

UNITED NATIONS DEVELOPMENT PROGRAMME
Office of Audit and Investigations



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AUDIT

OF

UNDP DOMINICAN REPUBLIC

**DESARROLLO LOCAL TRANSFRONTERIZO EN ACOMPAÑAMIENTO
AL PROGRAMA BINACIONAL
(Directly Implemented Project, Output No. 84192)**

Report No. 1355

Issue Date: 17 September 2014

**Report on the audit of UNDP Dominican Republic
Desarrollo Local Transfronterizo en Acompañamiento
al Programa Binacional (Output No. 84192)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), from 16 June to 4 July 2014, through Moore Stephens LLP (the audit firm), conducted an audit of *Desarrollo Local Transfronterizo en Acompañamiento al Programa Binacional*, Output No. 84192 (the Project), which is directly implemented and managed by the UNDP Country Office in Dominican Republic (the Office). This was the first audit of the Project.

The audit firm conducted a financial audit to express an opinion on whether the financial statements present fairly, in all material aspects, the Project's operations. The audit covered the Project's Combined Delivery Report, which includes expenditure for the period from 1 January 2012 to 31 December 2013 and the accompanying Funds Utilization statement¹ as of 31 December 2013 as well as Statement of Assets as of 31 December 2013. 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 Expenditure			Project Assets		
Amount (in \$ '000)	Opinion	NFI* (in \$ '000)	Amount (in \$ '000)	Opinion	NFI (in \$ '000)
849	Qualified	45	72	Unqualified	-

*NFI = Net Financial Impact

The audit firm qualified its opinion on project expenditure due to financial findings totalling \$ 45,000 which represent amounts that were either (i) not in conformity with the approved budget, (ii) not for the approved purposes of the project, (iii) not in compliance with the relevant regulations and rules or (iv) not supported by properly approved vouchers and other supporting documents.

Key recommendations: Total = 4, high priority = 1

For high (critical) priority recommendations, 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. The high (critical) priority recommendation is presented below:

¹ The Funds Utilization statement includes the balance, as at a given date, of five items: (a) outstanding advances received by the project; (b) depreciated fixed assets used at the project level; (c) inventory held at the project level; (d) prepayments made by the project; and (e) outstanding commitments held at the project level.

Expenditure reversal charged to the Project not supported by documentation (Issue 4)

Expenditure was transferred to the Project, via reversal of expenditure from another project, without supporting documentation.

Recommendation: Accurately record and provide supporting documentation for journal adjustments to ensure that costs relate to the Project.

Management comments and action plan

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



Helge S. Ostveiten
Director
Office of Audit and Investigations

**UNITED NATIONS DEVELOPMENT PROGRAMME (UNDP)
AUDIT REPORT**

8 September 2014

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

**DESARROLLO LOCAL TRANSFRONTERIZO EN
ACOMPANAMIENTO AL PROGRAMA BINACIONAL**

Project name:	Desarrollo local transfronterizo en acompañamiento al programa binacional
UNDP Country Office:	Dominican Republic
Atlas Project number:	00073721
Atlas Output number:	00084192
Auditor:	Moore Stephens LLP
Period subject to audit:	1 January 2012 to 31 December 2013

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EXECUTIVE SUMMARY

Moore Stephens LLP conducted the financial audit of 'Desarrollo local transfronterizo en acompañamiento al programa binacional' (Project ID 00073721 and Output 00084192) (the project), directly implemented by UNDP Dominican Republic for the period from 1 January 2012 to 31 December 2013. The audit was undertaken on behalf of UNDP, Office of Audit and Investigations (OAI).

We have issued audit opinions as follows:

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

As a result of our audit, we have raised four audit findings with a financial impact totalling \$ 45,017.37 as summarised below:

No.	Description	Priority	Financial impact \$
1	Consulting costs not for project purposes	Medium	5,600.00
2	Lack of monthly reports from consultants	Medium	-
3	Overtime payments paid in respect of a different project	Medium	1,057.63
4	Expenditure reversal charged to the project not supported by documentation	High	38,359.74
Total			45,017.37



Mark Henderson
Partner

Moore Stephens LLP
150 Aldersgate Street
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8 September 2014

THE AUDIT ENGAGEMENT

Audit Objectives and Scope

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

- Expressing an opinion on whether the financial expenses incurred by the project between 1 January 2012 and 31 December 2013 and the funds utilization as at 31 December 2013 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. The Combined Delivery Report (CDR) and the accompanying Funds Utilization statement are the mandatory and official statements upon which the audit opinion should be expressed. Other forms of statement of expenses that may be prepared by a project office are not accepted.
- Expressing an opinion on whether the statement of fixed assets presents fairly the balance of assets of the UNDP project as at 31 December 2013. This statement must include all assets available as at 31 December 2013 and not only those purchased in a given period. Where a DIM project does not have any assets or equipment, it will not be necessary to express such an opinion.
- Expressing an opinion on whether the statement of cash held by the project presents fairly the cash and bank balance of UNDP project as at 31 December 2013. Disbursements made against a DIM project are usually financed from the regular country office bank accounts. Exceptionally, a dedicated bank account may be opened and used solely for the cash transactions of a DIM project, e.g. if the project is in a remote location. The audit firm is required to express an opinion on the Statement of Cash only where a dedicated bank account for the DIM project has been established. 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 scope of the audit relates only to transactions concluded and recorded against the UNDP DIM project between 1 January 2011 and 31 December 2013. 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 OAI - Financial Audit

Statement of Expenditure

Qualified Opinion

We have audited the accompanying Combined Delivery Report and Funds Utilization statements ('the statement') totalling \$ 848,793 of the UNDP project 00073721, Output 00084192 'Desarrollo local transfronterizo en acompañamiento al programa binacional' ('the project') for the period from 1 January 2012 to 31 December 2013.

