



AUDIT

OF

UNDP PROGRAMME OF ASSISTANCE TO THE PALESTINIAN PEOPLE

UXO's CLEARANCE & IMPROVEMENT SWM
(Directly Implemented Project, Output No. 71646)

Report No. 1371
Issue Date: 4 September 2014

**Report on the audit of UNDP Programme of Assistance to the Palestinian People
UXO's Clearance & Improvement SWM (Output No. 71646)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), from 21 May to 9 June 2014, through Talal Abu-Ghazaleh & Co. (the audit firm), conducted an audit of UXO's Clearance & Improvement SWM, Output No. 71646 (the Project), which is directly implemented and managed by the UNDP Programme of Assistance to the Palestinian People (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 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.

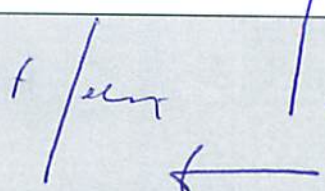
The audit was conducted under the general supervision of OAI in conformance with the *International Standards for the Professional Practice of Internal Auditing*.

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	Amount (in \$ '000)	Opinion
5,019	Unqualified	12	Unqualified

The audit did not result in any recommendations.



Helge S. Ostveiten
Director
Office of Audit and Investigations

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.

Auditor's Report

Financial audit of “UXO's Clearance & Improvement SWM” (The Project) implemented by United Nation Development Programme – Programme of Assistance to the Palestinian People for the Year Ended 31 December 2013.

PROJECT TITLE AND ID

Title: “UXO's Clearance & Improvement SWM”

IDs: Atlas Project ID: 50123, Output ID: 71646

FUNDED BY

Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs.

Talal Abu - Ghazaleh & Co.

Certified Public Accountants



Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

UXO's Clearance & Improvement SWM

Implemented By

**United Nation Development Programme – Programme of Assistance to the
Palestinian People**

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To Director
Office of Audit and Investigations
United Nations Development Programme

Dear Mr. Helge Osttveiten,

This report represents the results of our financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM", for the Year ended 31 December 2013.

This Financial audit was mandated in accordance with the Audit contract for professional service with UNDP/OAI Ref. PS 2014 dated 6 May 2014.

Sincerely yours,

Jamal Milhem, CPA

Certified Accountant License # (100/98)

Executive Director

Talal Abu- Ghazaleh & Co.

Ramallah - Palestine, June 9, 2014



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مكتب رام الله: هاتف: ٢٢٩ ٨٨ ٢٢٠ / ١ ، فاكس: ٢٢٩ ٨٨ ٢١٩ (+٩٧٠)
بناية البرج الاخضر، شارع الشهيد نزيه قوره، ص ب: ١١١٠ رام الله، الضفة الغربية

1. PART I – EXECUTIVE SUMMARY

The Executive Summary summarizes the important issues raised in the financial audit of the above mentioned award.

1.1. Background Information about Project

UXO's Clearance and Improvement SWM Project is financed through (3) Grant Agreements as follows:

- 1. United Nations Office for the Coordination of Humanitarian Affairs (OCHA)
"Emergency Supply of Fuel for Solid Waste Service Providers in Gaza Strip"***

Solid waste management (SWM) operations (collection, transportation and disposal) are amongst the main critical environmental challenges of municipalities in the Gaza Strip. The financial problems in addition to the current political situation in one hand, and the absence of comprehensive planning and management of this sector, on the other have aggravated the impact of these problems.

The total budget of the grant is USD 250,594. The financial audit covered the amount of USD 240,738 of total expenditures USD 248,802 incurred locally during the period from 1 January to 31 December 2013.

The grant duration is from 24 November 2012 to 31 January 2013.

- 2. Islamic Development Bank "Undertaking a Feasibility Study for the Solid Waste Management in Gaza Strip"***

The Project aims at improving the services of solid waste management sector in Gaza Strip through the preparation of required technical studies to establish an integrated solid waste management system that includes collection, transportation and safe disposal services, in addition to recycling and production of organic fertilizers.

The total budget of the grant is USD 535,000. The financial audit covered the amount of USD 89,385 of total expenditures USD 89,510 incurred locally during the period from 1 January to 31 December 2013.

The grant duration is from 17 May 2011 to 30 April 2012 and it was extended to 31 December 2012. The actual completion date of the Grant is 17 February 2013.

Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

3. *Representative Office of Japan to the Palestinian Authority (Government of Japan) "Improvement of Solid Waste Management"*

The Project aims at reducing threats to public health through improving solid waste collection and disposal in Gaza Strip.

The solid waste improvement component was funded from the remaining balance from UNMAS, MAG and Rubble Crushing and Reuse Project according to UNDP request dated on 17 September 2009 and Representative Office of Japan to the Palestinian Authority approval on 12 March 2010.

The total budget of the grant is USD 18,262,654 of which solid waste component budget is USD 15,295,703. The financial audit covered the amount of USD 4,141,275 of total expenditures USD 4,680,580 incurred locally during the period from 1 January to 31 December 2013.

The grant duration is from 14 June 2010 to 30 June 2014.

1.2. Project Identification information

The following table summarizes the amount of expenditures for the year under review:

Table 1:

Project Name	Output Number	Atlas Project ID	2013 Approved Budget (USD)	2013 Actual Expenditure per CDR (USD)
UXO's Clearance & Improvement SWM	71646	50123	5,391,064	5,018,892

1.3. Audit Objectives

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

- 1) Expressing an opinion on whether the expenses incurred by the project during year ended 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.
- 2) 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 the period under audit.
- 3) 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 a given date. Disbursements made against a DIM project are usually financed from the regular UNDP PAPP 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. We are required to express an opinion on the Statement of Cash only where dedicated banks account for the DIM project has been established. In cases where the cash transactions of the audited DIM project are made through the UNDP PAPP bank accounts, this type of opinion is not required.

Scope of Audit:

We performed our audit in accordance with the International Standards of Auditing (ISA) and in compliance with the UNDP rules and regulations. We also reviewed the internal controls and compliance with procurement guidelines issued by UNDP and submitted the necessary recommendations to management.

The scope of the audit includes various audit steps that have been performed on a sample basis, obtaining adequate and sufficient coverage based on the audit objectives and comfort required.

This audit covers the local direct and indirect costs incurred in Gaza for the total amount of USD 5,018,892. This report does not cover amounts disbursed during other periods and does not include any amounts received or disbursed under any other agreements with UNDP.

The following are the main steps performed and followed as the basis for preparing the audit programs. They are not considered all-inclusive or restrictive in nature and do not constitute relief from exercising due professional care and judgment. The steps were modified to correspond with local conditions and specific project design, implementation procedures, and contract provisions which may vary from project to project.

- 1- Performing pre-audit steps which include reviewing project documents, UNDP's internal manual procedures and UNDP policies;
- 2- Evaluating the program implementation actions and accomplishments,
- 3- Obtaining a sufficient understanding of the internal control structure related to the agreement's different activates, internal environment, assessing the control risks, monitoring controls, control over compliance, and information and communication,
- 4- Identifying areas where fraud and illegal acts have occurred or likely to have occurred as a result of inadequate controls.
- 5- Examining the Combined Delivery Report (CDR) and related notes, this includes testing expenditures, bank account and related budgets,
- 6- Performing tests of compliance with agreement's terms and applicable laws and regulations related to UNDP programs.

The scope of the audit relates only to transactions concluded and recorded against the UNDP DIM project over a given period. The scope of the audit does 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 Centers and UNDP Headquarters and where the supporting documentation is not retained at the level of the UNDP PAPP.

The audit Covered:

- All activities of the Output-71646 during the period from 1 January to 31 December 2013; and
- Include a review of project reports and records located at the UNDP PAPP in Gaza, and, as applicable, field offices of the project/programme and other field locations.

Specifically, the audit covered the following:

- a) The expenses incurred and recorded in the Combined Delivery Report (CDR) of the Output 71646 during the period from 1 January to 31 December 2013 and the Funds Utilization Statement as at 31 December 2013, as reported by the Office in Gaza;
- b) The value and existence of the fixed assets held by the Output 71646 as at 31 December 2013; and
- c) If applicable, the value and existence of cash held by the Output 71646 as at 31 December 2013, either as cash at hand or in the bank account (Statement of Cash is required only if there is separate bank account for the DIM project under review).

Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

1.4. Summary of the work done and audit results:

1.4.1 Work Done:

This summary represents the results of our financial audit of the locally incurred costs in the "Combined Delivery Report (CDR)" of the Output ID: 71646 titled "UXP's Clearance & Improvement SWM", for the year ended 31 December 2013.

