UNITED NATIONS DEVELOPMENT PROGRAMME Office of Audit and Investigations



AUDIT

OF

UNDP YEMEN

EMERGENCY MINE ACTION
(Directly Implemented Project No. 99753, Output No. 103025)

Report No. 2258

Issue Date: 30 July 2020



Report on the Audit of UNDP Yemen Emergency Mine Action (Project No. 99753, Output No. 103025) Executive Summary

The UNDP Office of Audit and Investigations (OAI), through KPMG SA (the audit firm), from 1 June to 7 July 2020, conducted an audit of Emergency Mine Action (Project No. 99753, Output No. 103025) (the Project), which is directly implemented and managed by the UNDP Country Office in Yemen (the Office). The last audit of the Project was conducted by OAI, through Talal Abu - Ghazaleh & Co. in 2019 and covered project expenses from 1 January to 31 December 2018.

The audit firm conducted a financial audit in accordance with the International Standards of Auditing (ISA), the 700 series, to express an opinion on whether the financial statements present fairly, in all material aspects, the Project's operations. The audit covered the Project's Combined Delivery Report, which includes expenses for the period from 1 January to 31 December 2019 and the accompanying Funds Utilization statement¹ as of 31 December 2019 as well as Statement of Assets. The audit did not include expenses processed and approved in locations outside of the country (such as UNDP Regional Centres and UNDP Headquarters). In addition, the audit did not cover the Statement of Cash Position as no separate bank account was established and maintained for the Project.

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

Audit results

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

Project Exp	enses*	Project Assets					
Amount Opinion (in \$ '000)		Amount (in \$'000)	Opinion				
7,353	Unmodified	10	Unmodified				

^{*}Expenses recorded in the Combined Delivery Report were \$8,431,563. Excluded from the audit scope were expenses processed and approved by other UNDP offices outside of the country (\$1,078,873).

The audit did not result in any recommendations.

Implementation status of previous OAI audit recommendations: Report No. 2080, 1 August 2019)

Total recommendations: 1

Implemented: 1

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

United Nations Development Programme Office of Audit and Investigations



Management comments and action plan

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

Moncef Ghrib

Moncef Ghrib Officer-in-Charge Office of Audit and Investigations



United Nations Development Programme (UNDP)

Report of the Independent Auditor on the United Nations Development Programme (UNDP) Directly Implemented (DIM) Project ID 00099753 "Emergency Mine Action" – Output ID 00103025 "Emergency Mine Action" - Sana'a, Yemen -For the period from 1 January to 31 December 2019



United Nations Development Programme (UNDP)

Report of the Independent Auditor on the United Nations Development Programme (UNDP) Directly Implemented (DIM) Project ID 00099753

"Emergency Mine Action" – Output ID 00103025

"Emergency Mine Action" - Sana'a, Yemen
For the period from 1 January to 31 December 2019

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Executive Summary

KPMG Geneva conducted the financial audit of UNDP Project ID 00099753 "Emergency Mine Action" - Output ID 00103025 "Emergency Mine Action" (the project) directly implemented by UNDP Yemen for the period from 1 January to 31 December 2019. The audit was undertaken on behalf of the Office of Audit and Investigations (OAI) United Nations Development Programme (UNDP).

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

Financial Position Unmodified Unmodified Statement of Fixed Assets **Statement of Cash** Not Applicable because the project did not have a separate bank account.

There were no reportable findings with a medium or high priority rating. The Project ID 00099753 "Emergency Mine Action" - Output ID 00103025 "Emergency Mine Action" was audited in the prior year (Report No. 2080 issued on 1 August 2019) and resulted in one recommendation. For further detailed discussions on the finding, refer to our management letter at page 19.

KPMG SA

Pierre-Henri Pingeon Partner

Henri Mwaniki Senior Manager

Geneva, 20 July 2020

United Nations Development Programme (UNDP)



Report of the Independent Auditor on the United Nations Development Programme (UNDP) Directly Implemented (DIM) Project ID 00099753 "Emergency Mine Action" – Output ID 00103025 "Emergency Mine Action" - Sana'a, Yemen For the period from 1 January to 31 December 2019

Audit Objectives and Scope

The objective of the financial audit was to express an opinion on the project financial position which includes:

- Expressing an opinion on whether the financial expenses incurred by the project over a specified period as well as the Fund Utilization statement, the accounts receivable and the accounts payable as at the end of a specified period 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.
- Expressing an opinion on whether the Statement of Fixed Assets, at Net Book Value, presents fairly the balance of depreciated assets of the UNDP project as at 31 December 2019. This Statement must include all assets available as at 31 December 2019 and not only those purchased in a given period. The opinion is rendered on the Net Book value balance of the Assets. Where a DIM project does not have any assets or equipment, it will not be necessary to express such an opinion.
- Expressing an opinion on whether the Statement of Cash held by the project presents fairly the cash and bank balance of the project as at 31 December 2019. Disbursements made against a DIM project are usually financed from regular country office bank accounts. Exceptionally, a dedicated account may be opened and used solely for the cash transactions of a DIM project, e.g. if the project is in a remote location. The audit firm is required to express an opinion on the Statement of Cash only where a dedicated bank account for the DIM project has been established. In cases where the cash transactions of the audited DIM project are made through the country office bank accounts this type of opinion is not required.
- As maybe applicable, provide the progress made in implementing the recommendations raised in previous year audit report.