Management is responsible for the preparation of the statement for the 'Desarrollo local transfronterizo en acompañamiento al programa binacional' project and for such internal control as management determines is necessary to enable the preparation of a statement that is free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on the statement based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the project's preparation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the project's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the statement.

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

Basis for Qualified Opinion

We have made financial findings totalling \$ 45,017.37 as set out in the Management Letter section of our report, which represent amounts included in the Combined Delivery Reports presented to us for audit which, in our opinion, were either (i) not in conformity with the approved budget; (ii) not for the approved purposes of the project; (iii) not in compliance with the relevant regulations and rules, policies and procedures of UNDP; or (iv) not supported by properly approved vouchers and other supporting documents. These findings represent 5.3 % of the total expenditure amount reported and are therefore considered material in the context of our audit.

Qualified Opinion

In our opinion, the accompanying Combined Delivery Report and Funds Utilization statements, except for the matter described in the Basis for Qualified Opinion paragraph, present fairly in all material respects the expenditure of \$ 848,793 incurred by the UNDP project 00073721 Output 00084192 'Desarrollo local transfronterizo en acompañamiento al programa binacional' for the period 1 January 2012 to 31 December 2013 in accordance with UNDP accounting policies.

Independent Auditor's Report to UNDP OAI - Financial Audit

Statement of Fixed Assets

We have audited the accompanying Statement of Fixed Assets ('the Statement') of the DIM project "Desarrollo Local Transfronterizo en acompañamiento al Programa Binacional" ('the project') representing the balance of inventory held under Atlas Project number 00073721 and Atlas Output number 00084192 as at 31 December 2013. This Statement includes all assets and equipment available at 31 December 2013 and not only those purchased between 1 January 2012 and 31 December 2013.

Management is responsible for the preparation of the statement for the 'Desarrollo local transfronterizo en acompañamiento al programa binacional' project and for such internal control as management determines is necessary to enable the preparation of a statement that is free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on the statement based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the project's preparation of the statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the project's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the presentation of the statement.

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

Unqualified Opinion

In our opinion, the attached Statement of Fixed Assets presents fairly, in all material respects, the balance of inventory of the UNDP project Desarrollo Local Transfronterizo en acompañamiento al Programa Binacional amounting to \$ 71,869.11 as at 31 December 2013 in accordance with UNDP accounting policies.

Independent Auditor's Report to UNDP OAI - Financial Audit

Statement of Cash Position

We noted that the UNDP project 00073721 Output 00084192 'Desarrollo local transfronterizo en acompañamiento al programa binacional' did not have a dedicated bank account for DIM project activities subject to audit and accordingly a Statement of Cash Position was not produced.

MANAGEMENT LETTER

The findings related to the audit of the financial statements are discussed in our management letter below:

Finding n°: 1	Title: Consulting costs not for project purposes
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Observation:

During our audit we identified expenditure charged to the project for 50% of the cost of international consulting work regarding mechanisms of territorial articulation (ART). This concerned the design of a training cycle about methodology and instruments of the UNDP's ART initiative for officers of the programmatic area and provincial work groups in territories where the ART project was operating (Dajabón, Elias Piña, Enriquillo, Monte Plata).

The terms of reference, as well as the contract request of the consultant who was appointed for the assignment, make reference to the ART programme (project 00060415) and not PDLT 00084192. We were not provided with evidence or explanations to support the basis for attributing a percentage of the cost to the PDLT project.

According to the contract, the total cost of the consulting was \$ 11,200.

Expenditure was charged as follows:

Date	Account	Description	Ref	Amount \$
13-Mar-13	71305	Local consult.-sht term - tech	DOM10-00067611-1-1-ACCR-DST	2,100
18-Apr-13	71205	Local consult.-sht term - tech	DOM10-00068526-1-1-ACCR-DST	3,500
Total				5,600

Priority: Medium

Recommendation:

UNDP should ensure that all the payments are supported by valid contracts and amendments corresponding to the project to which they are being charged, or that further documentation is available to support the costs that have been charged to the project.

Management comments:

Finding indeed correct for the 2012-2013 period.

Finding n°: 2

Title: Lack of monthly reports from consultants

Observation:

During our audit we were not provided with evidence of compliance with the section of the Terms of Reference of contracts requiring of consultants the presentation of monthly reports, as follows:

'Reports containing a detailed summary of the activities performed, main results, problems found, solutions applied, number of beneficiaries and parties involved'.

Furthermore, we did not receive alternative documentation which could have supported the work performed by the consultants, such as timesheets or activity logs.

This documentation was missing in the case of the consultants relating to transactions DOM10-00071348-1-1-ACCR-DST, DOM10-00066348-1-1-ACCR-DST and DOM10-00067239-1-1-ACCR-DST.

