



**AUDIT**

**OF**

**UNDP HAITI**

**RELEVEMENT NATIONAL & OUEST**  
**(Directly Implemented Project No. 63238)**

**Report No. 1100**  
**Issue Date: 16 August 2013**

**Report on the audit of UNDP Haiti  
Relèvement National & Ouest (Project No. 63238)  
Executive Summary**

From 25 March to 26 April 2013, the Office of Audit and Investigations (OAI) of the United Nations Development Programme (UNDP), through Experts Conseils et Associés (the audit firm), conducted an audit of Relèvement National & Ouest, Project No. 63238 (the Project), which is directly implemented and managed by the UNDP Country Office in Haiti (the Office). The audit was conducted under the general supervision of OAI in conformance with the *International Standards for the Professional Practice of Internal Auditing*. The last audit of the Office was conducted by OAI in 2011.

The Project reported expenditure totalling \$5.97 million during the period from 1 January to 31 December 2011. The following donors contributed to the Project: European Commission, Brazil, UNOCHA, Bahrain, Algeria, China, Burkina Faso, United Nations Foundation, Norway, Far East Broadcasting Company, Liechtenstein, Chad, Kuwait, Benfica Foundation, and Haiti Relief Donors.

**Audit scope and objectives**

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 Statement of Expenditure (Combined Delivery Report) for the period from 1 January to 31 December 2011 and Statement of Assets as of 31 December 2011.

**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			Cash	
Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion	NFI (in \$ '000)	Amount (in \$ '000)	Opinion
5,969	Unqualified	140	Qualified	105	-	Not Applicable*

\*No separate bank account and/or petty cash was held by the project

NFI = Net Financial Impact

The audit firm qualified its opinion on project assets due to the fact that two vehicles with a total value of \$105,059 were not included in the Statement of Assets and Equipment as of 31 December 2011.

**Key issues and recommendations**

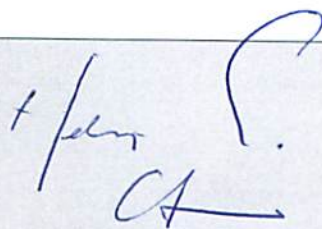
The audit raised two issues and resulted in two recommendations, both of which were ranked high (critical) priority, meaning "Prompt action is required to ensure that UNDP is not exposed to high risks. Failure to take action could result in major negative consequences for UNDP and may affect the organization at the global level."

The high priority recommendations are as follows:

- Asset management (Issue 1)      Statement of Assets and Equipment not completed. Two vehicles purchased by the Project in 2011 were not reported in the Statement of Assets and Equipment. OAI recommends that the Statement of Assets and Equipment be prepared with due care to ensure that all assets are being reflected therein.
- (Issue 2)      Lack of documentation related to transfer of assets. Assets for a value of \$27,625 and in use by the Project had been transferred from other projects. However, reference to these transfers was not included in the Statement of Assets and Equipment. In addition, documentation to validate these transfers was not available for review. OAI recommends that management of UNDP Haiti ensure that all asset transfers incurred under the Project be adequately documented.

**Management's comments**

The Resident Representative a.i. accepted both recommendations and is in the process of implementing them.



Helge S. Osttveiten  
Director  
Office of Audit and Investigations

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

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## REPORT OF INDEPENDENT AUDITORS

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNPD)

The Project “Relèvement National et Territorial” No. PID 63238 is implemented by UNDP under the Directly Implemented Modality (DIM). The audits of DIM projects are intended to provide assurance to UNDP senior management and donors, that resources are being used effectively and efficiently for the purposes intended and in accordance with UNDP policies and procedures.

The audit of DIM projects is under the mandate of UNDP’s Office of Audit and Investigation (OAI) that either directly conducts or contracts out the audit of DIM projects.

In fulfillment of the institutional contract No. PROC 2013-005 signed on 19 February 2013 between UNDP and Experts Conseils et Associés, in order to issue an opinion of the financial statements of the Project “Relèvement National et Territorial” No. PID 63238, we have prepared this report that contains the results of the audit, which included the comprehensive assessment of the implementation and the control of resources provided Brazil, Far East, Bahrain, Benefica, Foundation Japan, Algeria, Chad, Kuwait, UNFIP, Burkina Faso, Liechtenstein, CPR, UNOCHA, EV.

The audit allows us to: express our opinion on the reasonableness of figures expressed in the Combined Delivery Report (CDR), Statement of Assets and Equipments and Statement of Cash Position, as well as provide an assessment of the processes of procurement and of the effectiveness of the Internal Control System of the project for the period of 1 January to 31 December 2011.

An audit report on the statement of Cash Position is not required as part of the audit, because a separate bank account was not used for the management of the funds related to the “Relèvement National et Territorial” Project No. PID 63238. All disbursements were made directly by UNDP.

## **GENERAL INFORMATION**

The National Recovery project was launched in 2010 following the January 12th Earthquake in order to stabilize livelihoods by carrying out income generating activities across the country. High intensity manual labor activities were promoted as community members were engaged in clearing-up the rubble and solid waste left by the earthquake in camps and affected areas, rehabilitation of damaged infrastructure and participating in watershed management activities in areas which received high levels of displaced people. Through the promotion of these income generating activities, the project also aimed to improve living conditions in area and ensure community participation in the reconstruction process.

The project seeks to achieve the following results:

- . Create immediate temporary employment opportunities for critically affected households through cash for work.
- . Community driven emergency economic recovery strengthened  
Program Management Capacity Development

The total budget for the project (started in January 2010 and ended in December 2012) was \$12,096,610.

The expenditures incurred during the period of 1 January 2011 to 31 December 2011 under the Project were \$ 5,969,292 as indicated in the CDR.

Fixed assets acquisitions related to the “Relèvement National et Territorial” No. PID 63238 totaled an amount of \$ 140,012 as of 31 December 2011.

## **EXECUTIVE SUMMARY**

The executive summary as indicated below is to briefly discuss the objectives of the audit, its scope and restrictions, our opinion on the financial statements and a brief synopsis of the findings and internal control deficiencies, if any, identified, during the engagement.

### **a) Objectives of the audit**

The objective of this audit is to express an opinion on whether:

- a) The Combined Delivery Report (CDR) presents fairly the expenditure incurred by Project “Relèvement National et Territorial” No. PID 63238, for the period of 1 January 2011 to 31 December 2011, in accordance with UNDP accounting policies and that expenditures incurred were:
  - . in conformity with the approved project budget;

- . for the approved purposes of the project;
  - . in compliance with the relevant regulations and rules, policies and procedures of UNDP; and
  - . supported by properly approved vouchers and other supporting documents.
- b) The Statement of Assets and Equipments presents fairly the balance of inventory of the Project “Relèvement National et Territorial” No. PID 63238, as at 31 December 2011.

**b) Scope of the Audit**

The audit was conducted in accordance with the International Standards of Auditing (ISAs) and in compliance with regulations, rules, policies and procedures of UNDP. The scope of the audit aimed to obtain an objective assessment of the use of funds of the project to provide an audit opinion.

The audit included a review of the following aspects:

- . All the activities of the Project “Relèvement National et Territorial” No. PID 63238 performed during the period of 1 January 2011 to 31 December 2011;
- . All the reports and registers of the Project “Relèvement National et Territorial” No. PID 63238;
- . Expenses incurred and recorded in the Combined Delivery Report (CDR) of the Project “Relèvement National et Territorial” No. PID 63238 during the period of 1 January 2011 to 31 December 2011;
- . The existence and value of the assets and equipment of the “Relèvement National et Territorial” No. PID 63238 as of 31 December 2011.

**c) Audit Result**

The following are the results of the comprehensive audit which allows us to express an opinion on the reasonableness of the amounts expressed in Combined Delivery Report (CDR), the Statement of Assets and Equipments and the Statement of Cash Position, as well as to provide an assessment of the processes of procurement and of the effectiveness of the Internal Control System of the Project “Relèvement National et Territorial” No. PID 63238 during the period of 1 January 2011 to 31 December 2011.

Our audit was carried out in accordance with the International Standards of Auditing (ISAs) and in compliance with regulations, rules, policies and procedures of UNDP. An audit includes the examination, based on tests, of the evidence of the amounts and disclosures made in the financial statements. It also includes the evaluation of the accounting principles used as well as the most relevant estimates made by management. We believe that our audit provides a reasonable basis for expressing our opinion.



As a result of the audit of Project “Relèvement National et Territorial” No. PID 63238 we certify that:

### **Combined Delivery Report (CDR)**

In our opinion, the Combined Delivery Report (CDR) presents fairly an unqualified opinion, in all material respects the expenditures of \$ 5,969,292 incurred by the project and audited by us for the period of 1 January 2011 to 31 December 2011, in accordance with UNDP accounting requirements.

### **Statement of Assets and Equipments**

In our opinion, the Statement of Assets and Equipments presents a qualified opinion. The inventory balance of the project amounting to \$ 140,012 as at 31 December 2011. However, a total cost of \$ 105,059 representing the acquisition of two vehicles for the project during the period, were not presented in the Statement of Assets and Equipments as of December 2011.

### **Assessment of Internal Control**

In planning and performing our audit of the statement of expenditures presented in the Combined Delivery Report for the period of 1 January 2011 to 31 December 2011 and the statement of assets as of 31 December 2011 we considered UNDP's internal control over the management of the Project “Relèvement National et Territorial” No. PID 63238 in conformity with the standards established by the International Auditing Standards. Our examination and evaluation was performed in order to assess risks and to determine the auditing procedures for the purpose of expressing an opinion on the statement of expenditures presented in the Combined Delivery Report for the period of 1 January 2011 to December 31, 2011 and the statement of assets as of 31 December 2011 and not to express an opinion on the internal control.

We identified two (2) deficiencies in UNDP's internal control that, in our judgment, could adversely affect UNDP's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Those deficiencies are presented in the internal control section of this document.

