

UNITED NATIONS DEVELOPMENT PROGRAMME
Office of Audit and Investigations



*Empowered lives.
Resilient nations.*

AUDIT

OF

UNDP SOMALIA

SUPPORT TO THE FEDERAL STATES
(Directly Implemented Project No. 85367, Output Nos. 96586 and 101049)

Report No. 1823

Issue Date: 9 August 2017

**Report on the Audit of UNDP Somalia
Support to the Federal States (Project No.85367, Output Nos. 96586 and 101049)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through Deloitte (the audit firm), from 10 May to 2 June 2017, conducted an audit of Support to the Federal States, Project No.85367, Output Nos. 96586 and 101049 (the Project), which is directly implemented and managed by the UNDP Country Office in Somalia (the Office). The last audit of the Project was conducted by OAI in 2016 and covered project expenditure from 1 January to 31 December 2015.

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 2016 and the accompanying Funds Utilization statement¹ as of 31 December 2016 as well as Statement of Assets as of 31 December 2016. The audit did not include activities and expenses incurred or undertaken at the "responsible party" level, or expenses processed and approved in locations outside of the country (such as UNDP Regional Centres and UNDP Headquarters). The audit did not cover the Statement of Assets for Output No. 101049, as no assets were purchased by the Output. In addition, the audit did not cover the Statement of Cash Position as no separate bank account was established and maintained for the Project.

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

Audit results

Based on the audit reports and corresponding management letters submitted by the audit firm, the results are summarized in the table below:

Output ID	Project Expenditure*		Project Assets	
	Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion
96586	2,828	Unqualified	13	Unqualified
101049	2,548	Unqualified	-	-

*Expenditures recorded in the Combined Delivery Report for Output No. 96586 were \$3,006,859. Excluded from the audit scope were transactions that relate to expenditures processed and approved by other UNDP offices outside of the country (\$168,365). Also excluded were expenditures incurred at the "responsible party" level (\$10,000).

*Expenditures recorded in the Combined Delivery Report for Output No. 101049 were \$2,666,074. Excluded from the audit scope were transactions that relate to expenditures processed and approved by other UNDP offices outside of the country (\$117,841).

The audit did not result in any recommendations.

The previous audit (Report No. 1674, issued on 9 September 2016) did not result in any recommendations.

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.



Management comments and/or additional information provided have been incorporated into the report, where appropriate.

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

Helge S. Osttveiten
Director
Office of Audit and Investigations



**REPORT ON THE FINANCIAL AUDIT OF THE
UNITED NATIONS DEVELOPMENT
PROGRAMME SOMALIA**

DIRECTLY IMPLEMENTED PROJECT

**SUPPORT TO THE FEDERAL STATES,
PROJECT NUMBER 85367
OUTPUT NUMBERS 96586 AND 101049**

**FOR THE PERIOD 1 JANUARY 2016
TO 31 DECEMBER 2016**

ISSUED JULY 2017

REPORT ON THE FINANCIAL AUDIT OF THE UNITED NATIONS DEVELOPMENT PROGRAMME SOMALIA DIRECTLY IMPLEMENTED PROJECT, SUPPORT TO THE FEDERAL STATES, PROJECT NUMBER 85367 OUTPUT NUMBERS 96586 AND 101049 FOR THE PERIOD 1 JANUARY 2016 TO 31 DECEMBER 2016

LIST OF ABBREVIATIONS

CDR	Combined Delivery Report
FGS	Federal Government States
IESBA	International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants
ISA	International Standards on Auditing
ISWA	Interim South West Administration
OAI	Office of Audit and Investigations
StEFS	Support to Emerging Federal States
UN	United Nations
UNDP	United Nations Development Programme
UNSOM	United Nations in Somalia
US\$	United States Dollar

REPORT ON THE FINANCIAL AUDIT OF THE UNITED NATIONS DEVELOPMENT PROGRAMME SOMALIA DIRECTLY IMPLEMENTED PROJECT, SUPPORT TO THE FEDERAL STATES, PROJECT NUMBER 85367 OUTPUT NUMBER 96586 AND 101049 FOR THE PERIOD 1 JANUARY 2016 TO 31 DECEMBER 2016

TABLE OF CONTENTS

	Page
PART 1: EXECUTIVE SUMMARY	3
PART 2: FINANCIAL AUDIT REPORTS.....	4
2.1(A) Report of independent auditors to UNDP on the Combined Delivery Report and Fund Utilization Statement of Project 85367, Output 96586	4
2.1(B) Report of independent auditors to UNDP on the Combined Delivery Report and Fund Utilization Statement of Project 85367, Output 101049	6
2.2 Report of independent auditors to UNDP on the Statement of Fixed Assets of Project 85367, Output 96586.....	8
PART 3: MANAGEMENT LETTER.....	10
3.1 The audit engagement	10
3.2 Notes to the project financial statements.....	13
 APPENDICES:	
APPENDIX I: Combined Delivery Report and Fund Utilization Statement	15
APPENDIX II: Statement of Fixed Assets	31

PART 1: EXECUTIVE SUMMARY

Deloitte Haskins & Sells LLP (DHS) through Deloitte East Africa, Certified Public Accountants (Kenya) conducted a financial audit of Support to the Federal States (Project number 85367, Output numbers 96586 and 101049) ('the project'), directly implemented by UNDP Country Office in Somalia, operating from Nairobi, Kenya ('the office') for the year ended 31 December 2016. The audit was undertaken on behalf of UNDP, Office of Audit and Investigations (OAI).

We have issued audit opinions as summarised in the table below and as detailed in the next section:

Output no. 96586

Statement of Expenditure	Unmodified
Statement of Assets and Equipment	Unmodified
Statement of Cash Position	Not applicable

Output no. 101049

Statement of Expenditure	Unmodified
Statement of Assets and Equipment	Not applicable
Statement of Cash Position	Not applicable

We did not raise any findings as a result of our audit.
The project was not audited in the prior year.

Yours faithfully,


Certified Public Accountants (Kenya)

Nairobi, Kenya

04 August 2017

Director
Office of Audit and Investigations
United Nations Development Programme (UNDP)

Dear Sir,

PART 2: FINANCIAL AUDIT REPORTS

2.1(A) Report of independent auditors to UNDP on the Combined Delivery Report and Fund Utilization Statement of Project 85367 and Output 96586

We have audited the accompanying Combined Delivery Report (CDR) and Funds Utilization statement ("the statement") of the UNDP project 85367 and Output no. 96586, "Support to Federal States (StEFS), State Formation/StEFS" for the period 1 January 2016 to 31 December 2016.

The CDR expenditure for output 96586 totalling US\$ 3,006,859 is comprised of expenditure directly incurred by the UNDP Country Office in Somalia for an amount of US\$ 2,828,494 and.. expenditure incurred by entities other than the Country Office for an amount of US\$178,365. Our audit only covered the expenditure directly incurred by the UNDP Country Office in Somalia for output no. 96586 of US\$ 2,828,494.

Opinion

In our opinion, the attached CDR and Funds Utilization statement present fairly, in all material respects, the expenses of US\$ 2,828,494 directly incurred by the UNDP Country Office in Somalia for output 96586 and charged to the project for the period 1 January 2016 to 31 December 2016 in accordance with UNDP accounting policies as per note 3.2.1 of the financial statements, and 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those provisions and standards are further described in the auditor's responsibilities for the audit of the CDR and Funds Utilisation section of our report. We are independent of UNDP in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with this code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management responsibilities

Management is responsible for the preparation of the CDR and the Funds Utilization statement of the project, and for such internal control as management determines is necessary to enable the preparation of a CDR and Funds Utilisation statement that are free from material misstatement, whether due to fraud or error.

2.1(A) Report of independent auditors to UNDP on the Combined Delivery Report and Fund Utilization Statement of Project 85367 and Output 96586 (Continued)

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the CDR and the Funds Utilisation statement are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these documents.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the CDR and Funds Utilisation statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 organization's internal control.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Deloitte & Touche

Certified Public Accountants (Kenya)

Nairobi, Kenya

4 August 2017

Director
Office of Audit and Investigations
United Nations Development Programme (UNDP)

Dear Sir,

2.1(B) Report of independent auditors to UNDP on the Combined Delivery Report and Fund Utilization Statement of Project 85367 and Output 101049

We have audited the accompanying Combined Delivery Report (CDR) and Funds Utilization statement ("the statement") of the UNDP project 85367 and Output no. 101049, "Support to Federal States (StEFS), Support-Emerging Fed States" for the period 1 January 2016 to 31 December 2016.