Priority: Medium

Recommendation:

UNDP should ensure that consultants comply with their contract and that there is evidence to support payments to consultants.

Management comments:

Correct, the terms of references of the consultants did require a monthly activities report, something however not typical of Service Contracts.

Finding n°: 3	Title: Overtime payments paid in respect of a different project
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Observation:

We observed overtime being paid and charged to this project although it was approved and agreed for a different project. Furthermore, we also couldn't find evidence that a due authorization process was followed for these payments, as stated in the Guide Applicable to Service Consultants:

'Overtime pay must be requested and approved by the supervisor in advance of the extra work period to be performed, subject to the availability of funds. The cost of overtime pay must be funded from the same source as the SC itself. UNDP Offices must ensure that sufficient funds exist for functions that may reasonably expect payment of overtime'.

The payments made were as follows:

Account	Date	Ref	Description	Amount \$
71405	10-may-13	DOM10-00069157-1-1-ACCR-DST	Horas extras abril 2013	104.31
71405	07-aug-13	DOM10-00071906-1-3-ACCR-DST	Horas extras mes julio 2013	21.74
71405	10-sep-13	DOM10-00072885-1-3-ACCR-DST	Pago horas extra agosto	42.92
71405	11-oct-13	DOM10-00073857-1-3-ACCR-DST	Horas extras septiembre 2013	90.68
71405	14-nov-13	DOM10-00074838-1-1-ACCR-DST	Horas extras mes octubre 2013	35.35
71405	13-feb-13	DOM10-00066748-1-1-ACCR-DST	Horas extras enero 2013	195.48
71405	15-mar-13	DOM10-00067643-1-1-ACCR-DST	Horas extras febrero 2013	208.05
71405	04-jul-13	DOM10-00070866-1-2-ACCR-DST	Horas extras jun.frontera/ART	147.21
71405	03-sep-13	DOM10-00072719-1-2-ACCR-DST	Horas extras mes julio 2013	73.22
71405	10-sep-13	DOM10-00072858-1-3-ACCR-DST	Horas extras agosto2013	40.39
71405	11-oct-13	DOM10-00073856-1-3-ACCR-DST	Horas extras septiembre 2013	75.56
71405	14-nov-13	DOM10-00074851-1-1-ACCR-DST	Horas extras mes octubre 2013	22.72
Total				1,057.63

Priority: Medium

Recommendation:

UNDP should ensure that the payments for overtime correspond to staff actually appointed for the project and that the correct authorisation processes are followed.

Management comments:

Correct. Note: payments adjusted as of January 2014 with the division between ART and PDLT that the office undertook.

Finding n°: 4	Title: Expenditure reversal charged to the project not supported by documentation
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Observation:

We observed expenditure transferred to the project via reversal of expenditure from project 00060415 (ART). There was no supporting information which would explain or justify these journal entries, and how they related to the objectives to the project, to the AWP, to the budget or to whom the payments were made since the vendor field is blank in all of them.

Details are as follows:

Account	Date	Account Description	Description	Amount \$
71205	30-dec-12	Intl Consultants-Sht Term-Tech	Reversión de gastos del proyecto 60415 al 84192	5,000.00
71305	05-sep-13	Local Consult.-Sht Term-Tech	Revirtiendo gastos del proy 60415 al 84192	4,500.00
71405	05-sep-13	Service Contracts-Individuals	Revirtiendo gastos del proy 60415 al 84192	754.48
71405	05-sep-13	Service Contracts-Individuals	Revirtiendo gastos del proy 60415 al 84192	14,517.41
71405	05-sep-13	Service Contracts-Individuals	Revirtiendo gastos del proy 60415 al 84192	7,951.30
71615	22-oct-13	DAILY SUBSISTENCE ALLOW-INTL	REVERSION DEL 71193 AL 84192	2,864.00
71620	05-sep-13	Daily Subsistence Allow-Local	Revirtiendo gastos del proy 60415 al 84192	313.71
71620	05-sep-13	Daily Subsistence Allow-Local	Revirtiendo gastos del proy 60415 al 84192	274.80
71620	05-sep-13	Daily Subsistence Allow-Local	Revirtiendo gastos del proy 60415 al 84192	309.69
71620	05-sep-13	Daily Subsistence Allow-Local	Revirtiendo gastos del proyecto 84192 al 60415	(36.90)
72705	05-sep-13	Hospitality-Special Events	Revirtiendo gastos del proy 60415 al 84192	85.16
72705	05-sep-13	Hospitality-Special Events	Revirtiendo gastos del proy 60415 al 84192	389.29
73410	07-oct-13	Maint, Oper of Transport Equip	REVERSION DV 73122	1,182.88
73410	05-sep-13	Maint, Oper of Transport Equip	Revirtiendo gastos del proy 60415 al 84192	395.88

73410	05-sep-13	Maint, Oper of Transport Equip	Revirtiendo gastos del proyecto 84192 al 60415	(652.83)
74525	05-sep-13	Sundry	Revirtiendo gastos del proy 60415 al 84192	510.87
			Total	38,359.74

Priority: High

Recommendation:

UNDP should ensure that journal adjustments are backed up by appropriate supporting documents to evidence that such costs relate to the project and are accurately recorded.

