Contents

EXECUTIVE SUMMARY	3
THE AUDIT ENGAGEMENT	4
AUDIT OPINIONS	5
PROJECT FINANCIAL POSITION	5
STATEMENT OF FIXED ASSETS	7
STATEMENT OF CASH POSITION	9
ANNEXES	10
ANNEX 1: COMBINED DELIVERY REPORT	10
ANNEX 2: STATEMENT OF FIXED ASSETS	11
ANNEX 3: AUDIT FINDING PRIORITY RATINGS	12

EXECUTIVE SUMMARY

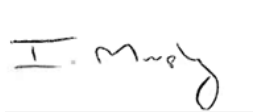
Moore Stephens LLP conducted the financial audit of Joint Programme on Local Governance (Project ID 00091140, Output ID 00096534) (the project), directly implemented by UNDP Somalia for the year ended 31 December 2017. The audit was undertaken on behalf of UNDP, Office of Audit and Investigations (OAI).

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

Project Financial Position	Unmodified
Statement of Fixed Assets	Unmodified
Statement of Cash Position	Not applicable

We have not raised any audit findings or recommendations as a result of our audit, consequently we do not issue a management letter.

The project was audited in the prior year with no recommendations raised.



Ian Murphy
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB
1 August 2018

MOORE STEPHENS

THE AUDIT ENGAGEMENT

Audit Objectives and Scope

The objective of the financial audit was to express an opinion on the DIM project's financial position which includes:

- Expressing an opinion on whether the financial expenses incurred by the project between 1 January and 31 December 2017 in the Combined Delivery Report (CDR), the Funds Utilization statement as at 31 December 2017 and the accounts receivable and accounts payable as at 31 December 2017 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, at net book value, presents fairly the balance of depreciated assets of the UNDP project as at 31 December 2017. This statement must include all assets available as at 31 December 2017 and not only those purchased in a given period.

Where a DIM project does not have any assets or equipment, it is not necessary to express such an opinion.

- Expressing an opinion on whether the Statement of Cash Position held by the project presents fairly the cash and bank balance of the UNDP project as at 31 December 2017.

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 Financial Audit was conducted in accordance with the International Standards of Auditing (ISA), the 700 series. As applicable, the audit report provides the progress made in implementing the recommendations raised in the previous year's audit report.

The scope of the audit relates only to transactions concluded and recorded against the UNDP DIM project between 1 January and 31 December 2017. 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 – Joint Programme on Local Governance

Project Financial Position

To the Director of the Office and Audit and Investigations, United Nations Development Programme

We have audited the financial position of the UNDP project ID 00091140, Joint Programme on Local Governance output ID 00096534, for the period 1 January 2017 to 31 December 2017 which includes: (a) the accompanying Combined Delivery Report (CDR); (b) the Funds Utilization statement ("the statement"); and (c) the project -related accounts receivable and accounts payable.

The CDR expenditure totalling \$ 3,891,342.07 is comprised of expenditure directly incurred by the UNDP Country Office in Somalia for an amount of \$ 2,590,003.72 and expenditure incurred by entities other than the Country Office for an amount of \$ -613.41 (UN Agencies expenditure), \$193,044.00 (government expenditure) and \$ 1,108,907.49 (global payroll). Our audit only covered the expenditure directly incurred by the UNDP Country Office in Somalia of \$ 2,590,003.72.

Unmodified opinion

In our opinion, the attached CDR and Funds Utilization statement present fairly, in all material respects, the expenses of US\$ \$ 2,590,003.72 directly incurred by the UNDP Country Office in Somalia and charged to the project for the period 1 January 2017 to 31 December 2017 in accordance with UNDP accounting policies and 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those provisions and standards are further described in the 'Auditor's responsibilities' section of this report.