The CDR expenditure for output no. 101049 totalling US\$ 2,666,074 is comprised of expenditure directly incurred by the UNDP Country Office in Somalia for an amount of US\$ 2,548,233 for output 101049 and expenditure incurred by entities other than the Country Office for an amount of US\$ 117,841. Our audit only covered the expenditure directly incurred by the UNDP Country Office in Somalia for output 101049 of US\$ 2,548,233.

Opinion

In our opinion, the attached CDR and Funds Utilization statement present fairly, in all material respects, the expenses of US\$ 2,548,233 directly incurred by the UNDP Country Office in Somalia for output 101049 and charged to the project for the period 1 January 2016 to 31 December 2016 in accordance with UNDP accounting policies as per note 3.2.1 of the financial statements, and 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.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those provisions and standards are further described in the auditor's responsibilities for the audit of the CDR and Funds Utilisation section of our report. We are independent of UNDP in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with this code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management responsibilities

Management is responsible for the preparation of the CDR and the Funds Utilization statement of the project, and for such internal control as management determines is necessary to enable the preparation of a CDR and Funds Utilisation statement that are free from material misstatement, whether due to fraud or error.

2.1(B) Report of independent auditors to UNDP on the Combined Delivery Report and Fund Utilization Statement of the project (Continued)

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the CDR and the Funds Utilisation statement are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these documents.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the CDR and Funds Utilisation statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 organization's internal control.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


Certified Public Accountants (Kenya)

Nairobi, Kenya

04 August 2017

Director
Office of Audit and Investigations
United Nations Development Programme (UNDP)

Dear Sir,

2.2 Report of independent auditors to UNDP on the Statement of Fixed Assets of Project 85367, Output 96586

We have audited the accompanying statement of fixed assets of the UNDP project number 85367 and output number 96586, "Support to the Federal States, State Formation/StEFS", implemented by UNDP Country Office in Somalia as at 31 December 2016.

Opinion

In our opinion, the accompanying statement of fixed assets presents fairly, in all material respects, the assets status of the UNDP project 85367 and output 96586 amounting to US\$ 12,711.23 as at 31 December 2016 in accordance with UNDP accounting policies set out in the note 3.2 to the project financial statements.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those provisions and standards are further described in the auditor's responsibilities for the audit of the statement of fixed assets. We are independent of UNDP in accordance with the International Ethics Standards Board of Accountants' Code of Ethics for Professional Accountants (IESBA Code), and we have fulfilled our other ethical responsibilities in accordance with this code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management responsibilities

Management is responsible for the preparation of the statement of fixed assets of the project, and for such internal control as management determines is necessary to enable the preparation of a statement of fixed assets that is free from material misstatement, whether due to fraud or error.

Auditor's responsibilities for the audit

Our objectives are to obtain reasonable assurance about whether the statement of fixed assets is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these documents.

2.2 Report of independent auditors to UNDP on the Statement of Fixed Assets of Project 85367, Output 96586 (Continued)

Auditor's responsibilities for the audit (Continued)

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement of fixed assets, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control
- Obtain an understanding of internal control relevant to the audit 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 organization's internal control.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.


Certified Public Accountants (Kenya)

Nairobi, Kenya

28 August 2017

REPORT ON THE FINANCIAL AUDIT OF THE UNITED NATIONS DEVELOPMENT PROGRAMME SOMALIA DIRECTLY IMPLEMENTED PROJECT, SUPPORT TO THE FEDERAL STATES, PROJECT NUMBER 85367 OUTPUT NUMBER 96586 AND 101049 FOR THE PERIOD 1 JANUARY 2016 TO 31 DECEMBER 2016

PART 3: MANAGEMENT LETTER

3.1 The audit engagement

3.1.1 Background of the project

The Support to Emerging Federal States (StEFS) project was developed to support the Somalia Government in addressing the primary needs at the emerging federal state level but also supporting those federal government structures that critically facilitate new state formation. StEFS has been designed in consultations with the Federal Government States (FGS) and representatives from new states in south and Central Somalia and is designed around five outputs.

StEFS ensures that United Nations in Somalia (UNSOM) and United Nations Development Programme (UNDP) support working in close coordination with other development actors responds to the needs of Somali government structures, particularly capacity building around core public sector capacities. The project is designed in response to the current political dynamic in which three Interim State Administrations comprising of the Interim Juba Administration, Interim South West Administration (ISWA) and Interim Galmudug State Administration have been established with FGS and international stakeholder support while the state formation process is underway for an emerging state comprising the two regions of Hiraaan and Middle Shabelle. StEFS builds on the positive gains, experience, expertise and added value of UNSOM and UNDP in advancing these processes while further delivering key capacity support needed for these new governance structures to function effectively within a nascent federal system.

The project prescribes a coherent approach to address the needs of Emerging Federal States in addition to those federal level institutions that enable and facilitate the formation and development of these new state structures. It ensures that UNSOM and UNDP support those working in close coordination with other development actors, responds to the needs of Somali government structures, particularly those Core public Sector capacities referenced in the compact, but also tangentially aligned with cross cutting issues of bridging tangible results to people (by helping establish governance structures that will in all likelihood deliver increased services in their geographic zones), gender, human rights (StEFS will proactively promote the participation of women through the project and embed human rights principles in training on conflict mitigation and management) and External Relations (support to emerging federal states will also improve their capacity to engage with the federal government and with the international community).

The project is designed to achieve the following five outputs:

- Output 1: The political dialogue and consultations around federalism and state formation have been supported;
- Output 2: The capacity of the FGS, particularly those institutions engaged in the federalism process is strengthened;
- Output 3: Foundational support to Interim State Administrations to ensure an appropriate physical working environment is provided;
- Output 4: The capacity of Interim State Administration with a dedicated focus on core public sector capacities is enhanced; and
- Output 5: Civic participation and engagement with Interim State Administrations is strengthened.

REPORT ON THE FINANCIAL AUDIT OF THE UNITED NATIONS DEVELOPMENT PROGRAMME SOMALIA DIRECTLY IMPLEMENTED PROJECT, SUPPORT TO THE FEDERAL STATES, PROJECT NUMBER 85367 OUTPUT NUMBER 96586 AND 101049 FOR THE PERIOD 1 JANUARY 2016 TO 31 DECEMBER 2016

PART 3: MANAGEMENT LETTER (Continued)

3.1.2 Audit Objective

The objective of the financial audit is to express an opinion on the project's financial statements. The specific objectives were to:

- Express an opinion on whether the financial expenses incurred by the project over a specified period and the funds utilization as at 31 December 2016 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;
- Express an opinion on whether the statement of fixed assets presents fairly the balance of assets of the UNDP project as at 31 December 2016; and
- Express 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 2016.
- As may be applicable, provide the progress made in implementing the recommendations raised in previous year audit report.

Project financial statements of the UNDP project include: the statement of expenses with related annexes as well as, where applicable, the statement of assets and the statement of cash position. The financial audit was conducted in accordance with the International Standards of Auditing (ISA) 700 series.

3.1.3 Audit scope

The audit covered all activities of project number 85367 – Support to Federal States, output number 96586 and 101049 during the period from 1 January 2016 to 31 December 2016 as well as a review of project reports and records located at the UNDP country office in Somalia, operating from Nairobi, Kenya where the audit fieldwork took place. No field visits to field offices of the project at UNDP sub offices in Hargeisa (Somaliland), Mogadishu (South Central Somalia), Garowe (Puntland) in Somalia and other field locations were carried out.

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.