The total costs incurred locally by United Nation Development Programme (UNDP) in Gaza on the above mentioned project is USD 5,018,892, the audit approximately covered 89% percent in substantive test of details. As shown in the following table:

Table 2:

Grant Information	No. of Samples	Total Expenditures (USD)	Total Expenditures Tested (USD)	Percentage
OCHA	7	248,802	240,738	97%
IDB	2	89,510	89,385	100%
Japan	26	4,680,580	4,141,275	88%
Total	35	5,018,892	4,471,398	89%

1.4.2 Results of Audit:

- **The Combined Delivery Report**

The review did not disclose any financial errors in the Project's CDR; however, we noted certain instances of weaknesses in internal control system of the Project. Details of these weaknesses are described in Part III of this report.

The "Combined Delivery Report" fairly presents, in all material respects, Project's incurred costs in accordance with the terms of the agreement and in conformity with the basis of accounting described in Note (1) to "Combined Delivery Report".

- **The Statement of Fixed Assets**

The results of our review did not disclose any material misstatement that, from our opinion of view, could affect the statement of assets presentation for year ended 31 December 2013.

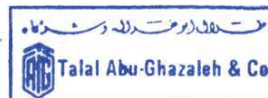
- **The Statement of Cash held by the project**

The Statement of Cash Position for the Project for the period from 1 January to 31 December 2013" is not applicable due to not establishing a separate bank account for the project's purposes. Accordingly, the statement of cash position of the project as at 31 December 2013 is not prepared by the project management and no expression of opinion on the statement of cash position is stated.

Jamal Milhem, CPA

Certified Accountant License # (100/98)


Executive Director



Talal Abu- Ghazaleh & Co.

Ramallah - Palestine, 9 June 2014

2. PART II – AUDITOR’S REPORT WITH OPINION

2.1. Auditor’s Report

REPORT OF THE INDEPENDENT AUDITORS TO UNDP ON DIM PROJECT
“UXO’s CLEARANCE & IMPROVEMENT SWM” IN GAZA - PALESTINE

To Mr. Helge Osttveiten
Director
Office of Audit and Investigations
United Nations Development Programme

Report on the Project Financial Statement

We have audited the accompanying Combined Delivery Report and Funds Utilization Statement (the statement) of the UNDP Project Atlas Output ID: 71646 “UXO’s Clearance & Improvement SWM”, for the period from 1 January to 31 December 2013.

Management’s Responsibility

Management is responsible for the preparation and fair presentation of the statement for “UXO’s Clearance & Improvement SWM” 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.

Auditor’s Responsibility

Our responsibility is to express an opinion on the statement based on our audit. We conducted our audit in accordance with the 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 statements are 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 statements 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.



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بناية البرج الاخضر، شارع الشهيد نزيه قورة، ص ب: ١١١٠ رام الله، الضفة الغربية

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

Unmodified Opinion

In our opinion, the Combined Delivery Report gives a true and fair view of the expenditures of USD 5,018,892 incurred by the Project "UXO's Clearance & Improvement SWM" for the period from 1 January to 31 December 2013 in accordance with UNDP accounting policies and basis of the accounting used in note (1) to Combined Delivery Report.

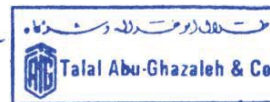
Jamal Milhem, CPA

Certified Accountant License # (100/98)

Executive Director

Talal Abu- Ghazaleh & Co.

Ramallah - Palestine, 9 June 2014



Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

2.2. 2013 CDR Output No. 71646

Selection Criteria :

Business Unit : PAL10
Period : Jan-Dec (2013)
Selected Project Id : 00050123
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00071646