We are independent of UNDP in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code). We have fulfilled our other ethical responsibilities in accordance with these requirements, and we have fulfilled our other ethical responsibilities in accordance with this code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management responsibilities

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

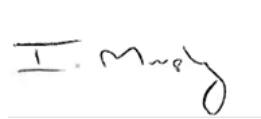
Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the CDR and the Funds Utilization statement 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 ISAs 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 documents.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the CDR and the Funds Utilization statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 organization's internal control.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Ian Murphy
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB
2 August 2018

MOORE STEPHENS

Independent Auditor's Report to UNDP – Joint Programme on Local Governance

Statement of Fixed Assets

To the Director of the Office and Audit and Investigations, United Nations Development Programme

We have audited the accompanying Statement of Fixed Assets of the UNDP project 00091140 Joint Programme on Local Governance output ID 00096534, as at 31 December 2017

Unmodified Opinion

In our opinion, the attached Statement of Fixed Assets presents fairly, in all material respects, the assets status of the UNDP project Joint Programme on Local Governance amounting to \$ 21,608.22 as at 31 December 2017 in accordance with UNDP accounting policies.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing. Our responsibilities under those provisions and standards are further described in the Auditor's responsibilities section of this report.

We are independent of UNDP in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code) and we have fulfilled our other ethical responsibilities in accordance with this code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management responsibilities

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

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the Statement of Fixed Assets is 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 ISAs 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 the Statement of Fixed Assets.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Statement of Fixed Assets, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 organization's internal control.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Ian Murphy
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB
2 August 2018

MOORE STEPHENS

Independent Auditor's Report to UNDP - Joint Programme on Local Governance

Statement of Cash Position

To the Director of the Office and Audit and Investigations, United Nations Development Programme

NO DEDICATED BANK ACCOUNT FOR AUDITED DIM PROJECT ACTIVITIES

We noted that the UNDP project 00091140 Joint Programme on Local Governance did not have a dedicated bank account for DIM project activities subject to audit and accordingly a Statement of Cash Position was not produced.

Annexes

Annex 1: Combined Delivery Report



Combined Delivery Report by Activity

Selection Criteria :

Business Unit : SOM10
Period : Jan-Dec (2017)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00096534

Project Id : 00091140 Joint Prog on Local Governance	Period : Jan-Dec (2017)
Output # : 00096534 (JPLG) - Local Governance	Impl. Partner : 99999 UNDP
	Location : Somalia

Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
----------	----------	-----------------	-----------

Activity : 0

Fund : 04000 (Core Programme, UNU Centre)

77630 - Dep Exp Owned - ITC	0.00	938.52	0.00	938.52
-----------------------------	------	--------	------	--------

Total for Fund 04000	0.00	938.52	0.00	938.52
-----------------------------	-------------	---------------	-------------	---------------

Fund : 30000 (PROGRAMME COST SHARING)

75105 - Facilities & Admin - Implement	0.00	119.42	0.00	119.42
--	------	--------	------	--------

77630 - Dep Exp Owned - ITC	0.00	1,706.28	0.00	1,706.28
-----------------------------	------	----------	------	----------

Total for Fund 30000	0.00	1,825.70	0.00	1,825.70
-----------------------------	-------------	-----------------	-------------	-----------------

Total for Activity	0.00	2,764.22	0.00	2,764.22
---------------------------	-------------	-----------------	-------------	-----------------

Activity : ACTIVITY1 (Policies, laws and strategies)

Fund : 04000 (Core Programme, UNU Centre)

74510 - Bank Charges	0.00	450.00	0.00	450.00
----------------------	------	--------	------	--------

75710 - Participation of counterparts	0.00	30,000.00	0.00	30,000.00
---------------------------------------	------	-----------	------	-----------

Total for Fund 04000	0.00	30,450.00	0.00	30,450.00
-----------------------------	-------------	------------------	-------------	------------------

Fund : 30000 (PROGRAMME COST SHARING)

71205 - Intl Consultants-Sht Term-Tech	0.00	33,074.00	0.00	33,074.00
--	------	-----------	------	-----------