REPORT ON THE FINANCIAL AUDIT OF THE UNITED NATIONS DEVELOPMENT PROGRAMME SOMALIA DIRECTLY IMPLEMENTED PROJECT, SUPPORT TO THE FEDERAL STATES, PROJECT NUMBER 85367 OUTPUT NUMBER 96586 AND 101049 FOR THE PERIOD 1 JANUARY 2016 TO 31 DECEMBER 2016

PART 3: MANAGEMENT LETTER (Continued)

3.1.3 Audit scope (Continued)

As such the summary of expenditure has been shown below:

	Output No. 96586 (US\$)	Output No. 101049 (US\$)	Total (US\$)
UNDP Somalia expenditure audited	2,828,494	2,548,233	5,376,727
*UNDP Somalia expenditure not audited	168,365	117,841	286,206
**Government expenditure	10,000	-	10,000
Total amount	3,006,859	2,666,074	5,672,933
***Output 93034 expenditure			(17,936)
Total expenditure as per CDR			<u>5,654,997</u>

* This amount relates to salaries processed and approved in locations outside Somalia. These supporting documentation are not maintained at the level of the UNDP country office hence they were not within the scope of the audit as per the audit terms of reference.

** The amount relates to government expenditure that was not within the scope of the audit as per the audit terms of reference.

***The total expenditure for project 85367 reported in the Combined Delivery Report is for three projects namely 93034, 96586 and 101049. Output 93034 is not within the scope of the audit for the period of the audit as per the audit terms of reference and has hence been scoped out.

3.1.4 Audit methodology

Our audit was carried out in accordance with International Standards on Auditing in so far as they are applicable to an engagement of this type and included such tests as we considered necessary to meet the audit objectives.

REPORT ON THE FINANCIAL AUDIT OF THE UNITED NATIONS DEVELOPMENT PROGRAMME SOMALIA DIRECTLY IMPLEMENTED PROJECT, SUPPORT TO THE FEDERAL STATES, PROJECT NUMBER 85367 OUTPUT NUMBER 96586 AND 101049 FOR THE PERIOD 1 JANUARY 2016 TO 31 DECEMBER 2016

PART 3: MANAGEMENT LETTER (Continued)

3.2 Notes to the project financial statements

3.2.1 Basis of accounting

The financial statements are prepared in accordance with generally acceptable accounting principles (GAAP) and UNDP financial rules and regulations.

3.2.2 Expenditure

Expenses as included in the Combined Delivery Report are recognized when the goods or services have been received by UNDP.

3.2.3 Currency

Items included in the project's financial statements are measured using United States Dollar (US\$) which is both the functional and presentation currency.

3.2.4 Fixed assets

Fixed assets represent tangible assets purchased at a cost of US\$ 1,500 and above and match UNDP's use and control principle, capitalisation is done and depreciation charged as an expense within the reporting period.

The assets are for output 96586. Output 101049 did not have any assets. The total value of assets of US\$ 12,845 as shown in the Statement of Fixed Assets is the cost of purchase of the assets. The fixed assets amount of US\$ 12,711.23 in the CDR is the Net Book Value of these assets. The difference of US\$ 133.77 is the accumulated depreciation charge on these assets.

3.2.5 Summary of expenses

A summary of audited expenses has been shown below:

	Output No. 96586 (US\$)	Output No. 101049 (US\$)	Total (US\$)
UNDP Somalia expenditure audited	2,828,494	2,548,233	5,376,727
*UNDP Somalia expenditure not audited	168,365	117,841	286,206
**Government expenditure	10,000	-	10,000
Total amount	3,006,859	2,666,074	5,672,933
	-----	-----	-----
***Output 93034 expenditure			(17,936)

Total expenditure as per CDR			5,654,997
			=====

*This amount relates to salaries processed and approved in locations outside Somalia. These supporting documentation are not maintained at the level of the UNDP country office hence they were not within the scope of the audit as per the audit terms of reference

** The amount relates to government expenditure that was not within the scope of the audit as per the audit terms of reference.

***The total expenditure for project 85367 reported in the Combined Delivery Report is for three projects namely 93034, 96586 and 101049. Output 93034 is not within the scope of the audit for the period 1 January 2016 to 31 December 2016 of the audit as per the audit terms of reference.

REPORT ON THE FINANCIAL AUDIT OF THE UNITED NATIONS DEVELOPMENT PROGRAMME SOMALIA DIRECTLY IMPLEMENTED PROJECT, SUPPORT TO THE FEDERAL STATES, PROJECT NUMBER 85367 OUTPUT NUMBER 96586 AND 101049 FOR THE PERIOD 1 JANUARY 2016 TO 31 DECEMBER 2016

PART 3: MANAGEMENT LETTER (Continued)

3.2 Notes to the project financial statements (Continued)

3.2.6 Commitments

This represents legal and financial obligations arising from contracts, agreements, or other forms of undertaking by UNDP Somalia Country office.

Outstanding commitments as at period end amounted to US\$ 307,498.51 as detailed below:-

Project Output	Amount (US\$)
Output 96586	31,757.22
Output 101049	275,741.29
Total commitments	307,498.51

3.2.7 Outstanding Advances

This represents amounts advanced to the implementing partners but not expensed as at the reporting date. Outstanding advances as at period end amounted to US\$ 173,940 as detailed below:-

Project Output	Amount (US\$)
Output 96586	173,940
Output 101049	-
Total outstanding advances	173,940

**APPENDIX 1 COMBINED DELIVERY REPORT AND FUND UTILISATION STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2016**



Selection Criteria :

Business Unit : SOM10
Period : Jan-Dec (2016)
Selected Project Id : 00085367
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : ALL

Project Id : 00085367	Support to the Federal State F	Period :	Jan-Dec (2016)
Output # : 00093034	Support to the Federal State F	Impl. Partner :	99999 UNDP
		Location :	Somalia
		Govt Exp	UNDP Exp
		UN Agencies Exp	Total Exp

Activity : ACTIVITY1 (Reconciliation supported)

Fund : 04000 (Core Programme, UNU Centre)

71610 - Travel Tickets-Local	0.00	0.00	0.00	0.00
74510 - Bank Charges	0.00	0.00	0.00	0.00
Total for Fund 04000	0.00	0.00	0.00	0.00

Fund : 30000 (PROGRAMME COST SHARING)

71610 - Travel Tickets-Local	0.00	-12,248.82	0.00	-12,248.82
75105 - Facilities & Admin - Implement	0.00	-857.42	0.00	-857.42
Total for Fund 30000	0.00	-13,106.34	0.00	-13,106.34

Total for Activity ACTIVITY1 0.00 -13,106.34 0.00 -13,106.34

Activity : ACTIVITY2 (Establish interim state admins)

Fund : 30000 (PROGRAMME COST SHARING)

72505 - Stationery & other Office Supp	0.00	0.00	0.00	0.00
74510 - Bank Charges	0.00	0.00	0.00	0.00
Total for Fund 30000	0.00	0.00	0.00	0.00

Total for Activity ACTIVITY2 0.00 0.00 0.00 0.00

Activity : ACTIVITY3 (Establishment and setup of BFC)

Fund : 04000 (Core Programme, UNU Centre)

71625 - Daily Subsid Allow-Mtg Partic	0.00	0.00	0.00	0.00
Total for Fund 04000	0.00	0.00	0.00	0.00

Total for Activity ACTIVITY3 0.00 0.00 0.00 0.00

Activity : ACTIVITY4 (Support MoIFA/interim states)

Fund : 04000 (Core Programme, UNU Centre)



Project Id : 00083367 Support to the Federal State F	Period : Jan-Dec (2016)
Output # : 00093034 Support to the Federal State F	Impl. Partner : 99999 UNDP Location : Somalia

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
71615 - Daily Subsistence Allow-Intl	0.00	0.00	0.00	0.00
74510 - Bank Charges	0.00	0.00	0.00	0.00
Total for Fund 04000	0.00	0.00	0.00	0.00
Total for Activity ACTIVITY4	0.00	0.00	0.00	0.00
Activity : ACTIVITY6 (Project management)				
Fund : 04000 (Core Programme, UNU Centre)				
71620 - Daily Subsistence Allow-Local	0.00	0.00	0.00	0.00
74510 - Bank Charges	0.00	0.00	0.00	0.00
Total for Fund 04000	0.00	0.00	0.00	0.00
Fund : 30000 (PROGRAMME COST SHARING)				
61305 - Salaries - IP Staff	0.00	-4,471.98	0.00	-4,471.98
75105 - Facilities & Admin - Implement	0.00	-357.76	0.00	-357.76
Total for Fund 30000	0.00	-4,829.74	0.00	-4,829.74
Total for Activity ACTIVITY6	0.00	-4,829.74	0.00	-4,829.74
Total for Output : 00093034	0.00	-17,936.08	0.00	-17,936.08