The Financial Audit was conducted in accordance with the International Standards of Auditing (ISA), the 700 series.

The scope of the audit relates only to transactions concluded and recorded against the UNDP DIM project, between 1 January and 31 December 2019. 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.



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Independent Auditors' Report

Opinion on Financial Position

To: The Director of the Office of Audit and Investigations (OAI)
United Nations Development Programme (UNDP)

We have audited the financial position of the UNDP Project ID 00099753 "Emergency Mine Action" – Output ID 00103025 "Emergency Mine Action" for the period from 1 January to 31 December 2019 which includes: (a) the accompanying Combined Delivery Report (CDR); (b) the Funds Utilization Statement ("The Statement"); and (c) the project related accounts receivable and accounts payable.

The CDR expenditure totaling USD 8,431,562.61, is comprised of expenditure directly incurred by the UNDP Country Office in Yemen for an amount of USD 7,352,689.94 and expenditure incurred by entities other than the Country Office for an amount of USD 1,078,872.67. Our audit only covered the expenditure directly incurred by the UNDP Country Office in Yemen of USD 7,352,689.94.

Unmodified Opinion

In our opinion, the attached CDR and the Funds Utilization statement present fairly, in all material respects, the expenses of USD 7,352,689.94 directly incurred by the UNDP Country Office in Yemen and charged to the project for the period from 1 January to 31 December 2019 in accordance with UNDP accounting policies 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 unmodified 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 Utilization 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 Utilization statement that are free from material misstatement, whether due to fraud or error.

VDMC

United Nations Development Programme (UNDP)

Report of the Independent Auditor on the United Nations Development Programme (UNDP) Directly Implemented (DIM) Project ID 00099753 "Emergency Mine Action" – Output ID 00103025 "Emergency Mine Action" - Sana'a, Yemen For the period from 1 January to 31 December 2019

Auditor's responsibilities

Our objectives are to obtain reasonable assurance about whether the CDR and the Funds Utilization 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 Utilization 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.

KPMG SA

Pierre-Henri Pingeon *Partner*

Henri Mwaniki Senior Manager

Geneva, 20 July 2020



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Independent Auditors' Report

Statement of Fixed Assets

To: The Director of the Office of Audit and Investigations (OAI), United Nations Development Programme (UNDP)

We have audited the accompanying statement of fixed assets of the UNDP Project ID 00099753 "Emergency Mine Action" – Output ID 00103025 "Emergency Mine Action" as at 31 December 2019.

Unmodified Opinion

In our opinion, the accompanying statement of fixed assets presents fairly, in all material respects, the assets status of the UNDP Project ID 00099753 "Emergency Mine Action" – Output ID 00103025 "Emergency Mine Action" amounting to USD 9,886.50 as at 31 December 2019 in accordance with UNDP accounting policies.

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.

United Nations Development Programme (UNDP)

Report of the Independent Auditor on the United Nations Development Programme (UNDP) Directly Implemented (DIM) Project ID 00099753 "Emergency Mine Action" – Output ID 00103025 "Emergency Mine Action" - Sana'a, Yemen For the period from 1 January to 31 December 2019

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.

KPMG SA

Pierre-Henri Pingeon *Partner*

Henri Mwaniki Senior Manager

Geneva, 20 July 2020

Annexes:

Annex 1: Combined Delivery Report and Funds Utilization Statement – Output ID 00103025 (USD)

UNDP UN Development Programme

Report ID: unglcdrb

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Selection Criteria:

Business Unit: YEM10
Period: Jan-Dec (2019)
Selected Project Id: 00099753
Selected Fund Code: ALL
Selected Dept. IDs: ALL Selected Outputs: 00103025