Project Id : 00050123 Emergency Supp. & Advanced Pla	Period :	Jan-Dec (2013)		
Output # : 00071646 UXO's clearance&improvement SWM	Impl. Partner :	02388 UNDP - PAPP		
	Location :			
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
Dept: 70001 (PAPP - Central)				
Fund : 26960 (CPR TTF-Conflict-Country S)				
74525 - Sundry	0.00	124.59	0.00	124.59
Total for Fund 26960	0.00	124.59	0.00	124.59
Fund : 30000 (PROGRAMME COST SHARING)				
71505 - UN Volunteers-Stipend & Allow	0.00	5,958.96	0.00	5,958.96
71520 - UNV-Language Allowance	0.00	161.06	0.00	161.06
71540 - UNV-Global Charges	0.00	399.92	0.00	399.92
71550 - UNV-Resettlement Allowance	0.00	496.59	0.00	496.59
71590 - UNV HQ use only	0.00	701.66	0.00	701.66
72311 - Fuel, petroleum and other oils	0.00	218,199.87	0.00	218,199.87
74525 - Sundry	0.00	6,607.98	0.00	6,607.98
75105 - Facilities & Admin - Implement	0.00	16,131.78	0.00	16,131.78
76125 - Realized Loss	0.00	145.05	0.00	145.05
Total for Fund 30000	0.00	248,802.87	0.00	248,802.87
Fund : 40500 (TF PAPP Voluntary Contrib Actv)				
71405 - Service Contracts-Individuals	0.00	107,958.47	0.00	107,958.47
71410 - MAIP Premium SC	0.00	484.40	0.00	484.40
71415 - Contribution to Security SC	0.00	- 5,460.00	0.00	- 5,460.00
71615 - Daily Subsistence Allow-Intl	0.00	2,637.00	0.00	2,637.00
71620 - Daily Subsistence Allow-Local	0.00	1,263.00	0.00	1,263.00
72105 - Svc Co-Construction & Engineer	0.00	4,337,182.04	0.00	4,337,182.04
72425 - Mobile Telephone Charges	0.00	- 105.38	0.00	- 105.38
72435 - E-mail-Subscription	0.00	0.00	0.00	0.00
74505 - Insurance	0.00	10,225.86	0.00	10,225.86
74515 - Claims and Adjustments	0.00	2,786.39	0.00	2,786.39
74525 - Sundry	0.00	- 42.77	0.00	- 42.77
75105 - Facilities & Admin - Implement	0.00	312,810.71	0.00	312,810.71
76125 - Realized Loss	0.00	225.15	0.00	225.15
76135 - Realized Gain	0.00	- 12.84	0.00	- 12.84
77630 - Dep Exp Owned - ITC	0.00	12.62	0.00	12.62
Total for Fund 40500	0.00	4,769,964.65	0.00	4,769,964.65
Total for Dept : 70001	0.00	5,018,892.11	0.00	5,018,892.11
Total for Output : 00071646	0.00	5,018,892.11	0.00	5,018,892.11



Project Id : 00050123 Emergency Supp. & Advanced Pla	Period :	Jan-Dec (2013)		
Output # : 00071646 UXO's clearance&improvement SWM	Impl. Partner :	02388 UNDP - PAPP		
	Location :			
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp

Project Total :	0.00	5,018,892.11	0.00	5,018,892.11
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Signed By :

Amr an EL Kharawby

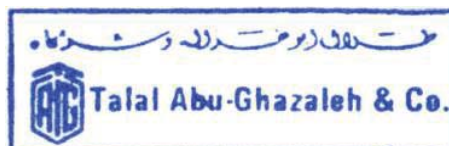
Date :

14/8/2014

Signed By :

Jamaal D. Mulla

Date :



Selection Criteria :

Business Unit : PAL10
Period : Jan-Dec (2013)
Selected Project Id : 00050123
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00071646

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

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
70001 - PAPP - Central	0.00	5,018,892.11	0.00	5,018,892.11



Funds Utilization

Selection Criteria :

Business Unit : PAL10
Period : Jan-Dec (2013)
Selected Project Id : 00050123
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : 00071646

Project/Award: 00050123 Emergency Supp. & Advanced Pla

Period : As at Dec 31, 2013

Output #	00071646	Impl. Partner :02388 UNDP - PAPP	UNDP AMOUNT
Outstanding NEX advances			0.00
Undepreciated Fixed Assets			1,031.83
Inventory			0.00
Prepayments			0.00
Commitments			0.00

Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

**OUTPUT ID: 71646 TITLED "UXO's CLEARANCE & IMPROVEMENT SWM", FOR
THE YEAR ENDED 2013**

NOTE TO THE COMBINED DELIVERY REPORT

Note (1) Basis of Accounting:

The Combined Delivery Report (CDR) was prepared on the Accrual Basis of accounting. According to this basis, expenditures are recognized when incurred rather than when paid.