Output # : 00096586 State Formation/STEPS	Impl. Partner : 99999 UNDP Location : Somalia
---	--

Activity : ()				
Fund : 04000 (Core Programme, UNU Centre)				
77630 - Dep Exp Owned - ITC	0.00	133.77	0.00	133.77
Total for Fund 04000	0.00	133.77	0.00	133.77
Fund : 30000 (PROGRAMME COST SHARING)				
71360 - Local Consult-Security	0.00	0.00	0.00	0.00
72405 - Acquisition of Communic Equip	0.00	16,096.00	0.00	16,096.00
75105 - Facilities & Admin - Implement	0.00	1,126.72	0.00	1,126.72
77630 - Dep Exp Owned - ITC	0.00	0.00	0.00	0.00
Total for Fund 30000	0.00	17,222.72	0.00	17,222.72



Project Id : 00085367 Support to the Federal State f	Period : Jan-Dec (2016)
Output # : 00096586 State Formation/STEPS	Impl. Partner : 99999 UNDP Location : Somalia

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
Total for Activity	0.00	17,356.49	0.00	17,356.49
Activity : ACTIVITY1 (Reconciliation supported)				
Fund : 30000 (PROGRAMME COST SHARING)				
71610 - Travel Tickets-Local	0.00	107,148.92	0.00	107,148.92
72315 - Food & Textile Products	0.00	38,370.00	0.00	38,370.00
72505 - Stationery & other Office Supp	0.00	450.00	0.00	450.00
72515 - Print Media	0.00	88,668.10	0.00	88,668.10
74510 - Bank Charges	0.00	5,277.42	0.00	5,277.42
74525 - Sundry	0.00	-28,353.93	0.00	-28,353.93
74550 - PDR AOS Fees UNOPS	0.00	0.00	3.61	3.61
74710 - Land Transport	0.00	50,451.93	0.00	50,451.93
74725 - Other L.T.S.H.	0.00	18,480.00	0.00	18,480.00
75105 - Facilities & Admin - Implement	0.00	21,619.80	0.00	21,619.80
Total for Fund 30000	0.00	302,112.24	3.61	302,115.85
Total for Activity ACTIVITY1	0.00	302,112.24	3.61	302,115.85
Activity : ACTIVITY2 (Formation of BFC)				
Fund : 30000 (PROGRAMME COST SHARING)				
71305 - Local Consult-Short Term-Tech	0.00	13,440.00	0.00	13,440.00
71310 - Local Consult-Short Term-Supp	0.00	4,350.00	0.00	4,350.00
71360 - Local Consult-Security	0.00	343.76	0.00	343.76
71405 - Service Contracts-Individuals	0.00	36,000.00	0.00	36,000.00
71505 - UN Volunteers-Stipend & Allow	0.00	5,220.00	0.00	5,220.00
71605 - Travel Tickets-International	0.00	3,300.00	0.00	3,300.00
71615 - Daily Subsistence Allow-Intl	0.00	-206.64	0.00	-206.64
71620 - Daily Subsistence Allow-Local	0.00	76,584.00	0.00	76,584.00
71625 - Daily Subsist Allow-Mtg Partic	0.00	1,036.00	0.00	1,036.00
72135 - Svc Co-Communications Service	0.00	1,400.00	0.00	1,400.00
72315 - Food & Textile Products	0.00	0.00	0.00	0.00
72440 - Connectivity Charges	0.00	43,805.00	0.00	43,805.00
72505 - Stationery & other Office Supp	0.00	117.98	0.00	117.98
72515 - Print Media	0.00	4,941.40	0.00	4,941.40
73110 - Custodial & Cleaning Services	0.00	6,601.10	0.00	6,601.10
73115 - Moving Expenses	0.00	36,000.00	0.00	36,000.00
74210 - Printing and Publications	0.00	1,182.50	0.00	1,182.50
74510 - Bank Charges	0.00	1,865.00	0.00	1,865.00
74710 - Land Transport	0.00	4,250.00	0.00	4,250.00
75105 - Facilities & Admin - Implement	0.00	17,923.09	0.00	17,923.09
75705 - Learning costs	0.00	12,779.22	0.00	12,779.22
75709 - Learning - training of counter	0.00	2,935.00	0.00	2,935.00
76125 - Realized Loss	0.00	0.39	0.00	0.39
Total for Fund 30000	0.00	273,967.80	0.00	273,967.80



Project Id : 00095367 Support to the Federal State f	Period : Jan-Dec (2016)
Output # : 00095386 State Formation/STEPS	Impl. Partner : 99999 UNDP
	Location : Somalia

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
71305 - Local Consult.-Sht Term-Tech	0.00	34,534.00	0.00	34,534.00
71310 - Local Consult.-Short Term-Supp	0.00	25,050.00	0.00	25,050.00
71605 - Travel Tickets-International	0.00	15,854.00	0.00	15,854.00
71610 - Travel Tickets-Local	0.00	45,888.70	0.00	45,888.70
71615 - Daily Subsistence Allow-Intl	0.00	3,334.00	0.00	3,334.00
71620 - Daily Subsistence Allow-Local	0.00	482.00	0.00	482.00
71625 - Daily Subsist Allow-Mtg Partic	0.00	1,900.00	0.00	1,900.00
72105 - Svc Co-Construction & Engineer	0.00	54,882.79	0.00	54,882.79
72220 - Furniture	0.00	21,804.00	0.00	21,804.00
72315 - Food & Textile Products	0.00	129,880.00	0.00	129,880.00
72389 - Other Materials and Goods	0.00	2,090.00	0.00	2,090.00
72405 - Acquisition of Communic Equip	0.00	6,891.80	0.00	6,891.80
72515 - Print Media	0.00	13,467.55	0.00	13,467.55
72805 - Acquis of Computer Hardware	0.00	5,910.40	0.00	5,910.40
73125 - Common Services-Premises	0.00	62,031.76	0.00	62,031.76
74510 - Bank Charges	0.00	6,848.51	0.00	6,848.51
74515 - Claims and Adjustments	0.00	2,515.00	0.00	2,515.00
74588 - Direct Project Costs - GOE	0.00	69,121.11	0.00	69,121.11
74710 - Land Transport	0.00	46,457.73	0.00	46,457.73
75105 - Facilities & Admin - Implement	0.00	54,483.14	0.00	54,483.14
75709 - Learning - training of counter	0.00	1,670.00	0.00	1,670.00
Total for Fund 30000	0.00	832,507.89	0.00	832,507.89
Total for Activity ACTIVITY5	0.00	832,507.89	0.00	832,507.89

Activity : ACTIVITY6 (Project mgt/implement support)

Fund : 30000 (PROGRAMME COST SHARING)

61305 - Salaries - IP Staff	0.00	57,525.83	0.00	57,525.83
61310 - Post Adjustment - IP Staff	0.00	22,320.36	0.00	22,320.36
62305 - Dependency Allowances-IP Staff	0.00	3,417.19	0.00	3,417.19
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	16,581.48	0.00	16,581.48
62315 - Contrib. to medical, social in	0.00	186.05	0.00	186.05
62320 - Mobility, Hardship, Non-remova	0.00	18,561.83	0.00	18,561.83
62335 - Hazard Duty Station Allow-IP	0.00	1,282.47	0.00	1,282.47
62340 - Annual Leave Expense - IP	0.00	-2,935.78	0.00	-2,935.78
63330 - Ed Grl Incl Trvl&Allow-IP Stf	0.00	8,423.59	0.00	8,423.59
63335 - Home Leave Trvl & Allow-IP Stf	0.00	3,391.88	0.00	3,391.88
63365 - Special Oper Living Allow-IP	0.00	12,108.00	0.00	12,108.00
63530 - Contribution to EOS Benefits	0.00	2,826.52	0.00	2,826.52
63535 - Contribution to Security	0.00	4,710.88	0.00	4,710.88
63540 - Contribution to Training	0.00	904.50	0.00	904.50
63545 - Contribution to ICT	0.00	1,130.59	0.00	1,130.59
63550 - Contributions to MAIP	0.00	188.44	0.00	188.44
63555 - Contribution to UN JFA	0.00	2,449.88	0.00	2,449.88
63560 - Contributions to Appendix D	0.00	188.44	0.00	188.44
65115 - Contributions to ASHI Reserve	0.00	6,029.92	0.00	6,029.92
65135 - Payroll Mgt Cost Recovery ATLA	0.00	450.88	0.00	450.88
71405 - Service Contracts-Individuals	0.00	37,236.81	0.00	37,236.81
71410 - MAIP Premium SC	0.00	74.52	0.00	74.52