71305 - Local Consult.-Sht Term-Tech

Project Id: 00099753 Emergency Mine Action		Period :	Jan-Dec (2019)	
Output #: 00103025 Emergency Mine Action		Impl. Partner :	03474 UNDP (Direct Execution)	
		Location :	UNDP	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
Activity: ()				
Fund: 30000 (PROGRAMME COST SHARING)				
75105 - Facilities & Admin - Implement	0.00	114.37	0.00	114.37
77630 - Dep Exp Owned - ITC	0.00	1,429.40	0.00	1,429.40
Total for Fund 30000	0.00	1,543.77	0.00	1,543.77
Total for Activity	0.00	1,543.77	0.00	1,543.77
Total for Activity	0.00	1,040.11	0.00	1,040.11
Activity: ACTIVITY 1 (Mapping & Survey-r	1)			
Fund: 30000 (PROGRAMME COST SHARING)				
,	0.00	24 024 24	0.00	24 024 24
61305 - Salaries - IP Staff	0.00	31,021.31	0.00	31,021.31
61310 - Post Adjustment - IP Staff 61360 - Other payroll costs IP	0.00 0.00	8,716.98 2,762.00	0.00 0.00	8,716.98 2,762.00
62305 - Dependency Allowances-IP Staff	0.00	2,762.00	0.00	2,762.00 2,582.60
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	10,754.89	0.00	10,754.89
62315 - Contrib to 3t Stall Fells Fu-iF	0.00	1,757.91	0.00	1,757.91
62320 - Mobility, Hardship, Non-remova	0.00	8,036.69	0.00	8,036.69
62335 - Hazard Duty Station Allow-IP	0.00	8,753.60	0.00	8,753.60
62340 - Annual Leave Expense - IP	0.00	4,633.30	0.00	4,633.30
63330 - Ed Grt Incl Tryl&Allow-IP Stf	0.00	4,160.00	0.00	4,160.00
63335 - Home Leave Tryl & Allow-IP Stf	0.00	980.00	0.00	980.00
63340 - Proc trips/Rest & Recup-IP Stf	0.00	24,685.40	0.00	24,685.40
63350 - Reimb of Income Tax-IP Staff	0.00	1,788.22	0.00	1,788.22
63365 - Special Oper Living Allow-IP	0.00	8,268.97	0.00	8,268.97
63530 - Contribution to EOS Benefits	0.00	1,490.19	0.00	1,490.19
63535 - Contribution to Security	0.00	2,443.91	0.00	2,443.91
63540 - Contribution to Training	0.00	139.09	0.00	139.09
63545 - Contribution to ICT	0.00	596.07	0.00	596.07
63550 - Contributions to MAIP	0.00	19.88	0.00	19.88
63555 - Contribution to UN JFA	0.00	1,192.15	0.00	1,192.15
63560 - Contributions to Appendix D	0.00	99.35	0.00	99.35
64307 - Appointment-Subsistence Allow	0.00	8,040.00	0.00	8,040.00
64308 - Appointments-Lump Sum	0.00	15,807.97	0.00	15,807.97
64309 - Appointment-Shipments	0.00	26,000.00	0.00	26,000.00
64310 - Separations - IP Staff	0.00	556.34	0.00	556.34
64397 - Services to projects -CO staff	0.00	105,937.50	0.00	105,937.50
65115 - Contributions to ASHI Reserve	0.00	3,953.96	0.00	3,953.96
65135 - Payroll Mgt Cost Recovery ATLA	0.00	386.28	0.00	386.28
71205 - Intl Consultants-Sht Term-Tech	0.00 0.00	174,315.00	0.00 0.00	174,315.00 9,096.79
71211 - Intl Consult Security Charge	0.00	9,096.79	0.00	9,090.79

0.00

17,492.96

0.00



17,492.96

UNDP UN Development Programme

DP UN Development ProgrammePage 2 of 8Report ID: unglcdrbRun Time: 26-02-2020 10:02:13

Project Id: 00099753 Emergency Mine Action Period: Jan-Dec (2019)

Output #: 00103025 Emergency Mine Action Impl. Partner: 03474 UNDP (Direct Execution)
Location: UNDP