71305 - Local Consult.-Sht Term-Tech	0.00	39,675.53	0.00	39,675.53
--------------------------------------	------	-----------	------	-----------

71310 - Local Consult.-Short Term-Supp	0.00	209.58	0.00	209.58
--	------	--------	------	--------

71605 - Travel Tickets-International	0.00	1,050.00	0.00	1,050.00
--------------------------------------	------	----------	------	----------

71610 - Travel Tickets-Local	0.00	887.54	0.00	887.54
------------------------------	------	--------	------	--------

71620 - Daily Subsistence Allow-Local	0.00	7,992.24	0.00	7,992.24
---------------------------------------	------	----------	------	----------

72120 - Svc Co-Trade and Business Serv	0.00	5,405.26	0.00	5,405.26
--	------	----------	------	----------

72125 - Svc Co-Studies & Research Serv	0.00	2,500.00	0.00	2,500.00
--	------	----------	------	----------

72175 - Svc Co-Urban, Rural & Regional	44,630.00	0.00	0.00	44,630.00
--	-----------	------	------	-----------

72215 - Transportation Equipment	0.00	240.00	0.00	240.00
----------------------------------	------	--------	------	--------

72505 - Stationery & other Office Supp	0.00	324.59	0.00	324.59
--	------	--------	------	--------

72715 - Hospitality Catering	0.00	0.00	0.00	0.00
------------------------------	------	------	------	------

74210 - Printing and Publications	0.00	176.00	0.00	176.00
-----------------------------------	------	--------	------	--------

74510 - Bank Charges	0.00	1,688.36	0.00	1,688.36
----------------------	------	----------	------	----------

75105 - Facilities & Admin - Implement	0.00	12,275.91	0.00	12,275.91
--	------	-----------	------	-----------

75705 - Learning costs	0.00	10,530.00	0.00	10,530.00
------------------------	------	-----------	------	-----------

75706 - Learning - ticket costs	0.00	12,520.00	0.00	12,520.00
---------------------------------	------	-----------	------	-----------

75707 - Learning - subsistence allowan	0.00	1,128.00	0.00	1,128.00
--	------	----------	------	----------