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

**INDEPENDENT AUDITOR’S REPORT ON COMBINED DELIVERY REPORT (CDR)**

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNDP)

We have audited the Combined Delivery Report (CDR) for the period of 1 January 2011 to 31 December 2011 of the Project “Relèvement National et Territorial” No. PID 63238 implemented and managed by United Nations Development Program (UNDP).

**Management’s Responsibility for the Combined Delivery Report (CDR)**

The Management of United Nations Development Program (UNDP) is responsible for the preparation and fair presentation of the Combined Delivery Report (CDR), in accordance with UNDP rules and all internal controls deemed necessary by the direction for the preparation of the Combined Delivery Report (CDR), which do not contain any material misstatement, whether due to fraud or error.

## **Auditors' Responsibilities**

Our responsibility is to express an opinion on the Combined Delivery Report (CDR) attached to this report based on our audit. We conducted our audit in accordance with International Standards on Auditing and in accordance with regulations, rules, policies and procedures of the United Nations Development Program (UNDP). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Combined Delivery Report (CDR) is free from material misstatement.

An audit involves performing procedures to obtain audit evidence supporting the amounts and other information presented in the Combined Delivery Report (CDR). The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the Combined Delivery Report (CDR), whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Combined Delivery Report (CDR) 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 UNDP'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 overall presentation of the Combined Delivery Report (CDR).

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

## **Opinion**

In our opinion, the Combined Delivery Report (CDR) presents fairly, in all material respects, the expenditures incurred of an amount of \$ 5,969,292, for the period of 1 January 2011 to 31 December 2011 in accordance with UNDP accounting requirements.

*Experts Conseils et Associés*

Experts Conseils et Associés

11 June 2013



# Combined Delivery Report By Project

UN Development Programme

Report ID: ungl143p

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Run Time: 25-04-2013 16:04:04

## Selection Criteria :

Business Unit : HTI10  
 Period : Jan-Dec (2011)  
 Selected Award Id : 00050968  
 Selected Fund Code : ALL  
 Selected Dept. IDs : ALL  
 Selected Projects : 00063238

Award Id : 00050968 Early Recovery	Period : Jan-Dec (2011)
Project # : 00063238 Relèvement National & Ouest	Impl. Partner : 99999 UNDP
	Location : Haiti

	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
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Dept: 50803 (Haiti - Crisis Prev & Rcvry)

Fund : 04000 (TRAC (Lines 1.1.1 and 1.1.2))

61305 - Salaries - IP Staff	0.00	49,017.51	0.00	0.00	49,017.51
61310 - Post Adjustment - IP Staff	0.00	31,254.83	0.00	0.00	31,254.83
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	14,770.37	0.00	0.00	14,770.37
62315 - Contrib. to medical, social in	0.00	5,849.91	0.00	0.00	5,849.91
62320 - Mobility, Hardship, Non-remova	0.00	1,575.00	0.00	0.00	1,575.00
63365 - Special Oper Living Allow-IP	0.00	38,100.00	0.00	0.00	38,100.00
63520 - Personal Security Measures	0.00	2,311.21	0.00	0.00	2,311.21
63530 - Contribution to EOS Benefits	0.00	2,006.84	0.00	0.00	2,006.84
63535 - Contribution to Security	0.00	3,210.88	0.00	0.00	3,210.88
63540 - Contribution to Training	0.00	2,006.84	0.00	0.00	2,006.84
64322 - Reassignmnts-Subsistence Allow	0.00	6,780.00	0.00	0.00	6,780.00
64324 - Reassignments-Shipent	0.00	1,700.00	0.00	0.00	1,700.00
65115 - Contributions to ASHI Reserve	0.00	4,013.60	0.00	0.00	4,013.60
65135 - Payroll Mgt Cost Recovery ATLA	0.00	497.97	0.00	0.00	497.97
71205 - Intl Consultants-Sht Term-Tech	0.00	107,457.00	0.00	0.00	107,457.00
71405 - Service Contracts-Individuals	0.00	16,725.00	0.00	0.00	16,725.00
71605 - Travel Tickets-International	0.00	6,975.10	0.00	700.70	7,675.80
71615 - Daily Subsistence Allow-Intl	0.00	2,863.65	0.00	0.00	2,863.65
71620 - Daily Subsistence Allow-Local	0.00	4,461.92	0.00	0.00	4,461.92
71625 - Daily Subsist Allow-Mtg Partic	0.00	1,140.00	0.00	0.00	1,140.00
71635 - Travel - Other	0.00	402.00	0.00	0.00	402.00
72105 - Svc Co-Construction & Engineer	0.00	102,735.25	0.00	0.00	102,735.25
72220 - Furniture	0.00	157.20	0.00	0.00	157.20
72225 - Sale of Equip & Furniture	0.00	5,800.67	0.00	0.00	5,800.67
72405 - Acquisition of Communic Equip	0.00	738.73	0.00	0.00	738.73
72510 - Publications	0.00	1,498.61	0.00	0.00	1,498.61
73107 - Rent - Meeting Rooms	0.00	5,362.58	0.00	0.00	5,362.58
73410 - Maint. Oper of Transport Equip	0.00	1,373.95	0.00	0.00	1,373.95
74525 - Sundry	0.00	1,577.78	0.00	0.00	1,577.78
74599 - UNDP cost recovery chrgs-Bills	0.00	1,474.62	0.00	0.00	1,474.62
76125 - Realized Loss	0.00	586.42	0.00	0.00	586.42

<b>Total for Fund 04000</b>	<b>0.00</b>	<b>424,425.44</b>	<b>0.00</b>	<b>700.70</b>	<b>425,126.14</b>
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Fund : 26980 (CPR TTF - Early Recovery and C)

63245 - Medical Evacuation (GS)	0.00	33,112.47	0.00	0.00	33,112.47
71205 - Intl Consultants-Sht Term-Tech	0.00	146,200.00	0.00	0.00	146,200.00
71210 - Intl Consultants-Sht Term-Supp	0.00	16,000.00	0.00	0.00	16,000.00
71305 - Local Consult.-Sht Term-Tech	0.00	490.80	0.00	0.00	490.80
71310 - Local Consult.-Short Term-Supp	0.00	493.85	0.00	0.00	493.85
71405 - Service Contracts-Individuals	0.00	182,336.27	0.00	0.00	182,336.27
71605 - Travel Tickets-International	0.00	5,383.40	0.00	0.00	5,383.40
71610 - Travel Tickets-Local	0.00	399.62	0.00	0.00	399.62
71620 - Daily Subsistence Allow-Local	0.00	31,202.83	0.00	0.00	31,202.83
71625 - Daily Subsist Allow-Mtg Partic	0.00	1,678.50	0.00	0.00	1,678.50
72105 - Svc Co-Construction & Engineer	0.00	775,903.90	0.00	0.00	775,903.90
72120 - Svc Co-Trade and Business Serv	0.00	17,400.00	0.00	0.00	17,400.00
72205 - Office Machinery	0.00	6,767.55	0.00	0.00	6,767.55
72210 - Machinery and Equipment	0.00	4,120.00	0.00	0.00	4,120.00
72220 - Furniture	0.00	10,237.44	0.00	0.00	10,237.44
72225 - Sale of Equip & Furniture	0.00	3,396.20	0.00	0.00	3,396.20