Project Id : 00065367 Support to the Federal State f		Period : Jan-Dec (2016)		
Output # : 00096586 State Formation/STEPS		Impl. Partner : 99999 UNDP		
		Location : Somalia		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
71415 - Contribution to Security SC	0.00	1,769.36	0.00	1,769.36
71505 - UN Volunteers-Stipend & Allow	0.00	35,040.41	0.00	35,040.41
71510 - UNV Settling-in-Grant	0.00	7,560.68	0.00	7,560.68
71520 - UNV-Language Allowance	0.00	533.07	0.00	533.07
71525 - UNV-Hazard Pay	0.00	14,704.47	0.00	14,704.47
71530 - UNV-Rest and Recuperation	0.00	750.00	0.00	750.00
71535 - UNV-Medical Insurance	0.00	1,604.95	0.00	1,604.95
71540 - UNV-Global Charges	0.00	1,697.44	0.00	1,697.44
71541 - UNVs-Contribution to security	0.00	2,104.15	0.00	2,104.15
71545 - UNV-Home Leave Travel & Allowa	0.00	85.28	0.00	85.28
71550 - UNV-Resettlement Allowance	0.00	2,900.01	0.00	2,900.01
71560 - UNV-Intl Appoint/Sep incl Trvl	0.00	1,900.00	0.00	1,900.00
71560 - UNV Development Effectiveness	0.00	6,183.53	0.00	6,183.53
71605 - Travel Tickets-International	0.00	6,122.00	0.00	6,122.00
71610 - Travel Tickets-Local	0.00	7,517.00	0.00	7,517.00
71615 - Daily Subsistence Allow-Intl	0.00	8,349.16	0.00	8,349.16
71620 - Daily Subsistence Allow-Local	0.00	14,046.94	0.00	14,046.94
72105 - Svc Co-Construction & Engineer	0.00	0.00	0.00	0.00
72125 - Svc Co-Studies & Research Serv	0.00	310.00	0.00	310.00
72315 - Food & Textile Products	0.00	475.00	0.00	475.00
72330 - Medical Products	0.00	494.00	0.00	494.00
72425 - Mobile Telephone Charges	0.00	1,127.16	0.00	1,127.16
72440 - Connectivity Charges	0.00	1,292.08	0.00	1,292.08
72505 - Stationery & other Office Supp	0.00	325.00	0.00	325.00
72515 - Print Media	0.00	223.00	0.00	223.00
72805 - Acquis of Computer Hardware	0.00	13,014.00	0.00	13,014.00
73105 - Rent	0.00	18,450.00	0.00	18,450.00
73125 - Common Services-Premises	0.00	54,900.00	0.00	54,900.00
73505 - Reimb to UNDP for Supp Svcs	0.00	134.00	0.00	134.00
74510 - Bank Charges	0.00	257.62	0.00	257.62
74725 - Other L.T.S.H.	0.00	2,020.00	0.00	2,020.00
75105 - Facilities & Admin - Implement	0.00	33,436.66	0.00	33,436.66
75705 - Learning costs	0.00	2,050.00	0.00	2,050.00
75707 - Learning - subsistence allowan	0.00	1,200.00	0.00	1,200.00
77305 - Salaries - IP Staff-TA	0.00	36,295.73	0.00	36,295.73
77310 - Post Adjustment - IP Staff-TA	0.00	12,704.52	0.00	12,704.52
77315 - Contrib-Med,SocIns-IP Staff-TA	0.00	130.75	0.00	130.75
77320 - Assg hardship & mob allow-TA	0.00	4,683.83	0.00	4,683.83
77357 - Repat. Grt/Comm Ann Lv-IP-TA	0.00	446.24	0.00	446.24
77365 - Spec Oper Living Allow-IP-TA	0.00	1,095.55	0.00	1,095.55
77375 - Contrib-Jt Staff Pens Fd-IP-TA	0.00	12,199.24	0.00	12,199.24
77385 - Contribution to Security	0.00	2,422.68	0.00	2,422.68
77388 - Contribution to ICT TA	0.00	734.99	0.00	734.99
77395 - MAIP Premium TA/IP	0.00	122.51	0.00	122.51
77396 - PAYROLL MGT COST RECOVERY	0.00	354.09	0.00	354.09
77397 - Appendix D TA/IP	0.00	122.51	0.00	122.51
Total for Fund 30000	0.00	511,103.07	0.00	511,103.07
Total for Activity ACTIVITY6	0.00	511,103.07	0.00	511,103.07
Activity : OUTPUT1				
(Political dialogue and consult)				



Project Id : 00085387 Support to the Federal State f	Period : Jan-Dec (2016)				
Output# : 00096586 State Formation/STFS	Impl. Partner : 99999 UNDP Location : Somalia				
	<table border="1"> <thead> <tr> <th>Govt Exp</th> <th>UNDP Exp</th> <th>UN Agencies Exp</th> <th>Total Exp</th> </tr> </thead> </table>	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp		

Fund : 30000 (PROGRAMME COST SHARING)

71610 - Travel Tickets-Local	0.00	130,265.75	0.00	130,265.75
72315 - Food & Textile Products	0.00	82,680.00	0.00	82,680.00
72505 - Stationery & other Office Supp	0.00	5,359.00	0.00	5,359.00
74510 - Bank Charges	0.00	4,208.59	0.00	4,208.59
74710 - Land Transport	0.00	40,811.27	0.00	40,811.27
75105 - Facilities & Admin - Implement	0.00	18,432.73	0.00	18,432.73
Total for Fund 30000	0.00	281,757.34	0.00	281,757.34
Total for Activity OUTPUT1	0.00	281,757.34	0.00	281,757.34

Activity : OUTPUT2 (FGS capacity strengthened)

Fund : 30000 (PROGRAMME COST SHARING)

71305 - Local Consult-Short Term-Tech	0.00	35,000.00	0.00	35,000.00
71310 - Local Consult-Short Term-Supp	0.00	1,334.00	0.00	1,334.00
71805 - Travel Tickets-International	0.00	945.00	0.00	945.00
71610 - Travel Tickets-Local	0.00	4,200.00	0.00	4,200.00
72315 - Food & Textile Products	0.00	0.00	0.00	0.00
72505 - Stationery & other Office Supp	0.00	2,775.00	0.00	2,775.00
74510 - Bank Charges	0.00	728.15	0.00	728.15
74710 - Land Transport	0.00	5,100.00	0.00	5,100.00
75105 - Facilities & Admin - Implement	0.00	3,902.36	0.00	3,902.36
Total for Fund 30000	0.00	53,984.51	0.00	53,984.51
Total for Activity OUTPUT2	0.00	53,984.51	0.00	53,984.51

Activity : OUTPUT3 (Foundational support to ISAs)

Fund : 30000 (PROGRAMME COST SHARING)

72105 - Svc Co-Construction & Engineer	0.00	25,308.71	0.00	25,308.71
74510 - Bank Charges	0.00	518.82	0.00	518.82
75105 - Facilities & Admin - Implement	0.00	1,807.93	0.00	1,807.93
Total for Fund 30000	0.00	27,635.46	0.00	27,635.46
Total for Activity OUTPUT3	0.00	27,635.46	0.00	27,635.46

Activity : OUTPUT4 (Enhanced capacity of ISAs)

Fund : 04000 (Core Programme, UNU Centre)



Project Id : 00065367 Support to the Federal State F	Period : Jan-Dec (2016)
Output # : 00096586 State Formation/STEF	Impl. Partner : 99999 UNDP
	Location : Somalia