Combined Delivery Report by Activity

UN Development Programme
Report ID: unglcdrb

Page 2 of 7
Run Time: 05-03-2018 19:03:54

Project id : 00091140 Joint Prog on Local Governance		Period :	Jan-Dec (2017)	
Output # : 00096534 (JPLG) - Local Governance		Impl. Partner :	99999 UNDP	
		Location :	Somalia	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
75709 - Learning - training of counter	0.00	13,338.90	0.00	13,338.90
76135 - Realized Gain	0.00	0.00	0.00	0.00
Total for Fund 30000	44,630.00	143,015.91	0.00	187,645.91
Total for Activity ACTIVITY1	44,630.00	173,465.91	0.00	218,095.91
Activity : ACTIVITY2 (Structures and systems)				
Fund : 30000 (PROGRAMME COST SHARING)				
71305 - Local Consult.-Sht Term-Tech	0.00	37,455.05	0.00	37,455.05
71310 - Local Consult.-Short Term-Supp	0.00	600.00	0.00	600.00
71615 - Daily Subsistence Allow-Intl	0.00	901.28	0.00	901.28
71620 - Daily Subsistence Allow-Local	0.00	2,332.64	0.00	2,332.64
72175 - Svc Co-Urban, Rural & Regional	86,388.00	24,000.00	0.00	110,388.00
72425 - Mobile Telephone Charges	0.00	33.77	0.00	33.77
72505 - Stationery & other Office Supp	0.00	0.00	- 613.14	- 613.14
74120 - Capacity Assessment	0.00	6,000.00	0.00	6,000.00
74510 - Bank Charges	0.00	2,485.71	0.00	2,485.71
75105 - Facilities & Admin - Implement	0.00	12,919.36	0.00	12,919.36
75705 - Learning costs	0.00	22,568.00	0.00	22,568.00
75707 - Learning - subsistence allowan	0.00	414.00	0.00	414.00
75710 - Participation of counterparts	0.00	1,997.00	0.00	1,997.00
Total for Fund 30000	86,388.00	111,706.81	- 613.14	197,481.67
Total for Activity ACTIVITY2	86,388.00	111,706.81	- 613.14	197,481.67
Activity : ACTIVITY3 (Competencies and skills)				
Fund : 04000 (Core Programme, UNU Centre)				
74510 - Bank Charges	0.00	517.01	0.00	517.01
75709 - Learning - training of counter	0.00	- 9,745.00	0.00	- 9,745.00
Total for Fund 04000	0.00	- 9,227.99	0.00	- 9,227.99
Fund : 30000 (PROGRAMME COST SHARING)				
63407 - Learning-Subsistence Allowance	0.00	6,841.00	0.00	6,841.00
63515 - Security-related Costs	0.00	600.00	0.00	600.00
71205 - Intl Consultants-Sht Term-Tech	0.00	95,713.69	0.00	95,713.69
71211 - Intl Consult Security Charge	0.00	300.00	0.00	300.00
71305 - Local Consult.-Sht Term-Tech	0.00	706,348.24	0.00	706,348.24
71310 - Local Consult.-Short Term-Supp	0.00	81,005.25	0.00	81,005.25
71605 - Travel Tickets-International	0.00	8,815.00	0.00	8,815.00
71610 - Travel Tickets-Local	0.00	6,910.61	0.00	6,910.61
71615 - Daily Subsistence Allow-Intl	0.00	1,414.00	0.00	1,414.00
71620 - Daily Subsistence Allow-Local	0.00	9,959.00	0.00	9,959.00



Combined Delivery Report by Activity

Project id : 00091140 Joint Prog on Local Governance	Period : Jan-Dec (2017)
Output # : 00096534 (JPLG) - Local Governance	Impl. Partner : 99999 UNDP
	Location : Somalia

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
71810 - Contractual Svcs-indiv ImpPtr	0.00	44,987.00	0.00	44,987.00
72145 - Svc Co-Training and Educ Serv	0.00	8,070.00	0.00	8,070.00
72175 - Svc Co-Urban, Rural & Regional	59,026.00	9,900.00	0.00	68,926.00
72215 - Transportation Equipment	0.00	260.00	0.00	260.00
72425 - Mobile Telephone Charges	0.00	3.75	0.00	3.75
72435 - E-mail-Subscription	0.00	900.00	0.00	900.00
72505 - Stationery & other Office Supp	0.00	678.00	0.00	678.00
72515 - Print Media	0.00	540.00	0.00	540.00
72715 - Hospitality Catering	0.00	0.00	0.00	0.00
74510 - Bank Charges	0.00	19,466.99	0.00	19,466.99
74710 - Land Transport	0.00	4,011.00	0.00	4,011.00
74725 - Other L.T.S.H.	0.00	8,160.00	0.00	8,160.00
75105 - Facilities & Admin - Implement	0.00	81,603.15	0.00	81,603.15
75705 - Learning costs	0.00	28,836.00	0.00	28,836.00
75707 - Learning - subsistence allowan	0.00	26,784.64	0.00	26,784.64
75709 - Learning - training of counter	3,000.00	22,562.93	0.00	25,562.93
75710 - Participation of counterparts	0.00	4,576.00	0.00	4,576.00
75712 - TrnWrkshp&Conf - Honorariums	0.00	6,090.00	0.00	6,090.00
Total for Fund 30000	62,026.00	1,185,336.25	0.00	1,247,362.25
Total for Activity ACTIVITY3	62,026.00	1,176,108.26	0.00	1,238,134.26

Activity : ACTIVITY4 (Service delivery)

Fund : 30000 (PROGRAMME COST SHARING)