<b>Award Id : 00050968 Early Recovery</b>		<b>Period : Jan-Dec (2011)</b>			
<b>Project # : 00063238 Relèvement National &amp; Ouest</b>		<b>Impl. Partner : 99999 UNDP</b>			
		<b>Location : Haiti</b>			
	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
72350 - Medical Kits	0.00	768.95	0.00	0.00	768.95
72399 - Other Materials and Goods	0.00	850.00	0.00	0.00	850.00
72425 - Mobile Telephone Charges	0.00	6,173.47	0.00	0.00	6,173.47
73105 - Rent	0.00	7,725.82	0.00	0.00	7,725.82
73125 - Common Services-Premises	0.00	34,332.55	0.00	0.00	34,332.55
73405 - Rental & Maint-Other Office Eq	0.00	2,562.57	0.00	0.00	2,562.57
73410 - Maint, Oper of Transport Equip	0.00	9,575.00	0.00	0.00	9,575.00
73440 - Lease Heavy equip/other equip	0.00	61,643.44	0.00	0.00	61,643.44
74110 - Audit Fees	0.00	38,862.00	0.00	0.00	38,862.00
74210 - Printing and Publications	0.00	1,209.27	0.00	0.00	1,209.27
74505 - Insurance	0.00	434.95	0.00	0.00	434.95
74525 - Sundry	0.00	570.75	0.00	0.00	570.75
74599 - UNDP cost recovery chrgs-Bills	0.00	5,689.26	0.00	0.00	5,689.26
75105 - Facilities & Admin - Implement	0.00	4,410.00	0.00	0.00	4,410.00
76125 - Realized Loss	0.00	11.96	0.00	0.00	11.96
76135 - Realized Gain	0.00	- 115.01	0.00	0.00	- 115.01
<b>Total for Fund 26980</b>	<b>0.00</b>	<b>1,409,827.81</b>	<b>0.00</b>	<b>0.00</b>	<b>1,409,827.81</b>
<b>Fund : 30000 (Programme Cost Sharing)</b>					
71620 - Daily Subsistence Allow-Local	0.00	243.46	0.00	0.00	243.46
72105 - Svc Co-Construction & Engineer	0.00	137,834.80	0.00	0.00	137,834.80
72220 - Furniture	0.00	0.00	0.00	0.00	0.00
73440 - Lease Heavy equip/other equip	0.00	143,316.53	0.00	0.00	143,316.53
75105 - Facilities & Admin - Implement	0.00	287.64	0.00	0.00	287.64
<b>Total for Fund 30000</b>	<b>0.00</b>	<b>281,682.43</b>	<b>0.00</b>	<b>0.00</b>	<b>281,682.43</b>
<b>Fund : 30079 (EUROPEAN COMMISSION)</b>					
61305 - Salaries - IP Staff	0.00	99,843.96	0.00	0.00	99,843.96
61310 - Post Adjustment - IP Staff	0.00	38,115.41	0.00	0.00	38,115.41
62305 - Dependency Allowances-IP Staff	0.00	2,684.88	0.00	0.00	2,684.88
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	31,293.23	0.00	0.00	31,293.23
62315 - Contrib. to medical, social in	0.00	770.55	0.00	0.00	770.55
62320 - Mobility, Hardship, Non-remova	0.00	13,430.04	0.00	0.00	13,430.04
63365 - Special Oper Living Allow-IP	0.00	45,000.00	0.00	0.00	45,000.00
63530 - Contribution to EOS Benefits	0.00	3,448.99	0.00	0.00	3,448.99
63535 - Contribution to Security	0.00	5,518.36	0.00	0.00	5,518.36
63540 - Contribution to Training	0.00	3,448.99	0.00	0.00	3,448.99
65115 - Contributions to ASHI Reserve	0.00	6,897.96	0.00	0.00	6,897.96
65135 - Payroll Mgt Cost Recovery ATLA	0.00	663.96	0.00	0.00	663.96
71105 - Salaries - ALD	0.00	41,006.73	0.00	0.00	41,006.73
71205 - Intl Consultants-Sht Term-Tech	0.00	51,097.90	0.00	0.00	51,097.90
71305 - Local Consult.-Sht Term-Tech	0.00	- 247.72	0.00	0.00	- 247.72
71405 - Service Contracts-Individuals	0.00	16,725.00	0.00	0.00	16,725.00
71605 - Travel Tickets-International	0.00	4,096.60	0.00	0.00	4,096.60
71615 - Daily Subsistence Allow-intl	0.00	1,728.20	0.00	0.00	1,728.20
71635 - Travel - Other	0.00	3,455.30	0.00	0.00	3,455.30
72105 - Svc Co-Construction & Engineer	0.00	3,112,334.76	0.00	0.00	3,112,334.76
72120 - Svc Co-Trade and Business Serv	0.00	27,762.50	0.00	0.00	27,762.50
72205 - Office Machinery	0.00	1,770.00	0.00	0.00	1,770.00
72445 - Common Services-Communications	0.00	149.07	0.00	0.00	149.07
72510 - Publications	0.00	4,713.42	0.00	0.00	4,713.42
73405 - Rental & Maint-Other Office Eq	0.00	733.74	0.00	0.00	733.74
73410 - Maint, Oper of Transport Equip	0.00	- 3,406.62	0.00	0.00	- 3,406.62
74210 - Printing and Publications	0.00	159.51	0.00	0.00	159.51
74525 - Sundry	0.00	3,662.14	0.00	0.00	3,662.14
74599 - UNDP cost recovery chrgs-Bills	0.00	3,375.52	0.00	0.00	3,375.52
75105 - Facilities & Admin - Implement	0.00	155,873.72	0.00	0.00	155,873.72
76125 - Realized Loss	0.00	- 69.19	0.00	0.00	- 69.19



<b>Award Id : 00050968 Early Recovery</b>		<b>Period : Jan-Dec (2011)</b>			
<b>Project # : 00063238 Relèvement National &amp; Ouest</b>		<b>Impl. Partner : 99999 UNDP</b>			
		<b>Location : Haiti</b>			
	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
76135 - Realized Gain	0.00	- 2,524.89	0.00	0.00	- 2,524.89
<b>Total for Fund 30079</b>	<b>0.00</b>	<b>3,673,512.02</b>	<b>0.00</b>	<b>0.00</b>	<b>3,673,512.02</b>
<b>Fund : 55013 (UNDP-South Korea MDG TF)</b>					
71305 - Local Consult.-Sht Term-Tech	0.00	- 220.00	0.00	0.00	- 220.00
71405 - Service Contracts-Individuals	0.00	- 2,064.50	0.00	0.00	- 2,064.50
71605 - Travel Tickets-International	0.00	0.00	0.00	0.00	0.00
71635 - Travel - Other	0.00	0.00	0.00	0.00	0.00
72205 - Office Machinery	0.00	- 1,474.32	0.00	0.00	- 1,474.32
72215 - Transporation Equipment	0.00	465.75	0.00	58,129.25	58,595.00
73410 - Maint. Oper of Transport Equip	0.00	0.00	0.00	0.00	0.00
74599 - UNDP cost recovery chrgs-Bills	0.00	56.76	0.00	0.00	56.76
76135 - Realized Gain	0.00	- 38.65	0.00	0.00	- 38.65
<b>Total for Fund 55013</b>	<b>0.00</b>	<b>- 3,274.96</b>	<b>0.00</b>	<b>58,129.25</b>	<b>54,854.29</b>
<b>Fund : 57000 (UNF STF Intl Partnership)</b>					
72105 - Svc Co-Construction & Engineer	0.00	112,999.00	0.00	0.00	112,999.00
75115 - Facilities & Admin - OH & Ind	0.00	7,909.93	0.00	0.00	7,909.93
<b>Total for Fund 57000</b>	<b>0.00</b>	<b>120,908.93</b>	<b>0.00</b>	<b>0.00</b>	<b>120,908.93</b>
<b>Total for Dept : 50803</b>	<b>0.00</b>	<b>5,907,081.67</b>	<b>0.00</b>	<b>58,829.95</b>	<b>5,965,911.62</b>
<b>Dept: 50805 (Haiti - Energy &amp; Envirnmnt)</b>					
<b>Fund : 26980 (CPR TTF - Early Recovery and C)</b>					
71620 - Daily Subsistence Allow-Local	0.00	108.07	0.00	0.00	108.07
<b>Total for Fund 26980</b>	<b>0.00</b>	<b>108.07</b>	<b>0.00</b>	<b>0.00</b>	<b>108.07</b>
<b>Fund : 55013 (UNDP-South Korea MDG TF)</b>					
71405 - Service Contracts-Individuals	0.00	3,176.96	0.00	0.00	3,176.96
<b>Total for Fund 55013</b>	<b>0.00</b>	<b>3,176.96</b>	<b>0.00</b>	<b>0.00</b>	<b>3,176.96</b>
<b>Total for Dept : 50805</b>	<b>0.00</b>	<b>3,285.03</b>	<b>0.00</b>	<b>0.00</b>	<b>3,285.03</b>
<b>Dept: 50808 (Haiti - Poverty Reduction)</b>					
<b>Fund : 04000 (TRAC (Lines 1.1.1 and 1.1.2))</b>					
74599 - UNDP cost recovery chrgs-Bills	0.00	30.48	0.00	0.00	30.48
<b>Total for Fund 04000</b>	<b>0.00</b>	<b>30.48</b>	<b>0.00</b>	<b>0.00</b>	<b>30.48</b>
<b>Fund : 30079 (EUROPEAN COMMISSION)</b>					
74599 - UNDP cost recovery chrgs-Bills	0.00	60.96	0.00	0.00	60.96
75105 - Facilities & Admin - Implement	0.00	4.27	0.00	0.00	4.27
<b>Total for Fund 30079</b>	<b>0.00</b>	<b>65.23</b>	<b>0.00</b>	<b>0.00</b>	<b>65.23</b>
<b>Total for Dept : 50808</b>	<b>0.00</b>	<b>95.71</b>	<b>0.00</b>	<b>0.00</b>	<b>95.71</b>



UN  
DP

UN Development Programme  
Report ID: ungl143p

Combined Delivery Report By Project

Page 4 of 5  
Run Time: 25-04-2013 16:04:05

Award Id : 00050968 Early Recovery		Period :	Jan-Dec (2011)		
Project # : 00063238 Relèvement National & Ouest		Impl. Partner :	99999 UNDP		
		Location :	Haiti		
	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp

Total for Project : 00063238	0.00	5,910,462.41	0.00	0.00	5,969,292.36
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Award Total :	0.00	5,910,462.41	0.00	0.00	5,969,292.36
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Signed By :


Date :

25/04/13

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UN Development Programme  
Report ID: ungl143p

Combined Delivery Report By Project

Page 5 of 5  
Run Time: 25-04-2013 16:04:11

Selection Criteria :

Business Unit : HTI10  
Period : Jan-Dec (2011)  
Selected Award Id : 00050968  
Selected Fund Code : ALL  
Selected Dept. IDs : ALL  
Selected Projects : 00063238

Award Id : 00050968 Early Recovery		Period : Jan-Dec (2011)			
Project # : Relèvement National & Ouest		Impl. Partner : None			
		Location : Haiti			
	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
50803 - Haiti - Crisis Prev & Rcvry	0.00	5,907,081.67	0.00	58,829.95	5,965,911.62
50805 - Haiti - Energy & Environmnt	0.00	3,285.03	0.00	0.00	3,285.03
50808 - Haiti - Poverty Reduction	0.00	95.71	0.00	0.00	95.71

Yes.

AP

4



## **UNITED NATIONS DEVELOPMENT PROGRAM**

**(UNDP)**

### **AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**As of 31 December 2011**

### **INDEPENDENT AUDITOR’S REPORT ON STATEMENT OF ASSETS AND EQUIPMENTS**

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNDP)

We have audited the Statement of Assets and Equipments as of 31 December 2011, for the Project “Relèvement National et Territorial” No. PID 63238 implemented and managed by United Nations Development Program (UNDP).

#### **Management’s Responsibility for the Statement of Assets and Equipments**

The Management of United Nations Development Program (UNDP) is responsible for the preparation and fair presentation of the Statement of Assets of Equipments, in accordance with UNDP rules and all internal controls deemed necessary by the direction for the preparation of Statement of Assets and Equipments, which do not contain any material misstatement, whether due to fraud or error.

#### **Auditors’ Responsibilities**

Our responsibility is to express an opinion on the Statement of Assets and Equipments attached to this report based on our audit. We conducted our audit in accordance with International Standards on Auditing and the specific requirements of the United Nations Development Program (UNDP). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement of Assets and Equipments is free from material misstatement.