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
72405 - Acquisition of Communic Equip	0.00	12,590.00	0.00	12,590.00
Total for Fund 04000	0.00	12,590.00	0.00	12,590.00
Fund : 30000 (PROGRAMME COST SHARING)				
71205 - Intl Consultants-Sht Term-Tech	0.00	26,600.00	0.00	26,600.00
71211 - Intl Consult Security Charge	0.00	1,662.50	0.00	1,662.50
71610 - Travel Tickets-Local	0.00	2,862.00	0.00	2,862.00
72315 - Food & Textile Products	0.00	50,380.00	0.00	50,380.00
74510 - Bank Charges	0.00	1,063.84	0.00	1,063.84
75105 - Facilities & Admin - Implement	0.00	5,779.79	0.00	5,779.79
Total for Fund 30000	0.00	88,348.13	0.00	88,348.13
Total for Activity OUTPUT4	0.00	100,938.13	0.00	100,938.13
Activity : OUTPUT5 (Civic participation)				
Fund : 30000 (PROGRAMME COST SHARING)				
71625 - Daily Subsist Allow-Mtg Partic	0.00	840.00	0.00	840.00
72315 - Food & Textile Products	0.00	54,400.00	0.00	54,400.00
74510 - Bank Charges	0.00	1,006.95	0.00	1,006.95
75105 - Facilities & Admin - Implement	0.00	3,937.29	0.00	3,937.29
Total for Fund 30000	0.00	60,184.24	0.00	60,184.24
Total for Activity OUTPUT5	0.00	60,184.24	0.00	60,184.24
Activity : OUTPUT6 (Project management costs)				
Fund : 30000 (PROGRAMME COST SHARING)				
62335 - Hazard Duty Station Allow-IP	0.00	7,348.09	0.00	7,348.09
64368 - Direct Project Cost-Staff	0.00	123,574.75	0.00	123,574.75
71205 - Intl Consultants-Sht Term-Tech	0.00	25,300.00	0.00	25,300.00
71505 - UN Volunteers-Stipend & Allow	0.00	14,681.01	0.00	14,681.01
71520 - UNV-Language Allowance	0.00	115.84	0.00	115.84
71525 - UNV-Hazard Pay	0.00	6,316.69	0.00	6,316.69
71535 - UNV-Medical Insurance	0.00	788.48	0.00	788.48
71540 - UNV-Global Charges	0.00	743.04	0.00	743.04
71541 - UNVs-Contribution to security	0.00	881.33	0.00	881.33
71545 - UNV-Home Leave Travel & Allowa	0.00	18.56	0.00	18.56
71550 - UNV-Resettlement Allowance	0.00	1,263.34	0.00	1,263.34
71560 - UNV Development Effectiveness	0.00	1,343.72	0.00	1,343.72
71610 - Travel Tickets-Local	0.00	1,040.00	0.00	1,040.00
71615 - Daily Subsistence Allow-Intl	0.00	2,922.00	0.00	2,922.00
71620 - Daily Subsistence Allow-Local	0.00	0.00	0.00	0.00
72315 - Food & Textile Products	0.00	-500.00	0.00	-500.00



Project Id : 00083367 Support to the Federal State f	Period :	Jan-Dec (2016)		
Output # : 00096586 State Formation/STEPS	Impl. Partner :	99999 UNDP		
	Location :	Somalia		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
74510 - Bank Charges	0.00	13.07	0.00	13.07
74508 - Direct Project Costs - GOE	0.00	102,189.93	0.00	102,189.93
75105 - Facilities & Admin - Implement	0.00	20,215.14	0.00	20,215.14
75705 - Learning costs	0.00	0.00	0.00	0.00
Total for Fund 30000	0.00	308,234.97	0.00	308,234.97
Total for Activity OUTPUT6	0.00	308,234.97	0.00	308,234.97
Total for Output : 00096586	10,000.00	2,996,855.79	3.61	3,006,859.40

Output # : 00101049 Support-Emerging Fed States	Impl. Partner :	99999 UNDP		
	Location :	Somalia		

Activity : OUTPUT1 (Political dialogue and consult)

Fund : 30000 (PROGRAMME COST SHARING)

71610 - Travel Tickets-Local	0.00	90,150.00	0.00	90,150.00
72315 - Food & Textile Products	0.00	39,605.00	0.00	39,605.00
72505 - Stationery & other Office Supp	0.00	16,650.00	0.00	16,650.00
73420 - Leased Vehicles	0.00	3,840.00	0.00	3,840.00
74510 - Bank Charges	0.00	3,129.37	0.00	3,129.37
74710 - Land Transport	0.00	22,450.00	0.00	22,450.00
75105 - Facilities & Admin - Implement	0.00	12,307.70	0.00	12,307.70
Total for Fund 30000	0.00	188,132.07	0.00	188,132.07
Total for Activity OUTPUT1	0.00	188,132.07	0.00	188,132.07

Activity : OUTPUT2 (FGS capacity strengthened)

Fund : 30000 (PROGRAMME COST SHARING)

71205 - Intl Consultants-Sht Term-Tech	0.00	9,568.00	0.00	9,568.00
71305 - Local Consult.-Sht Term-Tech	0.00	167,087.50	0.00	167,087.50
71310 - Local Consult.-Short Term-Supp	0.00	44,900.00	0.00	44,900.00
71505 - UN Volunteers-Stipend & Allow	0.00	1,521.18	0.00	1,521.18
71520 - UNV-Language Allowance	0.00	34.17	0.00	34.17
71525 - UNV-Hazard Pay	0.00	683.34	0.00	683.34
71535 - UNV-Medical Insurance	0.00	83.13	0.00	83.13
71540 - UNV-Global Charges	0.00	105.58	0.00	105.58
71541 - UNVs-Contribution to security	0.00	95.08	0.00	95.08
71545 - UNV-Home Leave Travel & Allowa	0.00	5.47	0.00	5.47
71550 - UNV-Resettlement Allowance	0.00	136.67	0.00	136.67
71560 - UNV-Intl Appoint/Sep incl Trvl	0.00	900.00	0.00	900.00
71560 - UNV Development Effectiveness	0.00	396.34	0.00	396.34
71605 - Travel Tickets-International	0.00	9,925.00	0.00	9,925.00



Project Id : 00085367 Support to the Federal State f	Period : Jan-Dec (2016)
Output # : 00101049 Support-Emerging Fed States	Impl. Partner : 99999 UNDP
	Location : Somalia

	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
71610 - Travel Tickets-Local	0.00	11,306.00	0.00	11,306.00
71615 - Daily Subsistence Allow-Intl	0.00	12,518.53	0.00	12,518.53
71620 - Daily Subsistence Allow-Local	0.00	2,265.60	0.00	2,265.60
71635 - Travel - Other	0.00	113.88	0.00	113.88
72135 - Svc Co-Communications Service	0.00	4,727.84	0.00	4,727.84
72220 - Furniture	0.00	5,907.00	0.00	5,907.00
72315 - Food & Textile Products	0.00	60,496.00	0.00	60,496.00
72402 - Building Maintenance	0.00	6,799.20	0.00	6,799.20
72440 - Connectivity Charges	0.00	300.00	0.00	300.00
72505 - Stationery & other Office Supp	0.00	14,413.50	0.00	14,413.50
72515 - Print Media	0.00	3,586.80	0.00	3,586.80
74510 - Bank Charges	0.00	5,601.38	0.00	5,601.38
74710 - Land Transport	0.00	10,730.00	0.00	10,730.00
75105 - Facilities & Admin - Implement	0.00	27,695.75	0.00	27,695.75
75705 - Learning costs	0.00	2,975.00	0.00	2,975.00
75707 - Learning - subsistence allowan	0.00	600.00	0.00	600.00
75709 - Learning - training of counter	0.00	12,103.47	0.00	12,103.47
75711 - TrnWrkshp&Conf - Stipends	0.00	5,768.00	0.00	5,768.00
76125 - Realized Loss	0.00	42.99	0.00	42.99
Total for Fund 30000	0.00	423,392.40	0.00	423,392.40
Total for Activity OUTPUT2	0.00	423,392.40	0.00	423,392.40
Activity : OUTPUT3 (Foundational support to ISAs)				
Fund : 30000 (PROGRAMME COST SHARING)				
71610 - Travel Tickets-Local	0.00	2,158.00	0.00	2,158.00
71620 - Daily Subsistence Allow-Local	0.00	1,036.00	0.00	1,036.00
72105 - Svc Co-Construction & Engineer	0.00	113,509.04	0.00	113,509.04
72205 - Office Machinery	0.00	4,580.00	0.00	4,580.00
72505 - Stationery & other Office Supp	0.00	21,164.40	0.00	21,164.40
73420 - Leased Vehicles	0.00	3,600.00	0.00	3,600.00
74510 - Bank Charges	0.00	2,941.86	0.00	2,941.86
74710 - Land Transport	0.00	7,110.00	0.00	7,110.00
75105 - Facilities & Admin - Implement	0.00	10,926.95	0.00	10,926.95
Total for Fund 30000	0.00	167,026.25	0.00	167,026.25
Total for Activity OUTPUT3	0.00	167,026.25	0.00	167,026.25
Activity : OUTPUT4 (Enhanced capacity of ISAs)				
Fund : 30000 (PROGRAMME COST SHARING)				
71205 - Intl Consultants-Sht Term-Tech	0.00	97,907.82	0.00	97,907.82
71305 - Local Consult-Sht Term-Tech	0.00	94,873.83	0.00	94,873.83
71310 - Local Consult-Short Term-Supp	0.00	62,832.32	0.00	62,832.32
71605 - Travel Tickets-International	0.00	286.00	0.00	286.00