Note (2): General

A. Project Budget:

The following are the budgets until 31 December 2013:

Category/ Activity	Donor	Budget USD 2013	Expenditure USD 2013
Emergency Supply of Fuel for Solid Waste Service Providers in the Gaza Strip	OCHA	248,920	248,802
Undertaking A Feasibility Study for the Solid Waste Management Program in Gaza Strip	IDB	88,935	89,510
Solid Waste Management	Japan	5,053,209	4,680,580
TOTAL		5,391,064	5,018,892

B. Project Duration:

Category/ Activity	Donor	Duration
Emergency Supply of Fuel for Solid Waste Service Providers in the Gaza Strip	OCHA	24 November 2012 to 31 January 2013.
Undertaking A Feasibility Study for the Solid Waste Management Program in Gaza Strip	IDB	17 May 2011 to 30 April 2012 and extended to 31 December 2012. The actual completion date is 17 February 2013.
Solid Waste Management	Japan	14 June 2010 to 30 June 2014.

3. CERTIFICATION FOR STATEMENT OF FIXED ASSETS

To Mr. Helge Ostveiten
Director
Office of Audit and Investigations
United Nations Development Programme

Report on the Project Financial Statement

We have audited the accompanying Statement of Fixed Assets ("the statement") of the UNDP Project Atlas Output ID: 71646 "UXO's Clearance & Improvement SWM", as of 31 December 2013.

Management's Responsibility

Management is responsible for the preparation of the statement for the project "UXO's Clearance & Improvement SWM" and for such internal control as management determines is necessary to enable the preparation of the statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the statement based on our audit. We conducted our audit in accordance with the 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 schedule 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.



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Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

Unmodified Opinion

In our opinion, the attached Statement of Assets presents fairly, in all material respects, the balance of inventory of USD 12,441 incurred by the project as at 31 December 2013 in accordance with UNDP accounting policies.

Jamal Milhem, CPA

Certified Accountant License # (100/98)

Jamal D. Milhem
Executive Director



Talal Abu- Ghazaleh & Co.

Ramallah - Palestine, 9 June 2014

Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

**OUTPUT ID: 71646 TITLED "UXO's CLEARANCE & IMPROVEMENT SWM",
FOR THE YEAR ENDED 2013**

3.1 STATEMENT OF FIXED ASSETS AS AT 31 DECEMBER 2013

STATEMENT OF FIXED ASSETS AS AT 31 DECEMBER 2013			
Category	Number of Assets	Location	Value USD
HP Widescreen LCD Monitors	4	UNDP-Gaza	756
HP Wireless Optical Mouse	2		48
HP Keyboard	2		45
HP Original Laptops	3		4,817
HP Color Laser Jet Printer	2		3,409
APC UPS	1		191
Digital Camera	2		2,074
External Hard Disc	3		879
Docking Station	2		222
Total Value			12,441

Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

NOTES TO THE STATEMENT OF FIXED ASSETS

1) Basis of Accounting:

All assets included in the Statement of Fixed Assets were accounted for according to their historical costs, and UNDP's Assets Management Guidelines.

2) Depreciation expense:

In year 2013; UNDP started applying IPSAS and CDR attached included fixed assets depreciation expense.

Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

3.2 List of Assets and Equipment:

Assets Management
INVENTORY CHANGE REPORT
EXPENDABLE /NON - EXPENDABLE PROPERTY

Date: 2011

Room # : 509 /508

Floor # : Forth Floor

City: GAZA

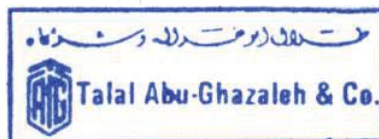
UNDP/ PAPP

Project name: Solid Waste management -Japan

UNITED NATIONS FIELD, LOCATION & COUNTRY

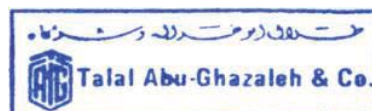
Detailed Description (Model type /if available)	SERIAL NUMBER	Price in US Dollars	Location (Consisting of room number -floor number and city name) example : (Room 2 -Floor3- Jerusalem)	Chart of Account: 1) Operating Unit 2) Fund Code 3) Department 3) Project 5) Implementing Agent 6) Donor	Purchase order number (PO #)
HP L2201 w 22-inch Widescreen LCD Monitor	CNK01606Q8	189.15	Room 509-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
HP L2201 w 22-inch Widescreen LCD Monitor	CNK0420669	189.15	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
HP L2201 w 22-inch Widescreen LCD Monitor	CNK042069T	189.15	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
HP L2201 w 22-inch Widescreen LCD Monitor	CNK04206BD	189.15	Room 106-Ground Floor -Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
Wireless Optical Mouse-Microsoft / HP	537749-001	24.40	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098