An audit involves performing procedures to obtain audit evidence supporting the amounts and other information presented in the Statement of Assets and Equipments. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement of Assets and Equipments, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Statement of Assets and Equipments 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 UNDP'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 overall presentation of the Statement of Assets and Equipments.

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

### **Restriction**

The Statement of Assets and Equipments as of 31 December 2011, is understated. A total cost of \$ 105,059 representing the acquisition of two (2) vehicles for the project, were not presented in the Statement of Assets and Equipments as of 31 December 2011.

### **Opinion**

In our opinion, the Statement of Assets and Equipments, except for the reason indicated above in paragraph 1, presents fairly, in all material respects, the inventory balance of the project amounting to \$ 140,012 as at 31 December 2011, in accordance with UNDP accounting requirements. The total net financial impact of this qualified opinion is \$ 105,059.

*Experts Conseils + Associés*

Experts Conseils et Associés  
11 June 2013



DATE OF PHYSICAL COUNT	17/01/2012
PROJECT DESCRIPTION	RELEVEMENT NATIONAL ET OUEST / 00063238
COUNTRY OFFICE	HAITI / PORT-AU-PRINCE

BUSINESS UNIT	OPERATING UNIT	PROFILE ID (electricals, vehicles etc)	TAG NUMBER	SERIAL ID	DESCRIPTION	LOCATION (physical)	CUSTODIAN NAME	ACQUISITION DATE	Quantity (should always be 1)	Acquisition Cost	Currency (Should Always be USD)	FUND CODE	Implementing Agent	Donor	PROJECT #	DEPTID (resp)	Activity
HT110	HT1	Vehicle	N/A	JTEEB71J707009782	TOYOTA LAND CRUISER	PNUD Logbase Minustah	UNDP	10/25/10	1	34,903.14	USD	26990	001981	00071	63238	50803	GM SERVICES
HT110	HT1	Vehicle	N/A	JTEBK29J700017724	TOYOTA PRADO	PNUD Logbase Minustah	UNDP	01/24/08	1	26,576.00	USD	11300	001981	00012	49044	50801	GM SERVICES
HT110	HT1	Information and telecom ICT	N/A	4CE0260JDN	PAVILLON P8310 HP	PNUD Logbase Minustah	UNDP	7/5/2011	1	1,049.00	USD	26990	001981	00058	63238	50803	ACTMITY4
HT110	HT1	Information and telecom ICT	N/A	MOO0180BRH	PAVILLON P8310 HP	PNUD Logbase Minustah	UNDP	04/13/11	1	1,049.00	USD	26990	001981	00058	63238	50803	ACTMITY4
HT110	HT1	Information and telecom ICT	N/A	CDCX9803401	PHASER 6100 MFP	PNUD Logbase Minustah	UNDP	04/05/11	4	2,314.01	USD	26990	001981	00058	63238	50803	ACTMITY4
HT116	HT1	Information and telecom ICT	N/A	14501545893	DELL PRECISION -44400	PNUD Logbase Minustah	UNDP	12/18/10	1	2,001.00	USD	11888	001981	00012	70262	50804	ACTMITY4
HT110	HT1	Vehicles	OK-00944	JTEEB71J0070001313	Toyota Land Cruiser	Ligane	UNDP		1	34,903.14	USD	26990	001981	00071	0063238	50803	Activity 4
HT110	HT1	Vehicle	OK-00086	JTEEB71J0070009623	Toyota Land Cruiser	PNUD Logbase Minustah	UNDP	26/10/10	1	34,903.14	USD	26990	001981	00071	0063238	50803	Activity 4
HT110	HT1	Information and telecom ICT		GWOFX8433001	Xerox Phaser 6180MFP	PNUD Logbase Minustah	UNDP		1	2,314.01	USD	26990	001981	00058	0063238	50803	Activity 4

Vehicles Toyota  
 Furniture and Fittings Desk  
 Land if any  
 Heavy Machinery Generator  
 Building if any

Physical Verification by (Project Staff selected for Inventory Check):

Submitted by (Project Manager)

Prepared by (Asset Focal Point)

Cleared by (Team Leader)

*Prunier F. Remy*  
*Emmanuel Ha*  
*Henry Norland*  
 EXPERTS CONSEILS  
 ET  
 ASSOCIES

*Marc-André Franche*  
 Deputy Country Director (P)  
 UNDP-Haiti

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

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## REPORT OF INDEPENDENT AUDITORS

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNPD)

The Project “Relèvement National et Territorial” No. PID 63238 is implemented by UNDP under the Directly Implemented Modality (DIM). The audits of DIM projects are intended to provide assurance to UNDP senior management and donors, that resources are being used effectively and efficiently for the purposes intended and in accordance with UNDP policies and procedures.

The audit of DIM projects is under the mandate of UNDP’s Office of Audit and Investigation (OAI) that either directly conducts or contracts out the audit of DIM projects.

In fulfillment of the institutional contract No. PROC 2013-005 signed on 19 February 2013 between UNDP and Experts Conseils et Associés, in order to issue an opinion of the financial statements of the Project “Relèvement National et Territorial” No. PID 63238, we have prepared this report that contains the results of the audit, which included the comprehensive assessment of the implementation and the control of resources provided Brazil, Far East, Bahrain, Benefica, Foundation Japan, Algeria, Chad, Kuwait, UNFIP, Burkina Faso, Liechtenstein, CPR, UNOCHA, EV.

The audit allows us to: express our opinion on the reasonableness of figures expressed in the Combined Delivery Report (CDR), Statement of Assets and Equipments and Statement of Cash Position, as well as provide an assessment of the processes of procurement and of the effectiveness of the Internal Control System of the project for the period of 1 January to 31 December 2011.



An audit report on the statement of Cash Position is not required as part of the audit, because a separate bank account was not used for the management of the funds related to the “Relèvement National et Territorial” Project No. PID 63238. All disbursements were made directly by UNDP.

## **GENERAL INFORMATION**

The National Recovery project was launched in 2010 following the January 12th Earthquake in order to stabilize livelihoods by carrying out income generating activities across the country. High intensity manual labor activities were promoted as community members were engaged in clearing-up the rubble and solid waste left by the earthquake in camps and affected areas, rehabilitation of damaged infrastructure and participating in watershed management activities in areas which received high levels of displaced people. Through the promotion of these income generating activities, the project also aimed to improve living conditions in area and ensure community participation in the reconstruction process.

The project seeks to achieve the following results:

- . Create immediate temporary employment opportunities for critically affected households through cash for work.
- . Community driven emergency economic recovery strengthened  
Program Management Capacity Development

The total budget for the project (started in January 2010 and ended in December 2012) was \$12,096,610.

The expenditures incurred during the period of 1 January 2011 to 31 December 2011 under the Project were \$ 5,969,292 as indicated in the CDR.

Fixed assets acquisitions related to the “Relèvement National et Territorial” No. PID 63238 totaled an amount of \$ 140,012 as of 31 December 2011.

## **EXECUTIVE SUMMARY**

The executive summary as indicated below is to briefly discuss the objectives of the audit, its scope and restrictions, our opinion on the financial statements and a brief synopsis of the findings and internal control deficiencies, if any, identified, during the engagement.

### **a) Objectives of the audit**

The objective of this audit is to express an opinion on whether:

- a) The Combined Delivery Report (CDR) presents fairly the expenditure incurred by Project “Relèvement National et Territorial” No. PID 63238, for the period of 1 January 2011 to 31 December 2011, in accordance with UNDP accounting policies and that expenditures incurred were:
  - . in conformity with the approved project budget;

- . for the approved purposes of the project;
  - . in compliance with the relevant regulations and rules, policies and procedures of UNDP; and
  - . supported by properly approved vouchers and other supporting documents.
- b) The Statement of Assets and Equipments presents fairly the balance of inventory of the Project “Relèvement National et Territorial” No. PID 63238, as at 31 December 2011.

**b) Scope of the Audit**

The audit was conducted in accordance with the International Standards of Auditing (ISAs) and in compliance with regulations, rules, policies and procedures of UNDP. The scope of the audit aimed to obtain an objective assessment of the use of funds of the project to provide an audit opinion.

The audit included a review of the following aspects:

- . All the activities of the Project “Relèvement National et Territorial” No. PID 63238 performed during the period of 1 January 2011 to 31 December 2011;
- . All the reports and registers of the Project “Relèvement National et Territorial” No. PID 63238;
- . Expenses incurred and recorded in the Combined Delivery Report (CDR) of the Project “Relèvement National et Territorial” No. PID 63238 during the period of 1 January 2011 to 31 December 2011;
- . The existence and value of the assets and equipment of the “Relèvement National et Territorial” No. PID 63238 as of 31 December 2011.

**c) Audit Result**

The following are the results of the comprehensive audit which allows us to express an opinion on the reasonableness of the amounts expressed in Combined Delivery Report (CDR), the Statement of Assets and Equipments and the Statement of Cash Position, as well as to provide an assessment of the processes of procurement and of the effectiveness of the Internal Control System of the Project “Relèvement National et Territorial” No. PID 63238 during the period of 1 January 2011 to 31 December 2011.

Our audit was carried out in accordance with the International Standards of Auditing (ISAs) and in compliance with regulations, rules, policies and procedures of UNDP. An audit includes the examination, based on tests, of the evidence of the amounts and disclosures made in the financial statements. It also includes the evaluation of the accounting principles used as well as the most relevant estimates made by management. We believe that our audit provides a reasonable basis for expressing our opinion.



As a result of the audit of Project “Relèvement National et Territorial” No. PID 63238 we certify that:

### **Combined Delivery Report (CDR)**

In our opinion, the Combined Delivery Report (CDR) presents fairly an unqualified opinion, in all material respects the expenditures of \$ 5,969,292 incurred by the project and audited by us for the period of 1 January 2011 to 31 December 2011, in accordance with UNDP accounting requirements.