Management comments:

UNDP has been focusing, since the change in coordination and management of the project in January 2014, on the thorough management of expenditures and project activity consistency.



Mark Henderson
Partner

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8 September 2014

Annexes

Annex 1: Combined Delivery Reports 2012 and 2013

Note that in 2012, the project's expenditure was recorded in the CDR for Project ID 00049506 (ART Gold). Refer to page 3 of the CDR for expenditure totalling \$ 111,887.80 which is specific to the project under audit.



Combined Delivery Report By Project

UNDP UN Development Programme
Report ID: unglcdrp

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Run Time: 09-04-2013 17:04:43

Selection Criteria :

Business Unit : DOM10
Period : Jan-Dec (2012)
Selected Project Id : 00049506
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : ALL

Project Id : 00049506 Art Gold (RD)	Period : Jan-Dec (2012)	00928 PROGRAMA DE LAS NACIONES UNI	
Output # : 00060415 Redes Temáticas y Terroriales	Impl. Partner : Location :	UNDP Dominican Republic	
	Govt Exp	UNDP Exp	UN Agencies Exp
			Total Exp

Dept: 49803 (Dominican Rep-Crisis Prv &Rcvy)

Fund : 44902 (UNDP TF INNOV PARTNERSHIP)

71405 - Service Contracts-Individuals	0.00	95.66	0.00	95.66
75105 - Facilities & Admin - Implement	0.00	6.70	0.00	6.70

Total for Fund 44902	0.00	102.36	0.00	102.36
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Total for Dept : 49803	0.00	102.36	0.00	102.36
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Dept: 49804 (Dominican Rep-Dem. Governance)

Fund : 30000 (PROGRAMME COST SHARING)

72105 - Svc Co-Construction & Engineer	0.00	93,225.51	0.00	93,225.51
72402 - Building Maintenance	0.00	53,358.55	0.00	53,358.55
75105 - Facilities & Admin - Implement	0.00	10,260.89	0.00	10,260.89

Total for Fund 30000	0.00	156,844.95	0.00	156,844.95
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Fund : 30079 (EUROPEAN COMMISSION)

71305 - Local Consult.-Sht Term-Tech	0.00	40,951.14	0.00	40,951.14
71405 - Service Contracts-Individuals	0.00	42,160.80	0.00	42,160.80
71605 - Travel Tickets-International	0.00	0.00	0.00	0.00
71615 - Daily Subsistence Allow-Intl	0.00	1,234.50	0.00	1,234.50
71620 - Daily Subsistence Allow-Local	0.00	4,188.87	0.00	4,188.87
71635 - Travel - Other	0.00	2,595.25	0.00	2,595.25
72205 - Office Machinery	0.00	3,727.80	0.00	3,727.80
72220 - Furniture	0.00	583.47	0.00	583.47
72399 - Other Materials and Goods	0.00	3,131.83	0.00	3,131.83
72505 - Stationery & other Office Supp	0.00	1,686.19	0.00	1,686.19
72705 - Hospitality-Special Events	0.00	5,566.31	0.00	5,566.31
72715 - Hospitality Catering	0.00	865.73	0.00	865.73
74210 - Printing and Publications	0.00	238.19	0.00	238.19
74525 - Sundry	0.00	48.27	0.00	48.27
74965 - Low value equipment	0.00	5,890.30	0.00	5,890.30
75105 - Facilities & Admin - Implement	0.00	7,931.76	0.00	7,931.76
76125 - Realized Loss	0.00	0.03	0.00	0.03
76135 - Realized Gain	0.00	- 142.86	0.00	- 142.86
77630 - Dep Exp Owned - ITC	0.00	442.12	0.00	442.12

Total for Fund 30079	0.00	121,099.70	0.00	121,099.70
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Fund : 44902 (UNDP TF INNOV PARTNERSHIP)



Project id : 00049506 Art Gold (RD)	Period :	Jan-Dec (2012)
Output # : 00060415 Redes Temáticas y Territoriales	Impl. Partner :	00928 PROGRAMA DE LAS NACIONES UNI
	Location :	UNDP Dominican Republic