Project Id : 00085367 Support to the Federal State f	Period : Jan-Dec (2016)
Output# : 00101049 Support-Emerging Fed States	Impl. Partner : 99999 UNDP
	Location : Somalia
	Govt Exp UNDP Exp UN Agencies Exp Total Exp

71610 - Travel Tickets-Local	0.00	4,698.77	0.00	4,698.77
71615 - Daily Subsistence Allow-Intl	0.00	15,183.88	0.00	15,183.88
71620 - Daily Subsistence Allow-Local	0.00	3,684.47	0.00	3,684.47
71625 - Daily Subsist Allow-Mtg Partic	0.00	12,073.00	0.00	12,073.00
71635 - Travel - Other	0.00	1,040.00	0.00	1,040.00
72105 - Svc Co-Construction & Engineer	0.00	68,181.70	0.00	68,181.70
72215 - Transportation Equipment	0.00	103,341.59	0.00	103,341.59
72315 - Food & Textile Products	0.00	79,486.50	0.00	79,486.50
72405 - Acquisition of Communic Equip	0.00	11,530.00	0.00	11,530.00
72415 - Courier Charges	0.00	21,328.75	0.00	21,328.75
72505 - Stationery & other Office Supp	0.00	1,334.00	0.00	1,334.00
72515 - Print Media	0.00	3,820.00	0.00	3,820.00
74105 - Management and Reporting Svcs	0.00	5,326.50	0.00	5,326.50
74510 - Bank Charges	0.00	6,645.04	0.00	6,645.04
74710 - Land Transport	0.00	6,060.00	0.00	6,060.00
74725 - Other L.T.S.H.	0.00	20,333.25	0.00	20,333.25
75105 - Facilities & Admin - Implement	0.00	44,105.22	0.00	44,105.22
75705 - Learning costs	0.00	10,127.73	0.00	10,127.73
76125 - Realized Loss	0.00	110.71	0.00	110.71
Total for Fund 30000	0.00	674,290.88	0.00	674,290.88
Total for Activity OUTPUT4	0.00	674,290.88	0.00	674,290.88

Activity : OUTPUT5 (Civic participation)

Fund : 30000 (PROGRAMME COST SHARING)

62335 - Hazard Duty Station Allow-IP	0.00	1,600.00	0.00	1,600.00
71205 - Intl Consultants-Shrt Term-Tech	0.00	78,688.00	0.00	78,688.00
71211 - Intl Consult Security Charge	0.00	568.75	0.00	568.75
71310 - Local Consult.-Short Term-Supp	0.00	1,500.00	0.00	1,500.00
71610 - Travel Tickets-Local	0.00	9,274.00	0.00	9,274.00
72315 - Food & Textile Products	0.00	4,094.00	0.00	4,094.00
72440 - Connectivity Charges	0.00	518.82	0.00	518.82
72515 - Print Media	0.00	3,000.00	0.00	3,000.00
74510 - Bank Charges	0.00	286.71	0.00	286.71
75105 - Facilities & Admin - Implement	0.00	6,868.59	0.00	6,868.59
Total for Fund 30000	0.00	106,519.97	0.00	106,519.97

Total for Activity OUTPUT5	0.00	106,519.97	0.00	106,519.97
-----------------------------------	-------------	-------------------	-------------	-------------------

Activity : OUTPUT6 (Project management costs)

Fund : 30000 (PROGRAMME COST SHARING)

61305 - Salaries - IP Staff	0.00	38,279.15	0.00	38,279.15
61310 - Post Adjustment - IP Staff	0.00	16,008.33	0.00	16,008.33
62305 - Dependency Allowances-IP Staff	0.00	2,440.85	0.00	2,440.85



Project Id : 00085367 Support to the Federal State I		Period : Jan-Dec (2016)		
Output # : 00101049 Support-Emerging Fed States		Impl. Partner : 99999 UNDP		
		Location : Somalia		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	11,977.40	0.00	11,977.40
62316 - Contrib. to medical, social in	0.00	119.25	0.00	119.25
62320 - Mobility, Hardship, Non-remova	0.00	13,258.30	0.00	13,258.30
62336 - Hazard Duty Station Allow-IP	0.00	5,176.99	0.00	5,176.99
62340 - Annual Leave Expense - IP	0.00	1,203.63	0.00	1,203.63
63336 - Home Leave Trvl & Allow-IP Stf	0.00	1,541.65	0.00	1,541.65
63366 - Special Oper Living Allow-IP	0.00	8,250.00	0.00	8,250.00
63366 - Family Visit Travel - IP Staff	0.00	2,032.50	0.00	2,032.50
63530 - Contribution to EOS Benefits	0.00	2,035.79	0.00	2,035.79
63536 - Contribution to Security	0.00	3,392.98	0.00	3,392.98
63540 - Contribution to Training	0.00	651.44	0.00	651.44
63546 - Contribution to ICT	0.00	814.29	0.00	814.29
63550 - Contributions to MAIP	0.00	135.72	0.00	135.72
63555 - Contribution to UN JFA	0.00	1,784.35	0.00	1,784.35
63560 - Contributions to Appendix D	0.00	135.72	0.00	135.72
64322 - Reassignments-Subsistence Allow	0.00	1,507.50	0.00	1,507.50
64324 - Reassignments-Shipment	0.00	850.00	0.00	850.00
64398 - Direct Project Cost-Staff	0.00	448,713.50	0.00	448,713.50
65115 - Contributions to ASHI Reserve	0.00	4,343.01	0.00	4,343.01
65136 - Payroll Mgt Cost Recovery ATLA	0.00	321.90	0.00	321.90
71405 - Service Contracts-Individuals	0.00	70,630.33	0.00	70,630.33
71410 - MAIP Premium SC	0.00	142.99	0.00	142.99
71416 - Contribution to Security SC	0.00	3,480.15	0.00	3,480.15
71505 - UN Volunteers-Stipend & Allow	0.00	3,190.78	0.00	3,190.78
71510 - UNV Settling-In-Grant	0.00	4,484.78	0.00	4,484.78
71520 - UNV-Language Allowance	0.00	71.67	0.00	71.67
71525 - UNV-Hazard Pay	0.00	1,433.33	0.00	1,433.33
71530 - UNV-Rest and Recuperation	0.00	4,624.17	0.00	4,624.17
71540 - UNV-Global Charges	0.00	213.88	0.00	213.88
71541 - UNVs-Contribution to security	0.00	199.42	0.00	199.42
71545 - UNV-Home Leave Travel & Allowa	0.00	11.47	0.00	11.47
71550 - UNV-Resettlement Allowance	0.00	286.67	0.00	286.67
71560 - UNV-Intl Appoint/Sep incl Trvl	0.00	1,800.00	0.00	1,800.00
71560 - UNV Development Effectiveness	0.00	831.34	0.00	831.34
71605 - Travel Tickets-International	0.00	8,384.80	0.00	8,384.80
71610 - Travel Tickets-Local	0.00	22,028.38	0.00	22,028.38
71616 - Daily Subsistence Allow-Intl	0.00	7,635.44	0.00	7,635.44
71620 - Daily Subsistence Allow-Local	0.00	4,697.20	0.00	4,697.20
71635 - Travel - Other	0.00	88.43	0.00	88.43
72220 - Furniture	0.00	655.00	0.00	655.00
72315 - Food & Textile Products	0.00	891.71	0.00	891.71
72330 - Medical Products	0.00	174.00	0.00	174.00
72405 - Acquisition of Communic Equip	0.00	1,240.00	0.00	1,240.00
72425 - Mobile Telephone Charges	0.00	3,051.12	0.00	3,051.12
72440 - Connectivity Charges	0.00	2,010.00	0.00	2,010.00
73125 - Common Services-Premises	0.00	154,500.71	0.00	154,500.71
74110 - Audit Fees	0.00	10,652.00	0.00	10,652.00
74510 - Bank Charges	0.00	353.94	0.00	353.94
74598 - Direct Project Costs - GOE	0.00	143,076.46	0.00	143,076.46
74725 - Other L.T.S.H.	0.00	1,560.00	0.00	1,560.00
75105 - Facilities & Admin - Implement	0.00	72,401.75	0.00	72,401.75
75705 - Learning costs	0.00	15,376.22	0.00	15,376.22
75706 - Learning - ticket costs	0.00	880.00	0.00	880.00
75707 - Learning - subsistence allowan	0.00	720.00	0.00	720.00