### **Statement of Assets and Equipments**

In our opinion, the Statement of Assets and Equipments presents a qualified opinion. The inventory balance of the project amounting to \$ 140,012 as at 31 December 2011. However, a total cost of \$ 105,059 representing the acquisition of two vehicles for the project during the period, were not presented in the Statement of Assets and Equipments as of December 2011.

### **Assessment of Internal Control**

In planning and performing our audit of the statement of expenditures presented in the Combined Delivery Report for the period of 1 January 2011 to 31 December 2011 and the statement of assets as of 31 December 2011 we considered UNDP's internal control over the management of the Project “Relèvement National et Territorial” No. PID 63238 in conformity with the standards established by the International Auditing Standards. Our examination and evaluation was performed in order to assess risks and to determine the auditing procedures for the purpose of expressing an opinion on the statement of expenditures presented in the Combined Delivery Report for the period of 1 January 2011 to December 31, 2011 and the statement of assets as of 31 December 2011 and not to express an opinion on the internal control.

We identified two (2) deficiencies in UNDP's internal control that, in our judgment, could adversely affect UNDP's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements. Those deficiencies are presented in the internal control section of this document.

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

**INDEPENDENT AUDITOR’S REPORT ON COMBINED DELIVERY REPORT (CDR)**

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNDP)

We have audited the Combined Delivery Report (CDR) for the period of 1 January 2011 to 31 December 2011 of the Project “Relèvement National et Territorial” No. PID 63238 implemented and managed by United Nations Development Program (UNDP).

**Management’s Responsibility for the Combined Delivery Report (CDR)**

The Management of United Nations Development Program (UNDP) is responsible for the preparation and fair presentation of the Combined Delivery Report (CDR), in accordance with UNDP rules and all internal controls deemed necessary by the direction for the preparation of the Combined Delivery Report (CDR), which do not contain any material misstatement, whether due to fraud or error.

## **Auditors' Responsibilities**

Our responsibility is to express an opinion on the Combined Delivery Report (CDR) attached to this report based on our audit. We conducted our audit in accordance with International Standards on Auditing and in accordance with regulations, rules, policies and procedures of the United Nations Development Program (UNDP). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Combined Delivery Report (CDR) is free from material misstatement.

An audit involves performing procedures to obtain audit evidence supporting the amounts and other information presented in the Combined Delivery Report (CDR). The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement in the Combined Delivery Report (CDR), whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Combined Delivery Report (CDR) 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 UNDP'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 overall presentation of the Combined Delivery Report (CDR).

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

## **Opinion**

In our opinion, the Combined Delivery Report (CDR) presents fairly, in all material respects, the expenditures incurred of an amount of \$ 5,969,292, for the period of 1 January 2011 to 31 December 2011 in accordance with UNDP accounting requirements.

*Experts Conseils et Associés*

Experts Conseils et Associés

11 June 2013



# Combined Delivery Report By Project

UN Development Programme

Report ID: ungl143p

Page 1 of 5

Run Time: 25-04-2013 16:04:04

## Selection Criteria :

Business Unit : HTI10  
 Period : Jan-Dec (2011)  
 Selected Award Id : 00050968  
 Selected Fund Code : ALL  
 Selected Dept. IDs : ALL  
 Selected Projects : 00063238

Award Id : 00050968 Early Recovery	Period : Jan-Dec (2011)
Project # : 00063238 Relèvement National & Ouest	Impl. Partner : 99999 UNDP
	Location : Haiti

	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
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Dept: 50803 (Haiti - Crisis Prev & Rcvry)

Fund : 04000 (TRAC (Lines 1.1.1 and 1.1.2))

61305 - Salaries - IP Staff	0.00	49,017.51	0.00	0.00	49,017.51
61310 - Post Adjustment - IP Staff	0.00	31,254.83	0.00	0.00	31,254.83
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	14,770.37	0.00	0.00	14,770.37
62315 - Contrib. to medical, social in	0.00	5,849.91	0.00	0.00	5,849.91
62320 - Mobility, Hardship, Non-remova	0.00	1,575.00	0.00	0.00	1,575.00
63365 - Special Oper Living Allow-IP	0.00	38,100.00	0.00	0.00	38,100.00
63520 - Personal Security Measures	0.00	2,311.21	0.00	0.00	2,311.21
63530 - Contribution to EOS Benefits	0.00	2,006.84	0.00	0.00	2,006.84
63535 - Contribution to Security	0.00	3,210.88	0.00	0.00	3,210.88
63540 - Contribution to Training	0.00	2,006.84	0.00	0.00	2,006.84
64322 - Reassignmnts-Subsistence Allow	0.00	6,780.00	0.00	0.00	6,780.00
64324 - Reassignments-Shipent	0.00	1,700.00	0.00	0.00	1,700.00
65115 - Contributions to ASHI Reserve	0.00	4,013.60	0.00	0.00	4,013.60
65135 - Payroll Mgt Cost Recovery ATLA	0.00	497.97	0.00	0.00	497.97
71205 - Intl Consultants-Sht Term-Tech	0.00	107,457.00	0.00	0.00	107,457.00
71405 - Service Contracts-Individuals	0.00	16,725.00	0.00	0.00	16,725.00
71605 - Travel Tickets-International	0.00	6,975.10	0.00	700.70	7,675.80
71615 - Daily Subsistence Allow-Intl	0.00	2,863.65	0.00	0.00	2,863.65
71620 - Daily Subsistence Allow-Local	0.00	4,461.92	0.00	0.00	4,461.92
71625 - Daily Subsist Allow-Mtg Partic	0.00	1,140.00	0.00	0.00	1,140.00
71635 - Travel - Other	0.00	402.00	0.00	0.00	402.00
72105 - Svc Co-Construction & Engineer	0.00	102,735.25	0.00	0.00	102,735.25
72220 - Furniture	0.00	157.20	0.00	0.00	157.20
72225 - Sale of Equip & Furniture	0.00	5,800.67	0.00	0.00	5,800.67
72405 - Acquisition of Communic Equip	0.00	738.73	0.00	0.00	738.73
72510 - Publications	0.00	1,498.61	0.00	0.00	1,498.61
73107 - Rent - Meeting Rooms	0.00	5,362.58	0.00	0.00	5,362.58
73410 - Maint. Oper of Transport Equip	0.00	1,373.95	0.00	0.00	1,373.95
74525 - Sundry	0.00	1,577.78	0.00	0.00	1,577.78
74599 - UNDP cost recovery chrgs-Bills	0.00	1,474.62	0.00	0.00	1,474.62
76125 - Realized Loss	0.00	586.42	0.00	0.00	586.42

<b>Total for Fund 04000</b>	<b>0.00</b>	<b>424,425.44</b>	<b>0.00</b>	<b>700.70</b>	<b>425,126.14</b>
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Fund : 26980 (CPR TTF - Early Recovery and C)

63245 - Medical Evacuation (GS)	0.00	33,112.47	0.00	0.00	33,112.47
71205 - Intl Consultants-Sht Term-Tech	0.00	146,200.00	0.00	0.00	146,200.00
71210 - Intl Consultants-Sht Term-Supp	0.00	16,000.00	0.00	0.00	16,000.00
71305 - Local Consult.-Sht Term-Tech	0.00	490.80	0.00	0.00	490.80
71310 - Local Consult.-Short Term-Supp	0.00	493.85	0.00	0.00	493.85
71405 - Service Contracts-Individuals	0.00	182,336.27	0.00	0.00	182,336.27
71605 - Travel Tickets-International	0.00	5,383.40	0.00	0.00	5,383.40
71610 - Travel Tickets-Local	0.00	399.62	0.00	0.00	399.62
71620 - Daily Subsistence Allow-Local	0.00	31,202.83	0.00	0.00	31,202.83
71625 - Daily Subsist Allow-Mtg Partic	0.00	1,678.50	0.00	0.00	1,678.50
72105 - Svc Co-Construction & Engineer	0.00	775,903.90	0.00	0.00	775,903.90
72120 - Svc Co-Trade and Business Serv	0.00	17,400.00	0.00	0.00	17,400.00
72205 - Office Machinery	0.00	6,767.55	0.00	0.00	6,767.55
72210 - Machinery and Equipment	0.00	4,120.00	0.00	0.00	4,120.00
72220 - Furniture	0.00	10,237.44	0.00	0.00	10,237.44
72225 - Sale of Equip & Furniture	0.00	3,396.20	0.00	0.00	3,396.20