Govt Exp UNDP Exp UN Agencies Exp Total Exp

71405 - Service Contracts-Individuals	0.00	12,100.00	0.00	12,100.00
71605 - Travel Tickets-International	0.00	26,022.98	0.00	26,022.98
71615 - Daily Subsistence Allow-Intl	0.00	50,644.57	0.00	50,644.57
71620 - Daily Subsistence Allow-Local	0.00	582,062.03	0.00	582,062.03
71635 - Travel - Other	0.00	3.454.41	0.00	3.454.41
72120 - Svc Co-Trade and Business Serv	0.00	25.030.00	0.00	25,030.00
72125 - Svc Co-Studies & Research Serv	0.00	3.190.00	0.00	3.190.00
72126 - Svc Co-Security blast assessme	0.00	90,087.17	0.00	90,087.17
72205 - Office Machinery	0.00	9,535.00	0.00	9,535.00
72210 - Machinery and Equipment	0.00	465.00	0.00	465.00
72215 - Transporation Equipment	0.00	67,500.00	0.00	67,500.00
72220 - Furniture	0.00	20.800.00	0.00	20,800.00
72311 - Fuel, petroleum and other oils	0.00	153.434.67	0.00	153.434.67
72315 - Food & Textile Products	0.00	0.00	0.00	0.00
72325 - Chemical, Glass, NonMetallic Prd	0.00	4,100.00	0.00	4,100.00
72330 - Medical Products	0.00	8.505.87	0.00	8,505.87
72370 - Security related goods and mat	0.00	400.00	0.00	400.00
72399 - Other Materials and Goods	0.00	26,624.51	0.00	26,624.51
72420 - Land Telephone Charges	0.00	654.14	0.00	654.14
72425 - Mobile Telephone Charges	0.00	365.93	0.00	365.93
72430 - Postage and Pouch	0.00	81.79	0.00	81.79
72440 - Connectivity Charges	0.00	149.41	0.00	149.41
72445 - Common Services-Communications	0.00	768.00	0.00	768.00
72505 - Stationery & other Office Supp	0.00	4,695.88	0.00	4,695.88
72520 - Electronic Media	0.00	1,025.07	0.00	1,025.07
72715 - Hospitality Catering	0.00	3,163.84	0.00	3,163.84
72962 - Software-internally developed	0.00	1.500.00	0.00	1,500.00
73105 - Rent	0.00	15,000.00	0.00	15,000.00
73120 - Utilities	0.00	283.00	0.00	283.00
73125 - Common Services-Premises	0.00	45.350.00	0.00	45.350.00
73405 - Rental & Maint-Other Office Eq	0.00	17.87	0.00	17.87
73410 - Maint, Oper of Transport Equip	0.00	29,136.44	0.00	29,136.44
73420 - Leased Vehicles	0.00	180.00	0.00	180.00
74205 - Audio Visual Productions	0.00	4,560.00	0.00	4,560.00
74210 - Printing and Publications	0.00	582.45	0.00	582.45
74525 - Sundry	0.00	677.74	0.00	677.74
74596 - Services to projects -GOE	0.00	129,886.75	0.00	129,886.75
75105 - Facilities & Admin - Implement	0.00	147,776.55	0.00	147,776.55
75110 - Facilities & Admin - Services	0.00	2,556.00	0.00	2,556.00
75707 - Learning – subsistence allowan	0.00	10,559.19	0.00	10,559.19
75709 - Learning - training of counter	0.00	1,143.66	0.00	1,143.66
76110 - Foreign Exch Translation Loss	0.00	141.70	0.00	141.70
76125 - Realized Loss	0.00	16.67	0.00	16.67
76135 - Realized Gain	0.00	- 5,257.51	0.00	- 5,257.51
Total for Fund 30000	0.00	1,965,440.09	0.00	1,965,440.09
Total for Activity ACTIVITY 1	0.00	1,965,440.09	0.00	1,965,440.09

Activity: ACTIVITY 2 (Clearance of Mines & UXO-n)

Fund: 30000 (PROGRAMME COST SHARING)



UNDP UN Development Programme
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	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
Output #: 00103025 Emergency Mine Act	tion	Impl. Partner : Location :	03474 UNDP (Direct Execution) UNDP	
Project Id: 00099753 Emergency Mine Act	tion	Period :	Jan-Dec (2019)	