Handwritten signature: Jamal J. Malhi



Wireless Optical Mouse-Microsoft / HP	390938-001	24.40	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
HP / Microsoft desktop Keyboard Arabic/English Engraved	BAUHT0HGAZI0CO	22.37	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
HP / Microsoft desktop Keyboard Arabic/English Engraved	BAUHT0HGAZG0QI	22.37	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
HP original Laptops 14.1 inches	CZC0473738L9 <i>CZ04738L9</i> <i>[Signature]</i>	1,605.76	Room 205-Floor 1 (Head of Office) -Gaza <i>Narjess</i> <i>[Signature]</i>	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
HP original Laptops 14.1 inches	CZC04738LB	1,605.76	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
HP original Laptops 14.1 inches	CNC02271YW	1,605.76	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
HP Color Laser Jet CP 3525dn Printer 30ppm	CNCTBBMOCB	1,065.82	Room 509-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
HP 3035 MFP All-in-One Printers 25 ppm	CNRTB35415	2,343.05	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10-0000007098
APC UPS for PCs	5S1026T16981	191.18	Room 509-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646	PAL10-0000007098

Jamal J. Mulla

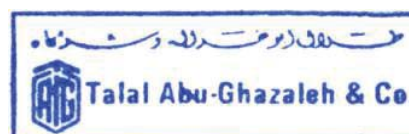


				5) Implementing Agent: 001981 6) Donor: 00141	
Digital Camera	71011456	1,036.80	Room 509-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
Digital Camera	71012261	1,036.80	Room 104-Ground Floor-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
External Hard disc- 1000 GB WD 2.5"	WXC1A7021002T	292.88	Room 509-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
External Hard disc- 1000 GB WD 2.5"	WXG1A70Y7834T	292.88	Room 509-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
External Hard disc- 1000 GB WD 2.5"	WXL1A60H7873T	292.88	Room 108-Ground Floor-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
Docking station for HP Elitebook 6390	CNU043W3N0	110.84	Room 205-Floor 1 (Head of Office) -Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098
Docking station for HP Elitebook 6390	CNU043W3PB	110.84	Room 508-Floor 4-Gaza	1) Operating Unit :PAL 2) Fund Code : 40500 3) Department: 70001 4) Project: 00071646 5) Implementing Agent: 001981 6) Donor: 00141	PAL10- 0000007098

Total Fixed Assets: USD 12,441

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Jamal D. Mulla



4. CERTIFICATION FOR STATEMENT OF CASH POSITION

To Mr. Helge Ostveiten
Director
Office of Audit and Investigations
United Nations Development Programme

The Statement of Cash Position for the Project Atlas Output ID: 71646 "UXO's Clearance & Improvement SWM", for the period from 1 January to 31 December 2013" is not applicable due to not establishing a separate bank account for the project's purposes. Accordingly, the statement of cash position of the project as at 31 December 2013 is not prepared by the project management and no expression of opinion on the statement of cash position is stated.

Jamal Milhem, CPA

Certified Accountant License # (100/98)


Executive Director



Talal Abu- Ghazaleh & Co.

Ramallah - Palestine, 9 June 2014



MEMBER OF THE

FORUM OF FIRMS

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Ramallah Office: Tel.: (+970) 229 88 220/ 1 , Fax: (+970) 229 88 219
Green Tower Bld., Al-Shaheed Nazeq Qurah Street P.O. Box: 1110 Ramallah, The West Bank

مكتب رام الله: هاتف: ٢٢٩ ٨٨ ٢٢٠ / ١ ، فاكس: ٢٢٩ ٨٨ ٢١٩ (+٩٧٠)
بناية البرج الاخضر، شارع الشهيد نزيه قوره، ص ب: ١١١٠ رام الله، الضفة الغربية

Financial audit of the Output ID: 71646 titled "UXO's Clearance & Improvement SWM" for the year ended 2013

Funded by: Japan Government, Islamic Development Bank, United Nations Office for Coordination of Humanitarian Affairs

Implemented by: UNDP Programme of Assistance to the Palestinian People

5. PART III – MANAGEMENT LETTER

We have not identified reportable condition during our auditing "UXO's Clearance & Improvement SWM" implemented by United Nations Development Programme, Programme of Assistance to the Palestinian People for the Year Ended 31 December 2013.