62335 - Hazard Duty Station Allow-IP	0.00	2,735.34	0.00	2,735.34
71205 - Intl Consultants-Sht Term-Tech	0.00	53,499.35	0.00	53,499.35
71305 - Local Consult.-Sht Term-Tech	0.00	240.00	0.00	240.00
71605 - Travel Tickets-International	0.00	4,320.00	0.00	4,320.00
71610 - Travel Tickets-Local	0.00	920.00	0.00	920.00
71615 - Daily Subsistence Allow-Intl	0.00	1,226.40	0.00	1,226.40
71625 - Daily Subsist Allow-Mtg Partic	0.00	5,350.00	0.00	5,350.00
71630 - Shipment	0.00	369.40	0.00	369.40
71635 - Travel - Other	0.00	7,636.00	0.00	7,636.00
72130 - Svc Co-Transportation Services	0.00	17,080.00	0.00	17,080.00
72515 - Print Media	0.00	1,500.00	0.00	1,500.00
74510 - Bank Charges	0.00	620.19	0.00	620.19
75105 - Facilities & Admin - Implement	0.00	9,664.95	0.00	9,664.95
75705 - Learning costs	0.00	4,320.00	0.00	4,320.00
75709 - Learning - training of counter	0.00	38,254.00	0.00	38,254.00
Total for Fund 30000	0.00	147,735.63	0.00	147,735.63
Total for Activity ACTIVITY4	0.00	147,735.63	0.00	147,735.63

Activity : ACTIVITY5 (Project Management)

Fund : 04000 (Core Programme, UNU Centre)

Project id : 00091140 Joint Prog on Local Governance
Output # : 00096534 (JPLG) - Local Governance