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
61305 - Salaries - IP Staff	0.00	14,558.08	0.00	14,558.08
61310 - Post Adjustment - IP Staff	0.00	34,681.30	0.00	34,681.30
62305 - Dependency Allowances-IP Staff	0.00	8,787.00	0.00	8,787.00
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	25,961.87	0.00	25,961.87
62315 - Contrib. to medical, social in	0.00	1,331.45	0.00	1,331.45
62320 - Mobility, Hardship, Non-remova	0.00	10,581.87	0.00	10,581.87
62330 - Rental Supplements - IP Staff	0.00	6,417.04	0.00	6,417.04
62340 - Annual Leave Expense - IP	0.00	8,490.87	0.00	8,490.87
63250 - Reimb for Med Costs (GS)	0.00	7,379.69	0.00	7,379.69
63335 - Home Leave Trvl & Allow-IP Stf	0.00	4,625.04	0.00	4,625.04
63515 - Security-related Costs	0.00	3,000.00	0.00	3,000.00
63520 - Personal Security Measures	0.00	4,257.07	0.00	4,257.07
63530 - Contribution to EOS Benefits	0.00	2,951.32	0.00	2,951.32
63535 - Contribution to Security	0.00	4,722.11	0.00	4,722.11
63540 - Contribution to Training	0.00	1,180.53	0.00	1,180.53
63545 - Contribution to ICT	0.00	1,770.79	0.00	1,770.79
63550 - Contributions to MAIP	0.00	236.07	0.00	236.07
63555 - Contribution to UN JFA	0.00	2,124.94	0.00	2,124.94
63560 - Contributions to Appendix D	0.00	354.16	0.00	354.16
65115 - Contributions to ASHI Reserve	0.00	7,673.43	0.00	7,673.43
65135 - Payroll Mgt Cost Recovery ATLA	0.00	772.56	0.00	772.56
71205 - Intl Consultants-Sht Term-Tech	0.00	5,600.00	0.00	5,600.00
71305 - Local Consult.-Sht Term-Tech	0.00	13,904.97	0.00	13,904.97
71405 - Service Contracts-Individuals	0.00	202,209.38	0.00	202,209.38
71605 - Travel Tickets-International	0.00	12,848.40	0.00	12,848.40
71615 - Daily Subsistence Allow-Intl	0.00	13,764.87	0.00	13,764.87
71620 - Daily Subsistence Allow-Local	8,734.01	8,399.27	0.00	17,133.28
71635 - Travel - Other	0.00	688.86	0.00	688.86
72105 - Svc Co-Construction & Engineer	- 618.62	- 1.26	0.00	- 619.88
72120 - Svc Co-Trade and Business Serv	95,365.48	0.00	0.00	95,365.48
72130 - Svc Co-Transportation Services	10,931.22	0.00	0.00	10,931.22
72135 - Svc Co-Communications Service	916.92	0.00	0.00	916.92
72145 - Svc Co-Training and Educ Serv	40,087.50	0.00	0.00	40,087.50
72165 - Svc Co-Social Svcs, Social Sci	37,350.94	0.00	0.00	37,350.94
72205 - Office Machinery	0.00	0.00	0.00	0.00
72220 - Furniture	0.00	694.22	0.00	694.22
72315 - Food & Textile Products	549.58	0.00	0.00	549.58
72415 - Courier Charges	0.00	676.95	0.00	676.95
72420 - Land Telephone Charges	0.00	573.69	0.00	573.69
72425 - Mobile Telephone Charges	0.00	6,754.83	0.00	6,754.83
72505 - Stationery & other Office Supp	0.00	490.04	0.00	490.04
72510 - Publications	0.00	1,093.52	0.00	1,093.52
72605 - Grants to Instit & other Benef	7,202.75	3,995.91	0.00	11,198.66
72705 - Hospitality-Special Events	0.00	2,979.85	0.00	2,979.85
72715 - Hospitality Catering	0.00	1,999.25	0.00	1,999.25
72815 - Inform Technology Supplies	0.00	178.92	0.00	178.92
73105 - Rent	0.00	3,991.72	0.00	3,991.72
73120 - Utilities	0.00	0.00	0.00	0.00
73410 - Maint, Oper of Transport Equip	0.00	20,531.04	0.00	20,531.04
74210 - Printing and Publications	0.00	210.79	0.00	210.79
74310 - Contributions to JIU	0.00	806.62	0.00	806.62
74505 - Insurance	291.56	0.00	0.00	291.56
74525 - Sundry	9,117.48	2,436.26	0.00	11,553.74
75105 - Facilities & Admin - Implement	0.00	46,816.50	0.00	46,816.50



Project Id : 00049506 Art Gold (RD)	Period : Jan-Dec (2012)
Output # : 00060415 Redes Temáticas y Territoriales	Impl. Partner : 00928 PROGRAMA DE LAS NACIONES UNI
	Location : UNDP Dominican Republic

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
75705 - Learning costs	1,120.20	1,485.02	0.00	2,605.22
76120 - Unrealized Loss	0.00	4,276.00	0.00	4,276.00
76125 - Realized Loss	0.00	6.89	0.00	6.89
76130 - Unrealized Gain	0.00	- 180.82	0.00	- 180.82
76135 - Realized Gain	0.00	- 171.12	0.00	- 171.12
Total for Fund 44902	211,049.02	508,917.76	0.00	719,966.78
Total for Dept : 49804	211,049.02	786,862.41	0.00	997,911.43
Total for Output : 00060415	211,049.02	786,964.77	0.00	998,013.79

Output # : 00084192 Desarrollo Transfronterizo	Impl. Partner : 00923 Gobierno Republica Dominican
	Location : UNDP Dominican Republic

Dept: 49804 (Dominican Rep-Dem. Governance)

Fund : 30079 (EUROPEAN COMMISSION)

61305 - Salaries - IP Staff	0.00	68,813.65	0.00	68,813.65
71205 - Intl Consultants-Sht Term-Tech	0.00	5,000.00	0.00	5,000.00
71405 - Service Contracts-Individuals	0.00	29,572.49	0.00	29,572.49
71620 - Daily Subsistence Allow-Local	0.00	1,181.89	0.00	1,181.89
75105 - Facilities & Admin - Implement	0.00	7,319.77	0.00	7,319.77
Total for Fund 30079	0.00	111,887.80	0.00	111,887.80
Total for Dept : 49804	0.00	111,887.80	0.00	111,887.80
Total for Output : 00084192	0.00	111,887.80	0.00	111,887.80