61305 - Salaries - IP Staff	0.00	279,180.33	0.00	279,180.33
61310 - Post Adjustment - IP Staff	0.00	78,449.64	0.00	78,449.64
61360 - Other payroll costs IP	0.00	2,726.00	0.00	2,726.00
62120 - Hazard Duty Station Allow-NP	0.00	3,651.40	0.00	3,651.40
62305 - Dependency Allowances-IP Staff	0.00	14,417.39	0.00	14,417.39
62310 - Contrib to Jt Staff Pens Fd-IP	0.00	97,988.94	0.00	97,988.94
62315 - Contrib. to medical, social in	0.00	3,271.52	0.00	3,271.52
62320 - Mobility, Hardship, Non-remova	0.00	75,616.09	0.00	75,616.09
62330 - Rental Supplements - IP Staff	0.00	- 10,929.48	0.00	- 10,929.48
62335 - Hazard Duty Station Allow-IP	0.00	15,118.00	0.00	15,118.00
62340 - Annual Leave Expense - IP	0.00	11,634.65	0.00	11,634.65
63330 - Ed Grt Incl Trvl&Allow-IP Stf	0.00	37,440.00	0.00	37,440.00
63335 - Home Leave Trvl & Allow-IP Stf	0.00	1,960.00	0.00	1,960.00
63340 - Proc trips/Rest & Recup-IP Stf	0.00	21,662.00	0.00	21,662.00
63350 - Reimb of Income Tax-IP Staff	0.00	16,093.36	0.00	16,093.36
63365 - Special Oper Living Allow-IP	0.00	47,100.00	0.00	47,100.00
63505 - Hazard Insurance	0.00	1,104.60	0.00	1,104.60
63530 - Contribution to EOS Benefits	0.00	13,411.16	0.00	13,411.16
63535 - Contribution to Security	0.00	21,994.24	0.00	21,994.24
63540 - Contribution to Training	0.00	1,251.61	0.00	1,251.61
63545 - Contribution to ICT	0.00	5,364.48	0.00	5,364.48
63550 - Contributions to MAIP	0.00	178.84	0.00	178.84
63555 - Contribution to UN JFA	0.00	10,728.90	0.00	10,728.90
63560 - Contributions to Appendix D	0.00	894.07	0.00	894.07
64310 - Separations - IP Staff	0.00	5,006.84	0.00	5,006.84
65115 - Contributions to ASHI Reserve	0.00	35,584.18	0.00	35,584.18
65135 - Payroll Mgt Cost Recovery ATLA	0.00	2,317.68	0.00	2,317.68
71205 - Intl Consultants-Sht Term-Tech	0.00	12,020.00	0.00	12,020.00
71211 - Intl Consult Security Charge	0.00	434.81	0.00	434.81
71305 - Local ConsultSht Term-Tech	0.00	2,500.00	0.00	2,500.00
71360 - Local Consult-Security	0.00	153.75	0.00	153.75
71405 - Service Contracts-Individuals	0.00	166,034.83	0.00	166,034.83
71410 - MAIP Premium SC	0.00	47.33	0.00	47.33
71415 - Contribution to Security SC	0.00	5,808.41	0.00	5,808.41
71605 - Travel Tickets-International	0.00	46,950.14	0.00	46,950.14
71615 - Daily Subsistence Allow-Intl	0.00	80,674.75	0.00	80,674.75
71620 - Daily Subsistence Allow-Local	0.00	3,277,706.05	0.00	3,277,706.05
71635 - Travel - Other	0.00	3,773.86	0.00	3,773.86
72205 - Office Machinery	0.00	8,328.00	0.00	8,328.00
72210 - Machinery and Equipment	0.00	17,882.02	0.00	17,882.02
72305 - Agri & Forestry Products	0.00	15,000.00	0.00	15,000.00
72311 - Fuel, petroleum and other oils	0.00	233,487.79	0.00	233,487.79
72399 - Other Materials and Goods	0.00	133,656.19	0.00	133,656.19
72402 - Building Maintenance	0.00	11,300.00	0.00	11,300.00
72420 - Land Telephone Charges	0.00	316.51	0.00	316.51
72425 - Mobile Telephone Charges	0.00	280.24	0.00 0.00	280.24 78.00
72430 - Postage and Pouch 72505 - Stationery & other Office Supp	0.00 0.00	78.00 4,569.66	0.00	4,569.66
72515 - Print Media 73105 - Rent	0.00	72.09	0.00	72.09
	0.00 0.00	240,240.44 1,087.57	0.00 0.00	240,240.44 1,087.57
73107 - Rent - Meeting Rooms 73108 - Leased office equip and furnit	0.00	1,067.57	0.00	1,067.57
73106 - Leased office equip and furfit 73125 - Common Services-Premises	0.00	0.00	0.00	0.00
13123 - COMMON SERVICES-FREMISES	0.00	0.00	0.00	0.00



DP UN Development Programme

72505 - Stationery & other Office Supp

72515 - Print Media

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Report ID: unglcdrb Run Time: 26-02-2020 10:02:13

Project Id: 00099753 Emergency Mine Action Period: Jan-Dec (2019) Output #: 00103025 Emergency Mine Action Impl. Partner : 03474 UNDP (Direct Execution) UNDP Location: **UNDP Exp UN Agencies Exp** Govt Exp Total Exp 73406 - Maintenance of Equipment 0.00 915.00 0.00 915.00 73410 - Maint, Oper of Transport Equip 0.00 51,793.15 0.00 51,793.15 73510 - Reimb to UN for Supp Srvs 0.00 0.00 0.00 0.00 15,248.00 74110 - Audit Fees 0.00 15,248.00 0.00 74210 - Printing and Publications 0.00 1,340.03 0.00 1,340.03 74325 - Contrib. To CO Common Security 0.00 200,000.00 0.00 200,000.00 74520 - Storage 0.00 3,052.00 0.00 3,052.00 74720 - Distribution Cost 0.00 250.00 0.00 250.00 74725 - Other L.T.S.H. 0.00 69,120.00 0.00 69,120.00 75105 - Facilities & Admin - Implement 0.00 432,665.09 0.00 432,665.09 75705 - Learning costs 0.00 3 436 00 0.00 3 436 00 75709 - Learning - training of counter 0.00 4 900 00 0.00 4.900.00 76125 - Realized Loss 0.00 18,942.42 0.00 18,942.42 76135 - Realized Gain 0.00 -4,953.04 0.00 -4,953.04 77165 - Hazard Duty Stat Allow-NP-TA 0.00 2,472.20 0.00 2,472.20 Total for Fund 30000 0.00 5,854,967.95 0.00 5,854,967.95 **Total for Activity ACTIVITY 2** 0.00 5,854,967.95 0.00 5,854,967.95 Activity: ACTIVITY 3 (Mine Risk Education-n) Fund: 30000 (PROGRAMME COST SHARING) 71620 - Daily Subsistence Allow-Local 0.00 2.433.00 0.00 2.433.00 71630 - Shipment 0.00 0.00 11.54 11.54 72135 - Svc Co-Communications Service 0.00 873.77 0.00 873.77 72399 - Other Materials and Goods 0.00 4,700.00 0.00 4,700.00 72505 - Stationery & other Office Supp 0.00 2,260.10 0.00 2,260.10 72515 - Print Media 0.00 5,954.27 0.00 5,954.27 72805 - Acquis of Computer Hardware 0.00 1,580.00 0.00 1,580.00 72815 - Inform Technology Supplies 0.00 365.00 0.00 365.00 72962 - Software-internally developed 0.00 2,000.00 0.00 2,000.00 73107 - Rent - Meeting Rooms 2,668.28 2,668.28 0.00 0.00 73410 - Maint, Oper of Transport Equip 80.86 0.00 80.86 0.00 75105 - Facilities & Admin - Implement 0.00 1,834.15 0.00 1.834.15 76135 - Realized Gain 0.00 -0.290.00 -0.29Total for Fund 30000 0.00 24,760.68 0.00 24,760.68 **Total for Activity ACTIVITY 3** 0.00 24,760.68 0.00 24,760.68 Activity: ACTIVITY 4 (Victims Assistance-n) Fund: 30000 (PROGRAMME COST SHARING) 71205 - Intl Consultants-Sht Term-Tech 0.00 140.00 0.00 140.00 71615 - Daily Subsistence Allow-Intl 0.00 2,906.00 0.00 2,906.00