Period : Jan-Dec (2017)
Impl. Partner : 99999 UNDP
Location : Somalia

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
62335 - Hazard Duty Station Allow-IP	0.00	631.23	0.00	631.23
64397 - Services to projects -CO staff	0.00	4,141.59	0.00	4,141.59
74510 - Bank Charges	0.00	3.17	0.00	3.17
Total for Fund 04000	0.00	4,775.99	0.00	4,775.99
Fund : 30000 (PROGRAMME COST SHARING)				
61305 - Salaries - IP Staff	0.00	259,000.32	0.00	259,000.32
61310 - Post Adjustment - IP Staff	0.00	82,582.40	0.00	82,582.40
62305 - Dependency Allowances-IP Staff	0.00	18,103.84	0.00	18,103.84
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	82,090.09	0.00	82,090.09
62315 - Contrib. to medical, social in	0.00	7,257.68	0.00	7,257.68
62320 - Mobility, Hardship, Non-remova	0.00	43,883.23	0.00	43,883.23
62330 - Rental Supplements - IP Staff	0.00	13,960.51	0.00	13,960.51
62335 - Hazard Duty Station Allow-IP	0.00	7,491.50	0.00	7,491.50
62340 - Annual Leave Expense - IP	0.00	- 1,255.65	0.00	- 1,255.65
63330 - Ed Grt Incl Trvl&Allow-IP Stf	0.00	64,391.42	0.00	64,391.42
63335 - Home Leave Trvl & Allow-IP Stf	0.00	8,556.20	0.00	8,556.20
63350 - Reimb of Income Tax-IP Staff	0.00	22,469.00	0.00	22,469.00
63360 - Medical Exams(incl Pre-empl)	0.00	134.00	0.00	134.00
63365 - Special Oper Living Allow-IP	0.00	19,800.00	0.00	19,800.00
63530 - Contribution to EOS Benefits	0.00	12,367.94	0.00	12,367.94
63535 - Contribution to Security	0.00	16,449.84	0.00	16,449.84
63540 - Contribution to Training	0.00	2,638.46	0.00	2,638.46
63545 - Contribution to ICT	0.00	4,947.16	0.00	4,947.16
63550 - Contributions to MAIP	0.00	824.51	0.00	824.51
63555 - Contribution to UN JFA	0.00	10,718.84	0.00	10,718.84
63560 - Contributions to Appendix D	0.00	824.51	0.00	824.51
64310 - Separations - IP Staff	0.00	4,617.36	0.00	4,617.36
64397 - Services to projects -CO staff	0.00	438,008.00	0.00	438,008.00
65115 - Contributions to ASHI Reserve	0.00	31,991.66	0.00	31,991.66
65135 - Payroll Mgt Cost Recovery ATLA	0.00	2,317.68	0.00	2,317.68
71405 - Service Contracts-Individuals	0.00	371,335.31	0.00	371,335.31
71410 - MAIP Premium SC	0.00	756.75	0.00	756.75
71415 - Contribution to Security SC	0.00	18,566.05	0.00	18,566.05
71505 - UN Volunteers-Stipend & Allow	0.00	8,966.91	0.00	8,966.91
71520 - UNV-Language Allowance	0.00	425.00	0.00	425.00
71535 - UNV-Medical Insurance	0.00	511.92	0.00	511.92
71540 - UNV-Global Charges	0.00	528.43	0.00	528.43
71541 - UNVs-Contribution to security	0.00	381.10	0.00	381.10
71550 - UNV-Resettlement Allowance	0.00	747.33	0.00	747.33
71590 - UNV Development Effectiveness	0.00	2,988.00	0.00	2,988.00
71605 - Travel Tickets-International	0.00	12,775.72	0.00	12,775.72
71610 - Travel Tickets-Local	0.00	14,575.86	0.00	14,575.86
71615 - Daily Subsistence Allow-Intl	0.00	10,285.80	0.00	10,285.80
71620 - Daily Subsistence Allow-Local	0.00	79,777.28	0.00	79,777.28
71635 - Travel - Other	0.00	75.00	0.00	75.00
72215 - Transportation Equipment	0.00	23,584.99	0.00	23,584.99
72330 - Medical Products	0.00	1,276.88	0.00	1,276.88
72415 - Courier Charges	0.00	34.14	0.00	34.14
72420 - Land Telephone Charges	0.00	413.72	0.00	413.72
72425 - Mobile Telephone Charges	0.00	1,517.80	0.00	1,517.80



Project id : 00091140 Joint Prog on Local Governance		Period :	Jan-Dec (2017)	
Output # : 00096534 (JPLG) - Local Governance		Impl. Partner :	99999 UNDP	
		Location :	Somalia	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
72440 - Connectivity Charges	0.00	353.69	0.00	353.69
72445 - Common Services-Communications	0.00	436.21	0.00	436.21
72505 - Stationery & other Office Supp	0.00	641.65	0.00	641.65
72815 - Inform Technology Supplies	0.00	1,670.60	0.00	1,670.60
73105 - Rent	0.00	6,666.10	0.00	6,666.10
73125 - Common Services-Premises	0.00	195,188.53	0.00	195,188.53
73410 - Maint, Oper of Transport Equip	0.00	- 289.42	0.00	- 289.42
73420 - Leased Vehicles	0.00	1,321.92	0.00	1,321.92
74110 - Audit Fees	0.00	11,519.00	0.00	11,519.00
74210 - Printing and Publications	0.00	19.52	0.00	19.52
74510 - Bank Charges	0.00	14,220.68	0.00	14,220.68
74525 - Sundry	0.00	4.50	0.00	4.50
74710 - Land Transport	0.00	3,061.00	0.00	3,061.00
74725 - Other L.T.S.H.	0.00	1,591.88	0.00	1,591.88
75105 - Facilities & Admin - Implement	0.00	136,228.79	0.00	136,228.79
75705 - Learning costs	0.00	3,940.00	0.00	3,940.00
75708 - Learning - subcontracts	0.00	143.50	0.00	143.50
75709 - Learning - training of counter	0.00	1,942.00	0.00	1,942.00
76125 - Realized Loss	0.00	0.04	0.00	0.04
76135 - Realized Gain	0.00	- 0.29	0.00	- 0.29
Total for Fund 30000	0.00	2,082,354.39	0.00	2,082,354.39
Total for Activity ACTIVITY5	0.00	2,087,130.38	0.00	2,087,130.38
Total for Output : 00096534	193,044.00	3,698,911.21	- 613.14	3,891,342.07
Project Total :	193,044.00	3,698,911.21	- 613.14	3,891,342.07