<b>Award Id : 00050968 Early Recovery</b>		<b>Period : Jan-Dec (2011)</b>			
<b>Project # : 00063238 Relèvement National &amp; Ouest</b>		<b>Impl. Partner : 99999 UNDP</b>			
		<b>Location : Haiti</b>			
	<b>Govt Disb</b>	<b>UNDP Disb</b>	<b>UN Agencies</b>	<b>Encumbrance</b>	<b>Total Exp</b>
72350 - Medical Kits	0.00	768.95	0.00	0.00	768.95
72399 - Other Materials and Goods	0.00	850.00	0.00	0.00	850.00
72425 - Mobile Telephone Charges	0.00	6,173.47	0.00	0.00	6,173.47
73105 - Rent	0.00	7,725.82	0.00	0.00	7,725.82
73125 - Common Services-Premises	0.00	34,332.55	0.00	0.00	34,332.55
73405 - Rental & Maint-Other Office Eq	0.00	2,562.57	0.00	0.00	2,562.57
73410 - Maint, Oper of Transport Equip	0.00	9,575.00	0.00	0.00	9,575.00
73440 - Lease Heavy equip/other equip	0.00	61,643.44	0.00	0.00	61,643.44
74110 - Audit Fees	0.00	38,862.00	0.00	0.00	38,862.00
74210 - Printing and Publications	0.00	1,209.27	0.00	0.00	1,209.27
74505 - Insurance	0.00	434.95	0.00	0.00	434.95
74525 - Sundry	0.00	570.75	0.00	0.00	570.75
74599 - UNDP cost recovery chrgs-Bills	0.00	5,689.26	0.00	0.00	5,689.26
75105 - Facilities & Admin - Implement	0.00	4,410.00	0.00	0.00	4,410.00
76125 - Realized Loss	0.00	11.96	0.00	0.00	11.96
76135 - Realized Gain	0.00	- 115.01	0.00	0.00	- 115.01
<b>Total for Fund 26980</b>	<b>0.00</b>	<b>1,409,827.81</b>	<b>0.00</b>	<b>0.00</b>	<b>1,409,827.81</b>
<b>Fund : 30000 (Programme Cost Sharing)</b>					
71620 - Daily Subsistence Allow-Local	0.00	243.46	0.00	0.00	243.46
72105 - Svc Co-Construction & Engineer	0.00	137,834.80	0.00	0.00	137,834.80
72220 - Furniture	0.00	0.00	0.00	0.00	0.00
73440 - Lease Heavy equip/other equip	0.00	143,316.53	0.00	0.00	143,316.53
75105 - Facilities & Admin - Implement	0.00	287.64	0.00	0.00	287.64
<b>Total for Fund 30000</b>	<b>0.00</b>	<b>281,682.43</b>	<b>0.00</b>	<b>0.00</b>	<b>281,682.43</b>
<b>Fund : 30079 (EUROPEAN COMMISSION)</b>					
61305 - Salaries - IP Staff	0.00	99,843.96	0.00	0.00	99,843.96
61310 - Post Adjustment - IP Staff	0.00	38,115.41	0.00	0.00	38,115.41
62305 - Dependency Allowances-IP Staff	0.00	2,684.88	0.00	0.00	2,684.88
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	31,293.23	0.00	0.00	31,293.23
62315 - Contrib. to medical, social in	0.00	770.55	0.00	0.00	770.55
62320 - Mobility, Hardship, Non-remova	0.00	13,430.04	0.00	0.00	13,430.04
63365 - Special Oper Living Allow-IP	0.00	45,000.00	0.00	0.00	45,000.00
63530 - Contribution to EOS Benefits	0.00	3,448.99	0.00	0.00	3,448.99
63535 - Contribution to Security	0.00	5,518.36	0.00	0.00	5,518.36
63540 - Contribution to Training	0.00	3,448.99	0.00	0.00	3,448.99
65115 - Contributions to ASHI Reserve	0.00	6,897.96	0.00	0.00	6,897.96
65135 - Payroll Mgt Cost Recovery ATLA	0.00	663.96	0.00	0.00	663.96
71105 - Salaries - ALD	0.00	41,006.73	0.00	0.00	41,006.73
71205 - Intl Consultants-Sht Term-Tech	0.00	51,097.90	0.00	0.00	51,097.90
71305 - Local Consult.-Sht Term-Tech	0.00	- 247.72	0.00	0.00	- 247.72
71405 - Service Contracts-Individuals	0.00	16,725.00	0.00	0.00	16,725.00
71605 - Travel Tickets-International	0.00	4,096.60	0.00	0.00	4,096.60
71615 - Daily Subsistence Allow-Intl	0.00	1,728.20	0.00	0.00	1,728.20
71635 - Travel - Other	0.00	3,455.30	0.00	0.00	3,455.30
72105 - Svc Co-Construction & Engineer	0.00	3,112,334.76	0.00	0.00	3,112,334.76
72120 - Svc Co-Trade and Business Serv	0.00	27,762.50	0.00	0.00	27,762.50
72205 - Office Machinery	0.00	1,770.00	0.00	0.00	1,770.00
72445 - Common Services-Communications	0.00	149.07	0.00	0.00	149.07
72510 - Publications	0.00	4,713.42	0.00	0.00	4,713.42
73405 - Rental & Maint-Other Office Eq	0.00	733.74	0.00	0.00	733.74
73410 - Maint, Oper of Transport Equip	0.00	- 3,406.62	0.00	0.00	- 3,406.62
74210 - Printing and Publications	0.00	159.51	0.00	0.00	159.51
74525 - Sundry	0.00	3,662.14	0.00	0.00	3,662.14
74599 - UNDP cost recovery chrgs-Bills	0.00	3,375.52	0.00	0.00	3,375.52
75105 - Facilities & Admin - Implement	0.00	155,873.72	0.00	0.00	155,873.72
76125 - Realized Loss	0.00	- 69.19	0.00	0.00	- 69.19



<b>Award Id : 00050968 Early Recovery</b>		<b>Period : Jan-Dec (2011)</b>			
<b>Project # : 00063238 Relèvement National &amp; Ouest</b>		<b>Impl. Partner : 99999 UNDP</b>			
		<b>Location : Haiti</b>			
	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
76135 - Realized Gain	0.00	- 2,524.89	0.00	0.00	- 2,524.89
<b>Total for Fund 30079</b>	<b>0.00</b>	<b>3,673,512.02</b>	<b>0.00</b>	<b>0.00</b>	<b>3,673,512.02</b>
<b>Fund : 55013 (UNDP-South Korea MDG TF)</b>					
71305 - Local Consult.-Sht Term-Tech	0.00	- 220.00	0.00	0.00	- 220.00
71405 - Service Contracts-Individuals	0.00	- 2,064.50	0.00	0.00	- 2,064.50
71605 - Travel Tickets-International	0.00	0.00	0.00	0.00	0.00
71635 - Travel - Other	0.00	0.00	0.00	0.00	0.00
72205 - Office Machinery	0.00	- 1,474.32	0.00	0.00	- 1,474.32
72215 - Transporation Equipment	0.00	465.75	0.00	58,129.25	58,595.00
73410 - Maint. Oper of Transport Equip	0.00	0.00	0.00	0.00	0.00
74599 - UNDP cost recovery chrgs-Bills	0.00	56.76	0.00	0.00	56.76
76135 - Realized Gain	0.00	- 38.65	0.00	0.00	- 38.65
<b>Total for Fund 55013</b>	<b>0.00</b>	<b>- 3,274.96</b>	<b>0.00</b>	<b>58,129.25</b>	<b>54,854.29</b>
<b>Fund : 57000 (UNF STF Intl Partnership)</b>					
72105 - Svc Co-Construction & Engineer	0.00	112,999.00	0.00	0.00	112,999.00
75115 - Facilities & Admin - OH & Ind	0.00	7,909.93	0.00	0.00	7,909.93
<b>Total for Fund 57000</b>	<b>0.00</b>	<b>120,908.93</b>	<b>0.00</b>	<b>0.00</b>	<b>120,908.93</b>
<b>Total for Dept : 50803</b>	<b>0.00</b>	<b>5,907,081.67</b>	<b>0.00</b>	<b>58,829.95</b>	<b>5,965,911.62</b>
<b>Dept: 50805 (Haiti - Energy &amp; Envirnmnt)</b>					
<b>Fund : 26980 (CPR TTF - Early Recovery and C)</b>					
71620 - Daily Subsistence Allow-Local	0.00	108.07	0.00	0.00	108.07
<b>Total for Fund 26980</b>	<b>0.00</b>	<b>108.07</b>	<b>0.00</b>	<b>0.00</b>	<b>108.07</b>
<b>Fund : 55013 (UNDP-South Korea MDG TF)</b>					
71405 - Service Contracts-Individuals	0.00	3,176.96	0.00	0.00	3,176.96
<b>Total for Fund 55013</b>	<b>0.00</b>	<b>3,176.96</b>	<b>0.00</b>	<b>0.00</b>	<b>3,176.96</b>
<b>Total for Dept : 50805</b>	<b>0.00</b>	<b>3,285.03</b>	<b>0.00</b>	<b>0.00</b>	<b>3,285.03</b>
<b>Dept: 50808 (Haiti - Poverty Reduction)</b>					
<b>Fund : 04000 (TRAC (Lines 1.1.1 and 1.1.2))</b>					
74599 - UNDP cost recovery chrgs-Bills	0.00	30.48	0.00	0.00	30.48
<b>Total for Fund 04000</b>	<b>0.00</b>	<b>30.48</b>	<b>0.00</b>	<b>0.00</b>	<b>30.48</b>
<b>Fund : 30079 (EUROPEAN COMMISSION)</b>					
74599 - UNDP cost recovery chrgs-Bills	0.00	60.96	0.00	0.00	60.96
75105 - Facilities & Admin - Implement	0.00	4.27	0.00	0.00	4.27
<b>Total for Fund 30079</b>	<b>0.00</b>	<b>65.23</b>	<b>0.00</b>	<b>0.00</b>	<b>65.23</b>
<b>Total for Dept : 50808</b>	<b>0.00</b>	<b>95.71</b>	<b>0.00</b>	<b>0.00</b>	<b>95.71</b>



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UN Development Programme  
Report ID: ungl143p

Combined Delivery Report By Project

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Run Time: 25-04-2013 16:04:05

Award Id : 00050968 Early Recovery	Period : Jan-Dec (2011)
Project # : 00063238 Relèvement National & Ouest	Impl. Partner : 99999 UNDP
	Location : Haiti

	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
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Total for Project : 00063238	0.00	5,910,462.41	0.00	0.00	5,969,292.36
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Award Total :	0.00	5,910,462.41	0.00	0.00	5,969,292.36
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Signed By :


Date :

25/04/13

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UN Development Programme

Report ID: ungl143p

# Combined Delivery Report By Project

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Run Time: 25-04-2013 16:04:11

## Selection Criteria :

Business Unit : HTI10

Period : Jan-Dec (2011)

Selected Award Id : 00050968

Selected Fund Code : ALL

Selected Dept. IDs : ALL

Selected Projects : 00063238

Award Id : 00050968 Early Recovery		Period : Jan-Dec (2011)			
Project # :	Relèvement National & Ouest	Impl. Partner :	None		
		Location :	Haiti		
	Govt Disb	UNDP Disb	UN Agencies	Encumbrance	Total Exp
50803 - Haiti - Crisis Prev & Rcvry	0.00	5,907,081.67	0.00	58,829.95	5,965,911.62
50805 - Haiti - Energy & Environmnt	0.00	3,285.03	0.00	0.00	3,285.03
50808 - Haiti - Poverty Reduction	0.00	95.71	0.00	0.00	95.71

Yes.