0.00

0.00

106.00

1.500.00

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1.500.00

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Project Id: 00099753 Emergency Mine Action

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Report ID: unglcdrb Page 5 of 8
Run Time: 26-02-2020 10:02:13

Tun Time. 20-92-2020 10.02.13

Period:

Jan-Dec (2019)

Output #: 00103025 Emergency Mine Action		Impl. Partner : Location :	03474 UNDP (Direct Execution) UNDP	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
73406 - Maintenance of Equipment	0.00	390.00	0.00	390.00
74525 - Sundry	0.00	199.59	0.00	199.59
75105 - Facilities & Admin - Implement	0.00	419.33	0.00	419.33
Total for Fund 30000	0.00	5,660.92	0.00	5,660.92
Total for Activity ACTIVITY 4	0.00	5,660.92	0.00	5,660.92
Activity: ACTIVITY 5 (Mapping & Survey-s))			
Fund: 30000 (PROGRAMME COST SHARING)				
63335 - Home Leave Trvl & Allow-IP Stf	0.00	91.67	0.00	91.67
71205 - Intl Consultants-Sht Term-Tech	0.00	21,480.00	0.00	21,480.00
71405 - Service Contracts-Individuals	0.00	22,620.00	0.00	22,620.00
71605 - Travel Tickets-International	0.00	751.00	0.00	751.00
71615 - Daily Subsistence Allow-Intl	0.00	24,317.08	0.00	24,317.08
71620 <i>-</i> Daily Subsistence Allow-Local 71635 <i>-</i> Travel - Other	0.00 0.00	221,174.72 1,733.00	0.00 0.00	221,174.72 1,733.00
72130 - Svc Co-Transportation Services	0.00	1,060.00	0.00	1,060.00
72170 - Svc Co-Humanitarian Aid & Relf	0.00	41,124.37	0.00	41,124.37
72210 - Machinery and Equipment	0.00	125.00	0.00	125.00
72311 - Fuel, petroleum and other oils	0.00	127,743.46	0.00	127,743.46
72330 - Medical Products	0.00	7,760.00	0.00	7,760.00
72399 - Other Materials and Goods	0.00	39,897.67	0.00	39,897.67
72415 - Courier Charges	0.00	35.67	0.00	35.67
72505 - Stationery & other Office Supp	0.00	7,308.96	0.00	7,308.96
72515 - Print Media	0.00	150.00	0.00	150.00
73115 - Moving Expenses 73410 - Maint, Oper of Transport Equip	0.00 0.00	761.29 4,446.99	0.00 0.00	761.29 4,446.99
73410 - Maint, Oper of Hansport Equip	0.00	1,060.00	0.00	1,060.00
74225 - Other Media Costs	0.00	800.00	0.00	800.00
74520 - Storage	0.00	5,334.00	0.00	5,334.00
75105 - Facilities & Admin - Implement	0.00	42,473.98	0.00	42,473.98
75110 - Facilities & Admin - Services	0.00	2,003.00	0.00	2,003.00
75706 - Learning - ticket costs	0.00	1,150.00	0.00	1,150.00
76110 - Foreign Exch Translation Loss	0.00	170.82	0.00	170.82
Total for Fund 30000	0.00	575,572.68	0.00	575,572.68
Total for Activity ACTIVITY 5	0.00	575,572.68	0.00	575,572.68
Activity: ACTIVITY 6 (Clearance of Mines 8	k UXO-s)			
Fund: 30000 (PROGRAMME COST SHARING)				
72370 - Security related goods and mat	0.00	854.52	0.00	854.52
72430 - Postage and Pouch	0.00	14.65	0.00	14.65
72505 - Stationery & other Office Supp	0.00	1,030.95	0.00	1,030.95
73410 - Maint, Oper of Transport Equip	0.00	188.42	0.00	188.42