Signed By :

Digitally signed by Phillip Cooper
 DN: cn=Phillip Cooper, o=UNDP, ou,
 email=phillip.cooper@undp.org,
 c=US
 Date: 2018.03.06 13:30:25 +03'00'

Date :



Signed By :

Digitally signed by George Conway
 DN: cn=George Conway, o=UNDP,
 ou=UNDP Somalia,
 email=george.conway@undp.org,
 c=SO
 Date: 2018.03.07 16:59:09 +03'00'

Date :

07 MARCH 2018

Signed by: GEORGE CONWAY
 COUNTRY DIRECTOR
 UNDP SOMALIA

Ian Murphy
 Partner

Moore Stephens LLP
 150 Aldersgate Street
 London EC1A 4AB
 2 August 2018

MOORE STEPHENS



Selection Criteria :

Business Unit : SOM10
Period : Jan-Dec (2017)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00096534

Project Id : ALL Output # : ALL		Period : Jan-Dec (2017) Impl. Partner : Location :		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
46801 - Somalia - Central	0.00	1,621,108.66	- 613.14	1,620,495.52
46823 - North West Somalia	138,919.00	410,755.85	0.00	549,674.85
46824 - North East Somalia	54,125.00	380,724.76	0.00	434,849.76
46825 - South Central Somalia	0.00	1,286,321.94	0.00	1,286,321.94



Funds Utilization

Selection Criteria :

Business Unit : SOM10
Period : Jan-Dec (2017)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00096534

Project/Award: 00091140 Joint Prog on Local Governance

Period : As Of Dec31,2017

Output #	00096534	Impl. Partner :99999 UNDP	UNDP AMOUNT
Outstanding NEX advances			102,748.10
Undepreciated Fixed Assets			21,608.22
Unamortized Intangible Assets			0.00
Inventory			0.00
Prepayments			0.00
Commitments			70,668.55

