



AUDIT

OF

INCREASING ACCESS TO WATER IN HOST-COMMUNITIES
(Directly Implemented Project No. 77399, Output No. 88194)

IN

UNDP LEBANON

Report No. 2353
Issue Date: 25 August 2021

**Report on the Audit of Increasing Access to Water in Host-Communities
implemented by UNDP Lebanon
(Project No. 77399, Output No. 88194)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through Talal Abu-Ghazaleh & Co. (the audit firm), from 1 to 23 July 2021, conducted an audit of Increasing 'Access to Water in Host-Communities' (Project No. 77399, Output No. 88194) (the Project), which is directly implemented and managed by the UNDP Country Office in Lebanon (the Office). The last audit of the Project was conducted by OAI, through BDO LLP in 2020 and covered project expenses from 1 January to 31 December 2019.

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 2020 and the accompanying Funds Utilization statement¹ as of 31 December 2020 as well as Statement of Assets as of 31 December 2020. 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 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 submitted by the audit firm, the results are summarized in the table below:

Project Expenses*		Project Assets	
Amount (in \$ '000)	Opinion	Amount (in \$'000)	Opinion
7,807	Unmodified	35	Unmodified

*Expenses recorded in the Combined Delivery Report were \$7,922,828. Excluded from the audit scope were transactions that relate to expenses processed and approved by other UNDP offices outside of the country (\$115,784).

The audit did not result in any recommendations.

Implementation status of previous OAI audit recommendations:

The previous audit (Report No. 2243, issued on 27 August 2020) 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) 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.

Management comments and action plan

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

Helge S. Ostveiten
Director
Office of Audit and Investigations

**United Nations Development Programme
(UNDP)**

**Financial Audit of Directly Implemented Project Managed by
UNDP Country Office in Lebanon**

**“Increasing Access to Water in Host-Communities”
(Project ID 77399 -Output ID 88194)
For the period from 1 January to 31 December 2020**

19 August 2021

**Talal Abu – Ghazaleh & Co.
Member of Talal Abu Ghazaleh & Co. International, TAGI
Certified Public Accountants**



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1. PART I – EXECUTIVE SUMMARY

1.1. Executive Summary:

This report represents the results of the financial audit conducted by Talal Abu – Ghazaleh & Co. of the Project ID 77399- Output ID 88194 “Increasing Access to Water in Host-Communities” (the project), directly implemented by UNDP for the period from 1 January to 31 December 2020.

The audit was undertaken on behalf of UNDP, Office of Audit and Investigations (OAI) and mandated in accordance with the Contract for Professional Services signed between UNDP and Talal Abu – Ghazaleh & Co. on 11 April 2021.

- Audit Opinions:

The following is the summary of the audit opinions provided:

Report on	Type of Opinion	Note
Financial Position	Unmodified	No issues were identified.
Statement of Fixed Assets	Unmodified	No issues were identified.
Statement of Cash	Not applicable	There was no separate bank account for the project under audit. Therefore, no audit opinion is provided on a Statement of Cash.

- Audit Finding:

There were no reportable findings with medium or high priority ratings, consequently we did not issue a management letter

- Follow-up on Previous year’s Audit Recommendations:

Project ID 77399- Output ID 88194 “Supporting Lebanese Hosting Communities was audited in the prior year (audit ID 2243 issued on 27 August 2020). The previous audit report did not raised any audit findings or recommendations.

Sincerely yours,

Talal Abu –Ghazaleh & Co.
License No. 251/1997

Jamal Milhem, CPA
Certified Accountant License # (100/98)
Ramallah - Palestine, 30 July 2021



1.2. Audit Objectives

A. The objective of the financial audit is to express an opinion on the project's financial position which include:

- 1) Expressing an opinion on whether the financial expenses incurred by the project for the period from 1 January to 31 December 2020 and the funds utilization, the accounts receivable and the accounts payable as at 31 December 2020 were fairly presented in accordance with UNDP accounting policies and that the expenses incurred were: (i) in conformity with the approved project budgets; (ii) for the approved purposes of the project; (iii) in compliance with the relevant regulations and rules, policies and procedures of UNDP; and (iv) supported by properly approved vouchers and other supporting documents.
- 2) Expressing an opinion on whether the statement of fixed assets, at net book value, presents fairly the balance of depreciated assets of the UNDP Project as at 31 December 2020. This statement should include all assets available as at 31 December 2020 and not only those purchased in the year under audit. Where a DIM project does not have any assets or equipment it will not be necessary to express such an opinion, and
- 3) Expressing an opinion on whether the statement of cash held by the Project presents fairly the cash and bank balance of UNDP Project as at 31 December 2020. It 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.