AP

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## **UNITED NATIONS DEVELOPMENT PROGRAM**

**(UNDP)**

### **AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**As of 31 December 2011**

### **INDEPENDENT AUDITOR'S REPORT ON STATEMENT OF ASSETS AND EQUIPMENTS**

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNDP)

We have audited the Statement of Assets and Equipments as of 31 December 2011, for the Project “Relèvement National et Territorial” No. PID 63238 implemented and managed by United Nations Development Program (UNDP).

#### **Management's Responsibility for the Statement of Assets and Equipments**

The Management of United Nations Development Program (UNDP) is responsible for the preparation and fair presentation of the Statement of Assets of Equipments, in accordance with UNDP rules and all internal controls deemed necessary by the direction for the preparation of Statement of Assets and Equipments, which do not contain any material misstatement, whether due to fraud or error.

#### **Auditors' Responsibilities**

Our responsibility is to express an opinion on the Statement of Assets and Equipments attached to this report based on our audit. We conducted our audit in accordance with International Standards on Auditing and the specific requirements of the United Nations Development Program (UNDP). Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the Statement of Assets and Equipments is free from material misstatement.

An audit involves performing procedures to obtain audit evidence supporting the amounts and other information presented in the Statement of Assets and Equipments. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Statement of Assets and Equipments, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Statement of Assets and Equipments 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 UNDP'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 overall presentation of the Statement of Assets and Equipments.

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

### **Restriction**

The Statement of Assets and Equipments as of 31 December 2011, is understated. A total cost of \$ 105,059 representing the acquisition of two (2) vehicles for the project, were not presented in the Statement of Assets and Equipments as of 31 December 2011.

### **Opinion**

In our opinion, the Statement of Assets and Equipments, except for the reason indicated above in paragraph 1, presents fairly, in all material respects, the inventory balance of the project amounting to \$ 140,012 as at 31 December 2011, in accordance with UNDP accounting requirements. The total net financial impact of this qualified opinion is \$ 105,059.

*Experts Conseils + Associés*

Experts Conseils et Associés  
11 June 2013

DATE OF PHYSICAL COUNT	17/01/2012
PROJECT DESCRIPTION	RELEVEMENT NATIONAL ET OUEST / 00063238
COUNTRY OFFICE	HAITI / PORT-AU-PRINCE

BUSINESS UNIT	OPERATING UNIT	PROFILE ID (electricals, vehicles etc)	TAG NUMBER	SERIAL ID	DESCRIPTION	LOCATION (physical)	CUSTODIAN NAME	ACQUISITION DATE	Quantity (should always be 1)	Acquisition Cost	Currency (Should Always be USD)	FUND CODE	Implementing Agent	Donor	PROJECT ID	DEPTID (exp)	Activity
HT110	HT1	Vehicle	N/A	JTEEB71J707009782	TOYOTA LAND CRUISER	PHUD Logabese Minustah	UNDP	10/26/10	1	34,903.14	USD	26990	001981	00071	63238	50803	GMSERVICES
HT110	HT1	Vehicle	N/A	JTEBK29J700017724	TOYOTA PRADO	PHUD Logabese Minustah	UNDP	01/24/06	1	26,576.00	USD	11300	001981	00012	48044	50801	GMSERVICES
HT110	HT1	Information and telecomms ICT	N/A	4CE0260JDN	PAVILLON P6310 HP	PHUD Logabese Minustah	UNDP	7/5/2011	1	1,048.00	USD	26990	001981	00058	63238	50803	ACTIVITY4
HT110	HT1	Information and telecomms ICT	N/A	MOO0180BRH	PAVILLON P6310 HP	PHUD Logabese Minustah	UNDP	04/13/11	1	1,048.00	USD	26990	001981	00058	63238	50803	ACTIVITY4
HT110	HT1	Information and telecomms ICT	N/A	CDCK9803401	PHASER 6180 MFP	PHUD Logabese Minustah	UNDP	04/05/11	1	2,314.01	USD	26990	001981	00058	63238	50803	ACTIVITY4
HT116	HT1	Information and telecomms ICT	N/A	14501645893	DELL PRECISION M4400	PHUD Logabese Minustah	UNDP	12/19/10	1	2,001.00	USD	11888	001981	00012	70262	50804	ACTIVITY4
HT110	HT1	Vehicles	OH-00944	JTEEB71J8070001313	Toyota Land Cruiser	Leogane	UNDP		1	34,903.14	USD	26990	001981	00071	0063238	50803	Activity 4
HT110	HT1	Vehicle	OH-00086	JTEEB71J807005823	Toyota Land Cruiser	PHUD Logabese Minustah	UNDP	25/10/10	1	34,903.14	USD	26990	001981	00071	0063238	50803	Activity 4
HT110	HT1	Information and telecomms ICT		GWOF78433001	Xerox Phaser 6180MFP	PHUD Logabese Minustah	UNDP		1	2,314.01	USD	26990	001981	00058	0063238	50803	Activity 4

Vehicles Toyota  
 Furniture and Fixings Desk  
 Land if any  
 Heavy Machinery Generator  
 Building if any

Physical Verification by (Project Staff selected for Inventory Check):

Submitted by (Project Manager)

Prepared by (Asset Focal Point)

Cleared by (Team Leader)

*Prunier F. Rénard*  
*Emmanuel H. G. G.*  
*18/12*  
*Henry Norland*  
 EXPERTS CONSEIL  
 ET  
 ASSOCIES

*Marc-André Franche*  
 Deputy Country Director (P)  
 UNDP-Haiti

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

## **NOTES TO THE AUDIT OF THE COMBINED DELIVERY REPORT (CDR) AND STATEMENT OF ASSETS AND EQUIPMENTS**

### **PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

#### **1. Background**

The National Recovery project was launched in 2010 following the January 12th Earthquake in order to stabilize livelihoods by carrying out income generating activities across the country. High intensity manual labour activities were promoted as community members were engaged in clearing-up the rubble and solid waste left by the earthquake in camps and affected areas, rehabilitation of damaged infrastructure and participating in watershed management activities in areas which received high levels of displaced people. Through the promotion of these income generating activities, the project also aimed to improve living conditions in area and ensure community participation in the reconstruction process.

The project seeks to achieve the following results:

- . Create immediate temporary employment opportunities for critically affected households through cash for work.
- . Community driven emergency economic recovery strengthened  
Program Management Capacity Development

The total budget for the project (started in January 2010 and ended in December 2012) was \$ 12,096,610.

The expenditures incurred during the period of 1 January 2011 to 31 December 2011 under the Project were \$ 5,969,292 as indicated in the CDR.

Fixed assets acquisitions related to the “Relèvement National et Territorial” No. PID 63238 totalized an amount of \$ 140,012 as of 31 December 2011.

#### **2. Summary of Accounting Policies**

The Statement of Combined Delivery Report (CDR) is prepared on the cash basis of accounting as required by UNDP which is different from IFRS (International Standards Presentation of Financial Information). Consequently, expenditures are recognized when paid rather than when incurred.

The Combined Delivery Report (CDR) is maintained in Dollars of the United States of America.

**3. Cash**

The Project “Relèvement National et Territorial” has no bank account or petty cash. All disbursements were made directly by UNDP.

**4. Finance**

The Project “Relèvement National et Territorial” is funded by UNDP and Fund for Haitian Reconstruction (FHR). Funds received from them are subject to restrictions and may be used only for project activities.

**5. Fixed Assets**

Fixed Assets and Equipments for a total amount of \$ 3,363 were purchased during the period from 1 January 2011 to 31 December 2011. The value of Fixed Assets and Equipment acquired and used as of 31 December 2011, under the project, amounted to \$ 140,012; including the cost of a vehicle and a laptop (\$ 27,625) that were transferred from project No. 48044 to “Relèvement National et Territorial” No. PID: 63238. However, a total cost of \$ 105,059 representing the acquisition of two (2) vehicles for the project, were not presented in the Statement of Assets and Equipments as of 31 December 2011.

**6. Contractual Commitments**

As of 31 December 2011, there were no encumbrances balance for the Project “Relèvement National et Territorial”.



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

### **AUDIT OF THE FINANCIAL STATEMENTS**

### **PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

### **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL**

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNDP)

We have audited the Statement of Combined Delivery Report (CDR) the period from 1 January 2011 to 31 December 2011 and the Statement of Assets and Equipments as of 31 December 2011 for, of the Project “Relèvement National et Territorial” No. PID 63238 implemented and managed by the United Nations Development Program (UNDP) and we have issued our report thereon dated 11 June 2013.

The management of UNDP is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control policies and procedures. The objectives of internal control are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition; transactions are executed in accordance with management's authorization and in accordance with the terms of the agreement; and that transactions are recorded properly to permit the preparation of the Statement of Combined Delivery Report (CDR) and the Statement of Assets and Equipments in accordance with the comprehensive modified cash basis of accounting. Because of inherent limitations in internal control, errors or fraud may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions, or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the Combined Delivery Report (CDR) for the period of 1 January 2011 to 31 December 2011 and the Statement of Assets and Equipments as of 31 December 2011, we considered UNDP's internal control over the management of the Project "Relèvement National et Territorial" No. PID 63238, in conformity with the standards established by the International Auditing Standards. Our examination and evaluation was performed in order to assess risks and to determine the auditing procedures for the purpose of expressing an opinion on the Combined Delivery Report (CDR) for the period of 1 January 2011 to 31 December 2011 and Statement of Assets and Equipments as of 31 December 2011 and not to express an opinion on the internal control.

We noted certain matters involving the internal control and its operation that we consider to be reportable conditions under standards established by the International Standards of Auditing. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of internal control that, in our judgment, could adversely affect the entity's ability to record, process, summarize and report financial data consistent with the assertions of management in the Combined Delivery Report (CDR) and the Statement of Asset and Equipment.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies, or material weaknesses.

