



AUDIT

OF

UNDP PERU

**FORTALECIMIENTO DEL PROGRAMA NACIONAL DE ALIMENTACION ESCOLAR QALI
WARMA DEL MINISTERIO DE DESARROLLO E INCLUSION SOCIAL (MIDIS) PARA MEJORAR
LA ATENCION ALIMENTARIA DE LOS NIÑOS Y NIÑAS DE LAS INSTITUCIONES
EDUCATIVAS DEL PAIS
(Directly Implemented Project No. 96804, Output No. 100712)**

Report No. 2126

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Report on the Audit of UNDP Peru
Fortalecimiento del Programa Nacional de Alimentación Escolar Qali Warma del Ministerio de Desarrollo e Inclusión Social (MIDIS) para mejorar la atención alimentaria de los niños y niñas de las instituciones públicas del país (Project No. 96804, Output No. 100712)
Executive Summary

The UNDP Office of Audit and Investigations (OAI), through BDO LLP (the audit firm), from 20 to 31 May 2019, conducted an audit of *Fortalecimiento del Programa Nacional de Alimentación Escolar Qali Warma del Ministerio de Desarrollo e Inclusión Social (MIDIS) para mejorar la atención alimentaria de los niños y niñas de las instituciones públicas del país* (Project No. 96804, Output No. 100712) (the Project), which is nationally implemented¹ with direct support services provided by the UNDP Country Office in Peru (the Office). The last audit of the Project was conducted by OAI, through Moore Stephens LLP 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 statement² as of 31 December 2018. 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) or expenses of other United Nations agencies. 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 and corresponding management letter submitted by the audit firm, the results are summarized in the table below:

Project Expenses*	
Amount (in \$ '000)	Opinion
8,491	Unmodified

*Excluded from the audit scope were transactions that relate to expenses processed and approved by other UNDP offices outside of the country (\$188,814.09).

The audit did not result in any recommendations.

The previous audit (Report No. 1965, issued on 27 June 2018) did not result in any recommendations.

¹ Nationally implemented projects, or NIM projects, are audited by the responsible unit in UNDP. However, this NIM project was audited by OAI due to the significant involvement of the Country Office in its implementation, and the subsequent materiality of the amount expended by UNDP.

² 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.



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