B. As applicable, providing the progress made in implementing the recommendations raised in a previous year audit report.

The financial audit was conducted in accordance with the International Standards on Auditing (ISA), the 700 series.

1.3. Scope of Audit:

The scope of the audit relates only to transactions concluded and recorded against the UNDP DIM project for the period from 1 January to 31 December 2020.

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 Centers and UNDP Headquarters and where the supporting documentation is not retained at the level of the UNDP country office.

2. PART II – FINANCIAL AUDIT REPORTS

1.1. Auditor's Report on Financial Position.

**Independent Auditor's Report on the Project Financial Position
of UNDP Project ID 77399– Output ID 88194
“Increasing Access to Water in Host-Communities”**

**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 77399- Output ID 88194 “Increasing Access to Water in Host-Communities” for the period from 1 January to 31 December 2020, which include: (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 US\$ 7,922,828.36 is comprised of expenditure directly incurred by UNDP Country Office in Lebanon for an amount of US\$ 7,807,044.58 and expenditure incurred by entities other than the Country Office for an amount of US\$ 115,783.78. Our audit only covered the expenditures directly incurred by the UNDP Country Office in Lebanon of US\$ 7,807,044.58.

Unmodified Opinion

In our opinion, the attached Combined Delivery Report (CDR) and Funds Utilization Statement present fairly, in all material respects, the expenses of US\$ 7,807,044.58 directly incurred by the UNDP Country Office in Lebanon and charged to the project for the period from 1 January to 31 December 2020 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's Responsibility

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 is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

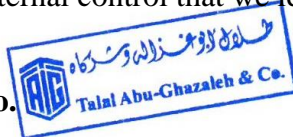
Our objectives are to obtain reasonable assurance about whether the CDR and the Funds Utilization statement are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee 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 skepticism 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.

Talal Abu -Ghazaleh & Co.
License No. 251/1997




Jamal Milhem, CPA
Certified Accountant License # (100/98)
Ramallah - Palestine, 21 July 2021



1.2. Combined Delivery Report (CDR) and Funds Utilization statement:

"Increasing Access to Water in Host-Communities" Project ID 77399– Output ID 88194 for the period from 1 January to 31 December 2020