Project Total :	211,049.02	898,852.56	0.00	1,109,901.58
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Signed By : _____

Signed By : _____

Mark Henderson
Partner
Moore Stephens LLP
08 September 2014

Date : _____

Date : _____



Selection Criteria :

Business Unit : DOM10
Period : Jan-Dec (2012)
Selected Project Id : 00049506
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : ALL

Project Id : ALL	Period : Jan-Dec (2012)			
Output # : ALL	Impl. Partner :			
	Location :			
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
49803 - Dominican Rep-Crisis Prv &Rcvy	0.00	102.36	0.00	102.36
49804 - Dominican Rep-Dem. Governance	211,049.02	898,750.20	0.00	1,109,799.22



Funds Utilization

Selection Criteria :

Business Unit : DOM10
Period : Jan-Dec (2012)
Selected Project Id : 00049506
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : ALL

Project/Award: 00049506 Art Gold (RD)

Period : As at Dec 31, 2012

Output #	00060415	Impl. Partner :00928 PROGRAMA DE LAS NACIONES UNI	UNDP AMOUNT
Outstanding NEX advances			11,193.82
Undepreciated Fixed Assets			2,210.35
Inventory			0.00
Prepayments			0.00
Commitments			53,047.66

Output #	00084192	Impl. Partner :00923 Gobierno Republica Dominican	UNDP AMOUNT
Outstanding NEX advances			0.00
Undepreciated Fixed Assets			0.00
Inventory			0.00
Prepayments			0.00
Commitments			36,348.00



Schedule to Combined Delivery Report
IPSAS Adjustments as at 1 January 2012

Selection Criteria :

Business Unit : DOM10
Selected Project(s): 00049506
Selected Fund Code : ALL
Selected Output(s): ALL

Project Id : ALL
Output # :
Impl. Partner : NONE

Description	Account	Fund	Donor	Amount
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No Data found for the Selection Criteria



Selection Criteria :

Business Unit : DOM10
Period : Jan-Dec (2013)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00084192

Project Id : 00073721 Desarrollo Transfronterizo	Period :	Jan-Dec (2013)		
Output # : 00084192 Desarrollo Transfronterizo	Impl. Partner :	00928 PROGRAMA DE LAS NACIONES UNI		
	Location :	UNDP Dominican Republic		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp

Dept: 49803 (Dominican Rep-Crisis Prv & Rcvy)

Fund : 30079 (EUROPEAN COMMISSION)

72425 - Mobile Telephone Charges	0.00	180.29	0.00	180.29
73410 - Maint, Oper of Transport Equip	0.00	273.85	0.00	273.85
75105 - Facilities & Admin - Implement	0.00	31.79	0.00	31.79

Total for Fund 30079 0.00 485.93 0.00 485.93

Total for Dept : 49803 0.00 485.93 0.00 485.93

Dept: 49804 (Dominican Rep-Dem. Governance)

Fund : 04000 (Core Programme, UNU Centre)

72105 - Svc Co-Construction & Engineer	0.00	60,000.00	0.00	60,000.00
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Total for Fund 04000 0.00 60,000.00 0.00 60,000.00

Fund : 30079 (EUROPEAN COMMISSION)

61305 - Salaries - IP Staff	0.00	35,960.64	0.00	35,960.64
71205 - Intl Consultants-Sht Term-Tech	0.00	8,000.00	0.00	8,000.00
71305 - Local Consult. -Sht Term-Tech	5,804.67	103,820.29	0.00	109,624.96
71405 - Service Contracts-Individuals	0.00	188,357.52	0.00	188,357.52
71605 - Travel Tickets-International	0.00	3,606.00	0.00	3,606.00
71615 - Daily Subsistence Allow-Intl	0.00	3,931.06	0.00	3,931.06
71620 - Daily Subsistence Allow-Local	0.00	14,317.10	0.00	14,317.10
71630 - Shipment	0.00	638.00	0.00	638.00
71635 - Travel - Other	0.00	75.00	0.00	75.00
72105 - Svc Co-Construction & Engineer	0.00	76,479.95	0.00	76,479.95
72165 - Svc Co-Social Svcs, Social Sci	0.00	32,220.00	0.00	32,220.00
72205 - Office Machinery	0.00	2,668.75	0.00	2,668.75
72210 - Machinery and Equipment	0.00	1,172.03	0.00	1,172.03
72215 - Transportation Equipment	0.00	68,912.18	0.00	68,912.18
72399 - Other Materials and Goods	0.00	126.45	0.00	126.45
72410 - Acquisition of Audio Visual Eq	0.00	30.90	0.00	30.90
72420 - Land Telephone Charges	0.00	2,141.52	0.00	2,141.52
72425 - Mobile Telephone Charges	0.00	1,522.71	0.00	1,522.71
72440 - Connectivity Charges	0.00	131.04	0.00	131.04
72505 - Stationery & other Office Supp	0.00	1,934.17	0.00	1,934.17
72510 - Publications	8,489.76	0.00	0.00	8,489.76
72705 - Hospitality-Special Events	0.00	6,278.85	0.00	6,278.85
72805 - Acquis of Computer Hardware	0.00	203.51	0.00	203.51
72810 - Acquis of Computer Software	0.00	737.71	0.00	737.71
72815 - Inform Technology Supplies	0.00	1,520.31	0.00	1,520.31