Annex 2: Statement of Fixed Assets

Business ut	Operating	Asset ID	Profile ID	Description	TAG Numb	Serial Num	Model	Location	Acquisition Date	In Service Date	Cost,USD	Net Book Valu	Quantity	Departmer	Impl	Agenc	Donor	Project	Fund code
SOM10	SOM	2987	ITC1	A Notebook computers	119418	J3BNM12		SOMMOG1100	2/5/2015	2/5/2015	1,990.00	1,264.48	1	46825	1981	12269	96534	30000	
SOM10	SOM	2988	ITC1	A Notebook computers	1194940	5P0NM12		SOMMOG1100	2/5/2015	2/5/2015	1,630.00	1,035.73	1	46825	1981	12269	96534	30000	
SOM10	SOM	2997	ITC1	A Notebook computers	1194910	JOCNM12-1		SOMMOG1100	2/5/2015	2/5/2015	1,630.00	1,035.73	1	46825	1981	12269	96534	30000	
SOM10	SOM	3017	ITC1	A Notebook computers	119495	6W8NM12-2		SOMMOG1100	2/5/2015	2/5/2015	1,630.00	1,035.73	1	46825	1981	12269	96534	30000	
SOM10	SOM	3018	ITC1	A Notebook computers	119493	IKBNM12		SOMMOG1100	2/5/2015	2/5/2015	1,630.00	1,035.73	1	46825	1981	12269	96534	30000	
SOM10	SOM	3019	ITC1	A Notebook computers	119513	HHCNM12		SOMNRB3106	2/5/2015	2/5/2015	1,630.00	1,035.73	1	46825	1981	12269	96534	30000	
SOM10	SOM	3118	ITC1	A Notebook computers	3118	C9YQ32		SOMGAR1100	9/28/2015	9/28/2015	1,669.00	1,182.21	1	46825	1981	12269	96534	30000	
SOM10	SOM	3693	ITC1	A Notebook computers	103456	SV3QP72	E7270	SOMMOG1100	8/12/2016	8/12/2016	1,877.00	1,544.61	1	46825	1981	12	96534	4000	
SOM10	SOM	3694	ITC1	A Notebook computers	103463	D81RP72	E7270	SOMMOG1100	8/12/2016	8/12/2016	1,877.00	1,544.61	1	46825	1981	12	96534	4000	
SOM10	SOM	3695	ITC1	A Notebook computers	103392	9GWQP72	E7270	SOMMOG1100	8/12/2016	8/12/2016	1,877.00	1,544.61	1	46825	1981	12	96534	4000	
SOM10	SOM	3701	ITC1	A Notebook computers	103462	BG8QP72	E7270	SOMMOG1100	8/12/2016	8/12/2016	1,877.00	1,544.61	1	46825	1981	12	96534	4000	
SOM10	SOM	3737	MTRV4	Toyota Prado 3.0CC Diesel	A106	JTEBK29J300045553		SOMHAR1100	12/7/2009	12/7/2009	25,516.79	0	1	46801	1981	12269	96534	30000	
SOM10	SOM	3738	MTRV4	Toyota Prado 3.0CC Diesel	A107	JTEBK29J800045497		SOMHAR1100	12/7/2009	12/7/2009	25,516.79	0	1	46801	1981	12269	96534	30000	
SOM10	SOM	3739	MTRV4	Toyota Prado 3.0CC Diesel	A108	JTEBK29J300045357		SOMHAR1100	12/7/2009	12/7/2009	23,660.27	0	1	46801	1981	12269	96534	30000	
SOM10	SOM	3740	MTRV4	Toyota Prado 3.0CC Diesel	A109	JTEBK29J300045360		SOMHAR1100	4/3/2010	4/3/2010	23,660.27	0	1	46801	1981	12269	96534	30000	
SOM10	SOM	3886	ITC1	A Notebook computers	128251	4856GH2		SOMMOG1100	10/29/2017	10/29/2017	2,008.65	1,945.88	1	46825	1981	12269	96534	30000	
SOM10	SOM	3889	ITC1	A Notebook computers	128257	8KKKGH2		SOMMOG1100	10/29/2017	10/29/2017	2,008.65	1,945.88	1	46825	1981	12269	96534	30000	
SOM10	SOM	3890	ITC1	A Notebook computers	128256	72RKGH2		SOMMOG1100	10/29/2017	10/29/2017	2,008.65	1,945.88	1	46825	1981	12269	96534	30000	
SOM10	SOM	3895	ITC1	A Notebook computers	128279	2GKKGH2		SOMMOG1100	11/27/2017	11/27/2017	2,008.65	1,966.80	1	46825	1981	12269	96534	30000	

21,608.22



Signed by: Ahmad Alhammad
Assistant Country Director

UNDP Somalia

Date: 29 JUNE 2018

Ian Murphy
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB
2 August 2018

MOORE STEPHENS

Annex 3: Audit finding priority ratings

The following categories of priorities are used:

High (Critical)	Prompt action is required to ensure that UNDP is not exposed to high risks. Failure to take action could result in major negative consequences for UNDP.
Medium (Important)	Action is required to ensure that UNDP is not exposed to risks. Failure to take action could result in negative consequences for UNDP.
Low	Action is desirable and should result in enhanced control or better value for money. Low priority recommendations, if any, are dealt with by the audit team directly with the Office management, either during the exit meeting or through a separate memo subsequent to the fieldwork. Therefore, low priority recommendations are not included in this report.