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Combined Delivery Report

Project: 00077399 - Increasing Access to Water in

Country: Lebanon - Beirut

Period: Quarter 4, 2020

Status: Approved

Report by Output and Fund

Account	Description	Government	UNDP	UN Agencies	Total
Output: 00088194 - Increasing access to water		0.00	7,922,828.36		0.00 7,922,828.36
Fund: 30000 - Programme Cost Sharing		0.00	7,922,828.36		0.00 7,922,828.36
33001	Change(s) in accounting policy	0.00	0.00	0.00	0.00
61305	Salaries - TP Staff	0.00	2,379.56	0.00	2,379.56
61310	Post Adjustment - TP Staff	0.00	1,025.61	0.00	1,025.61
62310	Contrib to Jt Staff Pens Rd-TP	0.00	771.55	0.00	771.55
62315	Contrib. to medical, social in	0.00	118.04	0.00	118.04
62320	Mobility, Hardship, Non-remova	0.00	269.81	0.00	269.81
62340	Annual Leave Expense - TP	0.00	-211.84	0.00	-211.84
63330	Ed Grt Incl Trvl&Allow-TP Stf	0.00	1,040.00	0.00	1,040.00
63335	Home Leave Trvl & Allow-TP Stf	0.00	35.00	0.00	35.00
63350	Reimb of Income Tax-TP Staff	0.00	131.34	0.00	131.34
63530	Contribution to EOS Benefits	0.00	124.69	0.00	124.69
63535	Contribution to Security	0.00	133.01	0.00	133.01
63540	Contribution to Training	0.00	11.64	0.00	11.64
63545	Contribution to ICT	0.00	49.88	0.00	49.88
63550	Contributions to MATP	0.00	1.66	0.00	1.66
63555	Contribution to UN JRA	0.00	99.75	0.00	99.75
63560	Contributions to Appendix D	0.00	8.31	0.00	8.31
64310	Separations - TP Staff	0.00	46.55	0.00	46.55
64397	Services to projects-OO staff	0.00	98,303.33	0.00	98,303.33
65115	Contributions to ASHT Reserve	0.00	330.85	0.00	330.85
65135	Payroll Mgt Cost Recovery ATLA	0.00	64.38	0.00	64.38
71305	Local Consult-Sht Term-Tech	0.00	6,600.00	0.00	6,600.00
71360	Local Consult-Security	0.00	273.54	0.00	273.54
71405	Service Contracts-Individuals	0.00	384,416.30	0.00	384,416.30
71410	MATP Premium SC	0.00	164.88	0.00	164.88
71415	Contribution to Security SC	0.00	15,917.76	0.00	15,917.76
71505	UN Volunteers-Stipend & Allow	0.00	39,603.85	0.00	39,603.85
71520	UNV-Language Allowance	0.00	2,129.85	0.00	2,129.85
71535	UNV-Medical Insurance	0.00	2,598.78	0.00	2,598.78
71540	UNV-Global Charges	0.00	1,558.62	0.00	1,558.62
71541	UNVs-Contribution to security	0.00	1,526.65	0.00	1,526.65
71550	UNV-Resettlement Allowance	0.00	1,612.56	0.00	1,612.56
71565	UNV-Natl Appoint/Sep incl Trvl	0.00	75.00	0.00	75.00
71591	UNV_Cost_Recovery_Deployment	0.00	1,650.00	0.00	1,650.00
71592	UNV_COST_RECOVERY_RECURRING	0.00	6,045.44	0.00	6,045.44
71630	Shipment	0.00	36.50	0.00	36.50
72105	Svc Co-Construction & Engineer	0.00	6,565,767.87	0.00	6,565,767.87
72115	Svc Co-Natural Resources & Env	0.00	29,504.49	0.00	29,504.49
72311	Fuel, petroleum and other oils	0.00	6,274.53	0.00	6,274.53
72350	Medical Kits	0.00	1,095.76	0.00	1,095.76
72399	Other Materials and Goods	0.00	2,110.05	0.00	2,110.05
72405	Acquisition of Communic Equip	0.00	1,682.54	0.00	1,682.54
72415	Courier Charges	0.00	53.00	0.00	53.00
72425	Mobile Telephone Charges	0.00	2,991.11	0.00	2,991.11
72435	E-mail-Subscription	0.00	1,700.70	0.00	1,700.70
72815	Inform Technology Supplies	0.00	226.00	0.00	226.00
73110	Custodial & Cleaning Services	0.00	89.52	0.00	89.52
73120	Utilities	0.00	250.00	0.00	250.00
73125	Catering Services-Premises	0.00	66.31	0.00	66.31

Financial audit of Directly implemented Project ID 77399 - Output ID 88194 "Increasing Access to Water in Host-Communities for the period from 1 January to 31 December 2020.

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73216	Construction Cost	0.00	753.23	0.00	753.23
73410	Maint, Oper of Transport Equip	0.00	6,173.25	0.00	6,173.25
74110	Audit Fees	0.00	6,059.00	0.00	6,059.00
74210	Printing and Publications	0.00	6,213.88	0.00	6,213.88
74505	Insurance	0.00	2,240.00	0.00	2,240.00
75105	Facilities & Admin - Implement	0.00	586,874.42	0.00	586,874.42
76110	Foreign Exch Translation Loss	0.00	0.08	0.00	0.08
76125	Realized Loss	0.00	25.19	0.00	25.19
76135	Realized Gain	0.00	-1.08	0.00	-1.08
77305	Salaries - IP Staff-TA	0.00	48,946.19	0.00	48,946.19
77306	Appoint-Tk cost-IP Staff-TA	0.00	4,294.00	0.00	4,294.00
77307	Appoint-Sub Allow-IP Staff-TA	0.00	7,380.00	0.00	7,380.00
77309	Appoint-shipment-IP Staff-TA	0.00	1,200.00	0.00	1,200.00
77310	Post Adjustment - IP Staff-TA	0.00	23,510.03	0.00	23,510.03
77315	Contrib-Med,SocIns-IP Staff-TA	0.00	529.09	0.00	529.09
77320	Assg hardship & mob allow-TA	0.00	8,055.79	0.00	8,055.79
77353	Reimb of Income Tax - IP-TA	0.00	2,408.43	0.00	2,408.43
77357	Repat. Grt/Comm Ann Lv-IP-TA	0.00	5,111.24	0.00	5,111.24
77375	Contrib-Jt Staff Pens Fd-IP-TA	0.00	16,970.27	0.00	16,970.27
77385	Contribution to Security	0.00	3,675.26	0.00	3,675.26
77386	Contribution to ICT TA	0.00	1,083.85	0.00	1,083.85
77395	MAIP Premium TA/IP	0.00	36.12	0.00	36.12
77396	PAYROLL MGT COST RECOVERY	0.00	643.80	0.00	643.80
77397	Appendix D TA/IP	0.00	180.64	0.00	180.64
77660	Dep Exp Owned -Vehicle	0.00	9,710.95	0.00	9,710.95
Project Total:		0.00	7,922,828.36	0.00	7,922,828.36