A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control elements does not reduce, to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to Combined Delivery Report (CDR) and the Statement of Asset and Equipment may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Situations to be reported, are related to the deficiencies identified in:

Weaknesses in internal control considered as important:

- Statement of Assets and Equipments is not completed (Finding # 1)
- Lack of Documentation related to Transfer of Assets (Finding # 2)

*Experts Conseils + Associés*

Chartered Accountants  
11 June 2013

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

**REPORT ON INTERNAL CONTROL STRUCTURE**

**FINDINGS**

**1. Statement of Assets and Equipments is not completed**

**Condition**

The Statement of Assets and Equipments as of 31 December 2011, obtained for our review is inadequate. We noted that two (2) vehicles acquired at a cost of \$ 105,059 that are included in the Combined Delivery Report (CDR) are not being reported in the Statement of Assets and Equipments.

**Criteria**

All assets and equipments acquired or transferred from other projects and that are being used by the project of “Relèvement National et Territorial” must be fully reported in the Statement of Assets and Equipments.

**Effect**

As a result of such under reporting of assets, the audit report on the Statement of Assets and Equipments for the project of “Relèvement National et Territorial” was restricted to reflect such deficiencies.

**Priority**

High

**Recommendation**

Due care and attention must be exercised in preparing the Statement of Assets and Equipments and to ensure that all assets used by the project are properly reflected therein.



## **Management's Comments**

UNDP accepts audit recommendation. However, it should be noted that the project was operating under emergency circumstances and the assets listed in the inventory report were needed urgently for the operation of the cash for work program. Furthermore, UNDP offices were not completely set up and documents were stored in boxes. During the transition to a more permanent set up, some documents related to the transfers were misplaced which caused the transfer file to be incomplete.

## **2. Lack of Documentation related to Transfer of Asset and Equipment**

### **Condition**

Some of the assets and equipment for a total amount of \$ 27,625 listed in the Statement of Assets and Equipment of the project "Reduction of the vulnerability of populations and infrastructures in the South" No 63238, were transferred in from other projects.

However, reference of these items is not indicated in the Statement of Assets and Equipments.

In addition documentation to validate those assets transfers from one project to another were not available for our review.

### **Criteria**

Transactions incurred under the project must be adequately documented and in compliance with UNDP procedures, rules and regulations.

### **Effect**

Without such transfer document it might be difficult for UNDP to ensure adequate accounting and physical (location) control of the assets.

### **Priority**

High

### **Recommendation**

UNDP management should ensure that all assets transfers incurred under the project are adequately documented in conformity with UNDP rules and regulation.

## **Management's Comments**

UNDP accepts audit recommendation. However, with the adoption of IPSAS by UNDP, we now have a system in place that allows us to have a more stringent control on the purchase, registration and transfer of property that will allow us to ensure better management in future.

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

## **NOTES TO THE AUDIT OF THE COMBINED DELIVERY REPORT (CDR) AND STATEMENT OF ASSETS AND EQUIPMENTS**

### **PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

#### **1. Background**

The National Recovery project was launched in 2010 following the January 12th Earthquake in order to stabilize livelihoods by carrying out income generating activities across the country. High intensity manual labour activities were promoted as community members were engaged in clearing-up the rubble and solid waste left by the earthquake in camps and affected areas, rehabilitation of damaged infrastructure and participating in watershed management activities in areas which received high levels of displaced people. Through the promotion of these income generating activities, the project also aimed to improve living conditions in area and ensure community participation in the reconstruction process.

The project seeks to achieve the following results:

- . Create immediate temporary employment opportunities for critically affected households through cash for work.
- . Community driven emergency economic recovery strengthened  
Program Management Capacity Development

The total budget for the project (started in January 2010 and ended in December 2012) was \$ 12,096,610.

The expenditures incurred during the period of 1 January 2011 to 31 December 2011 under the Project were \$ 5,969,292 as indicated in the CDR.

Fixed assets acquisitions related to the “Relèvement National et Territorial” No. PID 63238 totalized an amount of \$ 140,012 as of 31 December 2011.

#### **2. Summary of Accounting Policies**

The Statement of Combined Delivery Report (CDR) is prepared on the cash basis of accounting as required by UNDP which is different from IFRS (International Standards Presentation of Financial Information). Consequently, expenditures are recognized when paid rather than when incurred.

The Combined Delivery Report (CDR) is maintained in Dollars of the United States of America.

**3. Cash**

The Project “Relèvement National et Territorial” has no bank account or petty cash. All disbursements were made directly by UNDP.

**4. Finance**

The Project “Relèvement National et Territorial” is funded by UNDP and Fund for Haitian Reconstruction (FHR). Funds received from them are subject to restrictions and may be used only for project activities.

**5. Fixed Assets**

Fixed Assets and Equipments for a total amount of \$ 3,363 were purchased during the period from 1 January 2011 to 31 December 2011. The value of Fixed Assets and Equipment acquired and used as of 31 December 2011, under the project, amounted to \$ 140,012; including the cost of a vehicle and a laptop (\$ 27,625) that were transferred from project No. 48044 to “Relèvement National et Territorial” No. PID: 63238. However, a total cost of \$ 105,059 representing the acquisition of two (2) vehicles for the project, were not presented in the Statement of Assets and Equipments as of 31 December 2011.

**6. Contractual Commitments**

As of 31 December 2011, there were no encumbrances balance for the Project “Relèvement National et Territorial”.

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

### **AUDIT OF THE FINANCIAL STATEMENTS**

### **PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

### **INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL**

Office of Audit and Investigations  
(OAI)  
United Nations Development Program  
(UNDP)

We have audited the Statement of Combined Delivery Report (CDR) the period from 1 January 2011 to 31 December 2011 and the Statement of Assets and Equipments as of 31 December 2011 for, of the Project “Relèvement National et Territorial” No. PID 63238 implemented and managed by the United Nations Development Program (UNDP) and we have issued our report thereon dated 11 June 2013.

The management of UNDP is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control policies and procedures. The objectives of internal control are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition; transactions are executed in accordance with management's authorization and in accordance with the terms of the agreement; and that transactions are recorded properly to permit the preparation of the Statement of Combined Delivery Report (CDR) and the Statement of Assets and Equipments in accordance with the comprehensive modified cash basis of accounting. Because of inherent limitations in internal control, errors or fraud may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions, or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the Combined Delivery Report (CDR) for the period of 1 January 2011 to 31 December 2011 and the Statement of Assets and Equipments as of 31 December 2011, we considered UNDP's internal control over the management of the Project "Relèvement National et Territorial" No. PID 63238, in conformity with the standards established by the International Auditing Standards. Our examination and evaluation was performed in order to assess risks and to determine the auditing procedures for the purpose of expressing an opinion on the Combined Delivery Report (CDR) for the period of 1 January 2011 to 31 December 2011 and Statement of Assets and Equipments as of 31 December 2011 and not to express an opinion on the internal control.

We noted certain matters involving the internal control and its operation that we consider to be reportable conditions under standards established by the International Standards of Auditing. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of internal control that, in our judgment, could adversely affect the entity's ability to record, process, summarize and report financial data consistent with the assertions of management in the Combined Delivery Report (CDR) and the Statement of Asset and Equipment.

Our consideration of internal control was for the limited purpose described in the first paragraph and was not designed to identify all deficiencies in internal control that might be significant deficiencies, or material weaknesses.

A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control elements does not reduce, to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to Combined Delivery Report (CDR) and the Statement of Asset and Equipment may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Situations to be reported, are related to the deficiencies identified in:

Weaknesses in internal control considered as important:

- Statement of Assets and Equipments is not completed (Finding # 1)
- Lack of Documentation related to Transfer of Assets (Finding # 2)

*Experts Conseils + Associés*

Chartered Accountants  
11 June 2013

**UNITED NATIONS DEVELOPMENT PROGRAM  
(UNDP)**

**AUDIT OF THE FINANCIAL STATEMENTS**

**PROJECT “RELÈVEMENT NATIONAL ET TERRITORIAL” NO. PID 63238**

**For the period of 1 January 2011 to 31 December 2011**

**REPORT ON INTERNAL CONTROL STRUCTURE**

**FINDINGS**

**1. Statement of Assets and Equipments is not completed**

**Condition**

The Statement of Assets and Equipments as of 31 December 2011, obtained for our review is inadequate. We noted that two (2) vehicles acquired at a cost of \$ 105,059 that are included in the Combined Delivery Report (CDR) are not being reported in the Statement of Assets and Equipments.

**Criteria**

All assets and equipments acquired or transferred from other projects and that are being used by the project of “Relèvement National et Territorial” must be fully reported in the Statement of Assets and Equipments.

**Effect**

As a result of such under reporting of assets, the audit report on the Statement of Assets and Equipments for the project of “Relèvement National et Territorial” was restricted to reflect such deficiencies.

**Priority**

High

**Recommendation**

Due care and attention must be exercised in preparing the Statement of Assets and Equipments and to ensure that all assets used by the project are properly reflected therein.

## **Management's Comments**

UNDP accepts audit recommendation. However, it should be noted that the project was operating under emergency circumstances and the assets listed in the inventory report were needed urgently for the operation of the cash for work program. Furthermore, UNDP offices were not completely set up and documents were stored in boxes. During the transition to a more permanent set up, some documents related to the transfers were misplaced which caused the transfer file to be incomplete.

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### **Criteria**

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### **Effect**

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### **Priority**

High

### **Recommendation**

UNDP management should ensure that all assets transfers incurred under the project are adequately documented in conformity with UNDP rules and regulation.

## **Management's Comments**

UNDP accepts audit recommendation. However, with the adoption of IPSAS by UNDP, we now have a system in place that allows us to have a more stringent control on the purchase, registration and transfer of property that will allow us to ensure better management in future.