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Project Id: 00099753 Emergency Mine Action		Period :	Jan-Dec (2019)	
Output #: 00103025 Emergency Mine Action		Impl. Partner : Location :	03474 UNDP (Direct Execution) UNDP	
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
74040 Printing and Dublications	0.00	472.00	0.00	472.00
74210 - Printing and Publications 74525 - Sundry	0.00 0.00	473.00 516.44	0.00 0.00	473.00 516.44
75105 - Facilities & Admin - Implement	0.00	247.71	0.00	247.71
75705 - Learning costs	0.00	18.40	0.00	18.40
o				
Total for Fund 30000	0.00	3,344.09	0.00	3,344.09
Total for Activity ACTIVITY 6	0.00	3,344.09	0.00	3,344.09
Activity: ACTIVITY 7 (Mine Risk Education	on-s)			
Fund: 30000 (PROGRAMME COST SHARING)				
71605 - Travel Tickets-International	0.00	252.25	0.00	252.25
75105 - Facilities & Admin - Implement	0.00	20.18	0.00	20.18
Total for Fund 30000	0.00	272.43	0.00	272.43
Total for Activity ACTIVITY 7	0.00	272.43	0.00	272.43
Total for Output: 00103025	0.00	8,431,562.61	0.00	8,431,562.61
Project Total :	0.00	8,431,562.61	0.00	8,431,562.61

Aleksandar Mihajlov

AMuxojasl

PM specialist

26-Apr-2020

Natasha van Rijn

Notasha van Rigam Leader, Peace Support

26-Apr-2020

Signed By :

Amal Ali

Head

27-Apr-2020

Signed By:

Auke Lootsma

Aula lastena

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Date:

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27-Apr-2020

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Pierre-Henri Pingeon, Partner KPMG SA, Geneva 20 July 2020 Henri Mwaniki, Senior Manager KPMG SA, Geneva

20 July 2020



UNDP UN Development Programme

Report ID: unglcdrb

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Selection Criteria:

Business Unit: YEM10
Period: Jan-Dec (2019)
Selected Project Id: 00099753
Selected Fund Code: ALL
Selected Dept. IDs: ALL
Selected Outputs: 00103025

Project Id: ALL		Period :	Jan-Dec (2019)	
Output #: ALL		Impl. Partner :		
		Location :		
	O 4 F	LINIDD E	LINI A manadia a Front	Tatal From
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp
	Govt Exp	UNDP Exp	UN Agencies Exp	Total Exp

46401 - Rep of Yemen-Central	0.00	221,112.57	0.00	221,112.57
46403 - Rep of Yemen-Early Recovery	0.00	1,321,894.85	0.00	1,321,894.85
46404 - Rep of Yemen-Governance&RoL	0.00	4,055,315.03	0.00	4,055,315.03
46405 - Rep of Yemen-PeaceOps Support	0.00	2,830,737.80	0.00	2,830,737.80
46406 - Rep of Yemen-Comms & Advocacy	0.00	2,502.36	0.00	2,502.36
46408 - RepYemen-Econom Recovery&Devel	0.00	0.00	0.00	0.00



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Funds Utilization

Selection Criteria:

Business Unit: YEM10

Period: Jan-Dec (2019)
Selected Project Id: 00099753
Selected Fund Code: ALL
Selected Dept. IDs: ALL
Selected Outputs: 00103025

Project/Award: 00099753 Emergency Mine Action Period : As Of Dec31,2019

Output # 00103025	Impl. Partner :03474 UNDP (Direct Execution)	UNDP AMOUNT
Outstanding NEX a	dvances	500,000.00
Undepreciated Fix	ed Assets	9,886.50
Unamortized Intang	gible Assets	0.00
Inventory		0.00
Prepayments		0.00
Commitments		288,178.05



Annex 2: Statement of Fixed Assets

AM In Service Report

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Report ID: **Business Unit:** YEM10

Run Time: Country:

26.02.2020 10:02 Category: In Service Donor: Fund Code:

Project Type: All Amoun >= 1 As of Date: 12/31/2019

Operating Unit:	Department:	Impl Agency:	Donor:	Fund Code:	Project:	Profile ID:													
Business unit Op	Operating Unit	Out a making the it	Asset ID	Drofilo ID	Description	TAG Number	Serial	Model	Location	Acquisition	In Service	Cost.USD	Net Book	Quantity	Department	Impl	Donor	Droject	Fund
	Operating Onit	Asset ID	PI OIIIE ID	Description	TAG Number	Number	wiouei	Date Date		Date	Cost, O3D	Value	Qualitity	Department	Agency	Donor Project	rioject	code	
YEM10	YEM	000000003266	ITC1	A Notebook computers	UNDP-ITC3266	MP-1DPOVY		YEM0010111	04.12.2018	04.12.2018	2 287,00	\$1 977,30	1	46403	001981	11207	00103025	30000	
YEM10	YEM	000000003270	ITC1	A Notebook computers	UNDP-ITC1630	MP-1DRE33		YEM0010111	04.12.2018	04.12.2018	2 287,00	\$1 977,30	1	46403	001981	11207	00103025	30000	
YEM10	YEM	000000003271	ITC1	A Notebook computers	UNDP-ITC3271	SL10N17593		YEM0010111	04.12.2018	04.12.2018	2 287,00	\$1 977,30	1	46403	001981	11207	00103025	30000	
YEM10	YEM	000000003278	ITC1	A Notebook computers	UNDP-ITC1633	MP-1DRG50		YEM0010111	04.12.2018	04.12.2018	2 287,00	\$1 977,30	1	46403	001981	11207	00103025	30000	
YEM10	YEM	000000003279	ITC1	A Notebook computers	UNDP-ITC3279	MP1DRGMN		YEM0010111	04.12.2018	04.12.2018	2 287,00	\$1 977,30	1	46403	001981	11207	00103025	30000	

Reviwed by:

Certified by:

Mohammed Khudshi Project Associate

Stephen Bryant CTA Mine Action



Pierre-Henri Pingeon, Partner KPMG SA, Geneva 20 July 2020

Henri Mwaniki, Senior Manager KPMG SA, Geneva

20 July 2020



\$9 886,50

Annex 3: Management Letter



United Nations Development Programme (UNDP)

Directly Implemented (DIM) Project Id 00099753 "Emergency Mine Action" – Output no. 00103025 "Emergency Mine Action" - Sana'a, Yemen -

Management Letter

For the period from 1 January 2019 to 31 December 2019



KPMG SA Audit Western Switzerland Esplanade de Pont-Rouge 6

Esplanade de Pont-Rouge 6 PO Box 1571 CH-1212 Grand-Lancy CH-1211 Geneva 26 T +41 58 249 25 15 E infogeneva@kpmg.com

Management Letter

To: The Director of the Office of Audit and Investigations (OAI)

United Nations Development Programme (UNDP)

Project title: Emergency Mine Action" – Output no. 00103025

Period covered by the report: 1 January 2019 to 31 December 2019

Location: Sana'a, Yemen

1. Current period findings

No exceptions noted.

2. Follow-up on prior year findings

Process C	Observation	Risk	Recommendations	Status
T 22 re (I U U N m au pp v v a 3 i T ca C C au w F F (I d d c c c au e c c F e e e e e e e e e e e e e e e e	Che office recorded the amount of US\$ 209,405.11 in 2018 CDR although this amount represents expenses that elated to FY2017 CDR, which led to overstated the GMS Facilities and Admin) included in the current CDR by US\$ 16,752.41. No commitments or provision were made for above mentioned transactions during FY2017. Direct payments and non-purchase order accounts payable vouchers were processed and disbursed in FY2018 upon receipt and ralidation of the supporting documentation submitted by 3rd parties to UNDP in 2018. The periods to which these transactions relate were represented in the transaction description field in Atlas by the Diffice, but the supporting documents provided to the audit had a weak audit trail of the relevant dates. Dates were left out on the request for direct payments, the Funding authorization and certificate of expenditure FACE) forms as well as other memos and supporting locuments. The actual dates goods and services were received and the inabilities passed to UNDP could not be verified for tertain. Not charging project's expenditures to correct accounting period FY2017 led to overstatement of the expenses in the current CDR (FY2018). Since the 3Y2017 and 2018 books are already closed, adjustment entries entered after closing will not correct the wrong period.		The predecessor auditor recommended that the UNDP office should: a) Consult with UNDP Head Quarters, Office of Financial Resources Management, how best to process these type of transactions in future, given the unique development situation and country context of Yemen, to ensure UNDP complies with IPSAS and UNDP expenses policy that follows the accrual basis of accounting; b) Instruct 3rd parties implementing project activities on behalf of UNDP to notify the UNDP Office more frequently and timely (e.g. monthly) when goods and services are delivered to specifications, since waiting between 6-9 months after delivery of the goods for the inspection confirmation is unacceptable; c) Ensure all dates are completed in full on supporting documentation like the request for direct payment, FACE forms, goods received notes and certification of services rendered. Record the actual receipt dates that goods and services are received and when the corresponding liability to pay pass to UNDP.	Closed. No similar issued identified in FY19 audit.

KPMG SA

Pierre-Henri Pingeon

Henri Mwaniki

Geneva, 17 July 2020

Annex 4: Findings Priority Ratings

The following categories of priorities are used:

Action is considered imperative to ensure that UNDP is not exposed High (Critical)

to high risks.

Failure to take action could result in major consequences and issues.

Medium Action is considered necessary to avoid exposure to significant risks. Failure to take action could result in significant consequences. (Important)

Low Action is considered desirable and should result in enhanced control

or better value for money. Low priority recommendations, if any, are dealt with by the auditors directly with the Office management, during the exit meeting and through a separate memo subsequent to the fieldwork. Therefore, low priority recommendations are not

included in the audit report.