Project Id : 00085367 Support to the Federal State f	Period :	Jan-Dec (2016)		
Output # : 00101049 Support-Emerging Fed States	Impl. Partner :	93999 UNDP		
	Location :	Somalia		
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
Total for Fund 30000	0.00	1,106,712.35	0.00	1,106,712.35
Total for Activity OUTPUT6	0.00	1,106,712.35	0.00	1,106,712.35
Total for Output : 00101049	0.00	2,666,073.92	0.00	2,666,073.92
Project Total :	10,000.00	5,644,993.63	3.61	5,654,997.24

Signed by: David Akopyan, Country Director, a.i.

Signed By: _____
Digitally signed by Aalid Sheikh
DN: cn=Aalid Sheikh, o=UNDP
Somalia, ou=State Formation,
email=aalid@un.org, c=KE
Date: 2017.02.22 10:55:04 +03'00'

Signed By: _____
Digitally signed by Albert Soer
DN: cn=Albert Soer, o=UNDP
Somalia, ou=Capacity Development,
email=albert.soer@undp.org, c=KE
Date: 2017.02.24 13:02:02 +03'00'

Deloitte & Touche

DELOITTE & TOUCHE

4/8/2017



Selection Criteria :

Business Unit : SOM10
Period : Jan-Dec (2016)
Selected Project Id : 00085367
Selected Fund Code : ALL
Selected Dept. IDs : ALL
Selected Outputs : ALL

	Period : Jan-Dec (2016)			Total Exp
	Govt Exp	UNDP Exp	UN Agencies Exp	
Project Id : ALL				
Output # : ALL				
46801 - Somalia - Central	0.00	1,798,367.74	3.61	1,798,371.35
46823 - North West Somalia	0.00	577.80	0.00	577.80
46824 - North East Somalia	0.00	0.00	0.00	0.00
46825 - South Central Somalia	10,000.00	3,846,048.09	0.00	3,856,048.09



Funds Utilization

Selection Criteria :

Business Unit : SOM10
 Period : Jan-Dec (2016)
 Selected Project Id : 00085367
 Selected Fund Code : ALL
 Selected Dept. IDs : ALL
 Selected Outputs : ALL

Project/Award: 00085367 Support to the Federal State f Period : As Of Dec31,2016

Output #	00096586	Impl. Partner :99999 UNDP	UNDP AMOUNT
Outstanding NEX advances			173,940.00
Undepreciated Fixed Assets			12,711.23
Inventory			0.00
Prepayments			0.00
Commitments			31,757.22

Output #	00101049	Impl. Partner :99999 UNDP	UNDP AMOUNT
Outstanding NEX advances			0.00
Undepreciated Fixed Assets			0.00
Inventory			0.00
Prepayments			0.00
Commitments			275,741.29

APPENDIX II STATEMENT OF FIXED ASSETS
AS AT 31 DECEMBER 2016

Asset Management Detail Report

UN Development Programme
Report TN, UNHATS50

Page 1 of 2
Run Time: 05-06-2017 11:06:02

Business Unit: SOM10
Operating Unit: SOM

Country: Somalia
Department:

Category: In Service
Impl Agency:

Project Type: All
Donor:

Amount: 1500
Fund Code:

From/To date: 01-JAN-2016 ~ 31-DEC-2016
Project: 00096586 Profile ID:

Business Unit	Asset ID	Profile ID	Description	Tag Number	Serial Number	Model	Location	Acquisition Date
SOM10	00000003774	ITC1	A) Notebook computers	00000003774	6377662		SOM001100	2016-12-13
CURRENCY	Cost	Quantity	Operating Unit	Department	Impl Agency	Donor	Project	Fund Code
USD	1835.00	1.00	SOM	46825	001981	00012	00096586	04000
Business Unit	Asset ID	Profile ID	Description	Tag Number	Serial Number	Model	Location <td>Acquisition Date</td>	Acquisition Date
SOM10	00000003777	ITC1	A) Notebook computers	00000003777	8877662		SOM001100	2016-12-13
CURRENCY	Cost	Quantity	Operating Unit	Department	Impl Agency	Donor	Project	Fund Code
USD	1835.00	1.00	SOM	46825	001981	00012	00096586	04000
Business Unit	Asset ID	Profile ID	Description	Tag Number	Serial Number	Model	Location <td>Acquisition Date</td>	Acquisition Date
SOM10	00000003779	ITC1	A) Notebook computers	00000003779	1177662		SOM001100	2016-12-13
CURRENCY	Cost	Quantity	Operating Unit	Department	Impl Agency	Donor	Project	Fund Code
USD	1835.00	1.00	SOM	46825	001981	00012	00096586	04000
Business Unit	Asset ID	Profile ID	Description	Tag Number	Serial Number	Model	Location <td>Acquisition Date</td>	Acquisition Date
SOM10	00000003780	ITC1	A) Notebook computers	00000003780	2277662		SOM001100	2016-12-13
CURRENCY	Cost	Quantity	Operating Unit	Department	Impl Agency	Donor	Project	Fund Code
USD	1835.00	1.00	SOM	46825	001981	00012	00096586	04000
Business Unit	Asset ID	Profile ID	Description	Tag Number	Serial Number	Model	Location <td>Acquisition Date</td>	Acquisition Date
SOM10	00000003781	ITC1	A) Notebook computers	00000003781	7277662		SOM001100	2016-12-13
CURRENCY	Cost	Quantity	Operating Unit	Department	Impl Agency	Donor	Project	Fund Code
USD	1835.00	1.00	SOM	46825	001981	00012	00096586	04000
Business Unit	Asset ID	Profile ID	Description	Tag Number	Serial Number	Model	Location <td>Acquisition Date</td>	Acquisition Date
SOM10	00000003782	ITC1	A) Notebook computers	00000003782	3277662		SOM001100	2016-12-13
CURRENCY	Cost	Quantity	Operating Unit	Department	Impl Agency	Donor	Project	Fund Code
USD	1835.00	1.00	SOM	46825	001981	00012	00096586	04000
Business Unit	Asset ID	Profile ID	Description	Tag Number	Serial Number	Model	Location <td>Acquisition Date</td>	Acquisition Date
SOM10	00000003783	ITC1	A) Notebook computers	00000003783	2017662		SOM001100	2016-12-13
CURRENCY	Cost	Quantity	Operating Unit	Department	Impl Agency	Donor	Project	Fund Code
USD	1835.00	1.00	SOM	46825	001981	00012	00096586	04000





Business Unit: SOM10
Operating Unit: SOM

Country: Somalia
Department:

Category: In Service
Impl Agency:

Project Type: All
Donor:

Amount >=1500
Fund Code:

From/To date: 01-JAN-2016 - 31-DEC-2016
Project: 00096586 Profile ID:

Count: 7

Total Value:

12,845.00 (USD)



DELOITTE & TOUCHE

*Deloitte & Touche
4/8/2017*

*The total value of assets of US\$ 12,845 as shown in the above Statement of Fixed Assets is for output 96586 and is the cost of purchase of the assets. The fixed assets amount of US\$ 12,711.23 in the CDR is the Net Book Value of these assets. The difference of US\$ 133.77 is the accumulated depreciation charge on these assets. Output 101049 did not have any assets.