



**AUDIT**

**OF**

**UNDP PHILIPPINES**

**Development Support Services 2016 K to 12 Basic Education Program,  
the Philippine Department of Education  
(Directly Implemented Project No. 95022, Output No. 99082)**

**Report No. 2105**  
**Issue Date: 16 August 2019**

**Report on the Audit of UNDP Philippines  
Development Support Services 2016 K to 12 Basic Education Program,  
the Philippine Department of Education  
(Project No. 95022, Output No. 99082)  
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through BDO LLP (the audit firm), from 13 to 23 May 2019, conducted an audit of Development Support Services 2016 K to 12 Basic Education Program, the Philippine Department of Education (Project No. 95022, Output No. 99082) (the Project), which is directly implemented and managed by the UNDP Country Office in Philippines (the Office). The last audit of the Project was conducted by OAI, through Deloitte in 2018, and covered project expenses from 1 January to 31 December 2017.

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 2018 and the accompanying Funds Utilization statement<sup>1</sup> as of 31 December 2018. The audit did not include 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 as no assets were held by the Project. 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*	
Amount (in \$ '000)	Opinion
21,083	Unmodified

\*Expenses recorded in the Combined Delivery Report were \$21,233,567.06. Excluded from the audit scope were transactions that relate to expenses processed and approved by other UNDP offices outside of the country (\$150,358.45).

The audit did not result in any recommendations.

The previous audit (Report No. 1959, issued on 23 July 2018) also did not result in any recommendations.

<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) 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.

A handwritten signature in blue ink, which appears to read 'H. Osttveiten', is enclosed within a rectangular box.

Helge S. Osttveiten  
Director  
Office of Audit and Investigations