Combined Delivery Report By Project


UN Development Programme
Report ID: unglcdrp

Page 2 of 4
Run Time: 10-03-2014 20:03:36


Project Id : 00073721 Desarrollo Transfronterizo	Period : Jan-Dec (2013)
Output # : 00084192 Desarrollo Transfronterizo	Impl. Partner : 00928 PROGRAMA DE LAS NACIONES UNI
	Location : UNDP Dominican Republic

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
73105 - Rent	0.00	3,655.91	0.00	3,655.91
73115 - Moving Expenses	0.00	236.00	0.00	236.00
73120 - Utilities	0.00	889.31	0.00	889.31
73125 - Common Services-Premises	0.00	4,162.80	0.00	4,162.80
73310 - Maint & Licencing of Software	0.00	353.77	0.00	353.77
73405 - Rental & Maint-Other Office Eq	0.00	12,284.06	0.00	12,284.06
73410 - Maint, Oper of Transport Equip	0.00	17,654.89	0.00	17,654.89
74115 - Legal Fees	0.00	950.12	0.00	950.12
74210 - Printing and Publications	0.00	909.68	0.00	909.68
74220 - Translation Costs	0.00	904.72	0.00	904.72
74505 - Insurance	0.00	3,049.99	0.00	3,049.99
74525 - Sundry	0.00	8,753.79	0.00	8,753.79
74696 - PP&E Expensed Items	0.00	0.00	0.00	0.00
74720 - Distribution Cost	0.00	471.70	0.00	471.70
74725 - Other L.T.S.H.	0.00	424.53	0.00	424.53
74965 - Low value equipment	0.00	5,551.89	0.00	5,551.89
75105 - Facilities & Admin - Implement	0.00	44,268.24	0.00	44,268.24
75705 - Learning costs	1,161.50	456.77	0.00	1,618.27
76125 - Realized Loss	0.00	5.01	0.00	5.01
76130 - Unrealized Gain	0.00	-249.97	0.00	-249.97
76135 - Realized Gain	0.00	-16.77	0.00	-16.77
77630 - Dep Exp Owned - ITC	0.00	1,347.04	0.00	1,347.04
77640 - Dep Exp Owned - F&F	0.00	7.63	0.00	7.63
77670 - Dep Exp-Hvy Mac & Equip	0.00	97.05	0.00	97.05
Total for Fund 30079	15,455.93	660,953.85	0.00	676,409.78
Total for Dept : 49804	15,455.93	720,953.85	0.00	736,409.78
Dept: 49808 (Dominican Rep-Poverty Reduct'n)				
Fund : 30079 (EUROPEAN COMMISSION)				
71305 - Local Consult.-Sht Term-Tech	0.00	8.88	0.00	8.88
75105 - Facilities & Admin - Implement	0.00	0.62	0.00	0.62
Total for Fund 30079	0.00	9.50	0.00	9.50
Total for Dept : 49808	0.00	9.50	0.00	9.50
Total for Output : 00084192	15,455.93	721,449.28	0.00	736,905.21

Project Total :	15,455.93	721,449.28	0.00	736,905.21
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 Mark Henderson
 Partner
 Moore Stephens LLP
 08 September 2014



Signed By :  : 14 de mazro 2014
 Signed By : Roberto Galvez, Representante Residente Adjunto PNUD Date : _____



Selection Criteria :

Business Unit : DOM10
 Period : Jan-Dec (2013)
 Selected Project Id : ALL
 Selected Fund Code : ALL
 Selected Dept. IDs : ALL
 Selected Outputs : 00084192

Project Id : ALL	Period : Jan-Dec (2013)
Output # : ALL	Impl. Partner : Location :

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
49803 - Dominican Rep-Crisis Prv &Rcvy	0.00	485.93	0.00	485.93
49804 - Dominican Rep-Dem. Governance	15,455.93	720,953.85	0.00	736,409.78
49808 - Dominican Rep-Poverty Reduct'n	0.00	9.50	0.00	9.50



Funds Utilization

Selection Criteria :

Business Unit : DOM10
Period : Jan-Dec (2013)
Selected Project Id : ALL
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00084192

Project/Award: 00073721 Desarrollo Transfronterizo

Period : As at Dec 31, 2013

Output #	Impl. Partner	UNDP AMOUNT
00084192	.00928 PROGRAMA DE LAS NACIONES UNI	
Outstanding NEX advances		22,205.80
Undepreciated Fixed Assets		29,027.18
Inventory		0.00
Prepayments		0.00
Commitments		20,276.13

Annex 2: Statement of Fixed Assets

REPORTE DE INVENTARIO FISICO

Proyecto Desarrollo Local Transfronterizo

Tag Numero	Item Descripcion	Cantidad	Numero de Serie	Fabricante/Marca	Fecha Compra	Costo Unitario	Costo equipo e inmobiliarios		Ubicación
							US\$	RD\$	
	Lapto	1	S/N BKS4CT1	DELL	22/01/2013	38.908,91	977,60	38.908,91	OF Dajabon
		1	S/N BkGMBT1		22/01/2013	38.908,91	977,60	38.908,91	OF Dajabon
		1	S/N BKG7CT1		22/01/2013	38.908,91	977,60	38.908,91	DGODT
			S/N BKYBT1		22/01/2013	38.908,91	977,60	38.908,91	DGODT
	Portátil Latitude, modelo E6330		GR2FMX1	DELL	AGO. 2013	75.717,00	14.320,00	605.736,00	DGODT
			JM2FMX1						DGODT
			CBQ2CW1						DGODT
			79HYJK1						DGODT
			FL2FMX1						OF Dajabon
			DN4FMX1						DGODT
			6NFFMX1						OF Dajabon
		3M2SMX	OF Dajabon						
	Vehiculo, For Everest	1	WEAT1183828 Placa EX08344	FORD	01/03/2013	1.295.707,20	31.835,56	1.295.707,20	OF Dajabon
	Silla de Espera Cromada	3			AGO. 2013	2.350,00	166,67	7.050,00	OF Dajabon
	Silla de Visita Negra	3				1.400,00	99,29	4.200,00	OF Dajabon
	Mueble PC GF-55 Cristal	1				4.050,00	95,74	4.050,00	OF Dajabon
	Mueble PC GF-66 Cristal	1				6.425,00	151,89	6.425,00	OF Dajabon
	Sillon sem-Ejec en Vinil negro	1				7.550,00	178,49	7.550,00	OF Dajabon
	Microhonda	1	J6E37WMD50045913	SAMSUM	OCT. 2013	5.361,33	126,45	5.361,33	OF Dajabon
	Bebedero	2	DC12183445	NEDOCA		10.535,00	248,47	21.070,00	OF Dajabon
	Acondicionado Inverter 12000 BTU	3	D202068590113425120007	LENNOX	OCT. 2013	50.700,00	3.587,26	152.100,00	OF Dajabon
			D202068590113425120012						OF Dajabon
			D202068590113425120116						OF Dajabon
	Aire Acondicionado Inverter 24000 BTU	1	D202068160113417130031			76.050,00	1.793,63	76.050,00	OF Dajabon
	Camara Digital	2	DCS-W730	SONNY	OCT. 2013	7.245,00	341,75	14.490,00	OF Dajabon
	Camara Digital	1	L810	NIKON	SEP. 2013	21.987,15	519,79	21.987,15	OF Dajabon
	Abanico de Techo	5		KDK	OCT. 2013	5.105,62	603,50	25.528,10	OF Dajabon
	Inversor 3.6 KW	1			OCT. 2013	31.817,00	752,17	31.817,00	OF Dajabon
	Bateria Tipo Gel	8			OCT. 2013	24.805,30	4.680,25	198.442,40	OF Dajabon
	Generador Electrico 1,5KW	2	1037367		OCT. 2013	33.540,00	1582,08	67.080,00	OF Dajabon
			1037460						
	GPS	2	1NA384176	GARMIN	SEP. 2013	5.627,04	259,91	11.254,08	OF Dajabon
			1NA384182						
	scanner	1	KECC21952	Canon	AGO. 2013	2.650,00	62,65	2.650,00	OF Dajabon
	Impresora	1		PH DJ2050	JUL. 2013	3.185,00	76,93	3.185,00	OF Dajabon
	Abanico de Pedestal	2			OCT. 2013	2.464,00	116,50	4.928,00	

Modulo de 3 Gabeta con llave + Escritorio 72" color haya	11			OCT. 2013	10.320,00	2.677,36	113.520,00	OF Dajabon
Sillon Ejecutivo, Con Brazo	4				3.400,00	320,75	13.600,00	OF Dajabon
Sillon Semi-Ejecutivo	7				3.280,00	541,51	22.960,00	OF Dajabon
Silla de Visita sin Brazo	12				960,00	271,70	11.520,00	OF Dajabon
Credenza	3				12.960,00	916,98	38.880,00	OF Dajabon
Mesa de Conferencia 12 Personas	1				29.120,00	686,79	29.120,00	OF Dajabon
Mesa de Reunion 6 Persona	1				15.880,00	374,53	15.880,00	OF Dajabon
Estante de Madera	1				19.040,00	449,06	19.040,00	OF Dajabon
Mesa Star Plastica	1				5.133,00	121,06	5.133,00	OF Dajabon
Total					1.930.000,28	71.869,11	2.991.949,90	


 Niurka Santana
 Asistente Administrativa
 Proyecto/DLT.



Mark Henderson
 Partner
 Moore Stephens LLP
 08 September 2014

Annex 3: Audit finding priority ratings

The following categories of priorities are used:

- High (Critical)** Action is considered imperative to ensure that UNDP is not exposed to high risks. Failure to take action could result in major consequences and issues.
- Medium (Important)** Action is considered necessary to avoid exposure to significant risks. Failure to take action could result in significant consequences.
- Low** Action is considered desirable and should result in enhanced control or better value for money. Low priority recommendations, if any, are dealt with by the Auditors directly with the Office management, during the exit meeting and through a separate memo subsequent to the fieldwork. **Therefore, low priority recommendations are not included in the audit report.**