Report by Activity and Fund

Account	Description	Government	UNDP	UN Agencies	Total
Output: 00088194 - Increasing access to water		0.00	7,922,828.36		0.00 7,922,828.36
Activity: -		0.00	12,304.98		0.00 12,304.98
Fund: 30000 - Programme Cost Sharing		0.00	12,304.98		0.00 12,304.98
33001	Change(s) in accounting policy	0.00	0.00		0.00 0.00
72405	Acquisition of Communic Equip	0.00	1,682.54		0.00 1,682.54
75105	Facilities & Admin - Implement	0.00	911.49		0.00 911.49
77660	Dep Exp Owned -Vehicle	0.00	9,710.95		0.00 9,710.95
Activity: ACTIVITY4 - Water irrigation networks		0.00	0.08		0.00 0.08
Fund: 30000 - Programme Cost Sharing		0.00	0.08		0.00 0.08
76110	Foreign Exch Translation Loss	0.00	0.08		0.00 0.08
Activity: ACTIVITY5 - Water irrigation KfW phase III		0.00	-0.36		0.00 -0.36
Fund: 30000 - Programme Cost Sharing		0.00	-0.36		0.00 -0.36
76135	Realized Gain	0.00	-0.36		0.00 -0.36
Activity: ACTIVITY7 - Water irrigation KfW 4.1		0.00	4,896,290.32		0.00 4,896,290.32
Fund: 30000 - Programme Cost Sharing		0.00	4,896,290.32		0.00 4,896,290.32
61305	Salaries - IP Staff	0.00	2,379.56		0.00 2,379.56
61310	Post Adjustment - IP Staff	0.00	1,025.61		0.00 1,025.61
62310	Contrib to Jt Staff Pens Fd-IP	0.00	771.55		0.00 771.55
62315	Contrib. to medical, social in	0.00	118.04		0.00 118.04
62320	Mobility, Hardship, Non-remova	0.00	269.81		0.00 269.81
62340	Annual Leave Expense - IP	0.00	-211.84		0.00 -211.84
63330	Ed Grt Incl Trvl&Allow-IP Stf	0.00	1,040.00		0.00 1,040.00
63335	Home Leave Trvl & Allow-IP Stf	0.00	35.00		0.00 35.00
63350	Reimb of Income Tax-IP Staff	0.00	131.34		0.00 131.34
63530	Contribution to EOS Benefits	0.00	124.69		0.00 124.69
63535	Contribution to Security	0.00	133.01		0.00 133.01
63540	Contribution to Training	0.00	11.64		0.00 11.64
63545	Contribution to ICT	0.00	49.88		0.00 49.88
63550	Contributions to MAIP	0.00	1.66		0.00 1.66
63555	Contribution to UN JFA	0.00	99.75		0.00 99.75
63560	Contributions to Appendix D	0.00	8.31		0.00 8.31

Financial audit of Directly implemented Project ID 77399 - Output ID 88194 "Increasing Access to Water in Host-Communities for the period from 1 January to 31 December 2020.

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64310	Separations - IP Staff	0.00	46.55	0.00	46.55
64397	Services to projects -CO staff	0.00	77,735.09	0.00	77,735.09
65115	Contributions to ASHI Reserve	0.00	330.85	0.00	330.85
65135	Payroll Mgt Cost Recovery ATLA	0.00	64.38	0.00	64.38
71305	Local Consult.-Sht Term-Tech	0.00	6,600.00	0.00	6,600.00
71360	Local Consult-Security	0.00	273.54	0.00	273.54
71405	Service Contracts-Individuals	0.00	384,416.30	0.00	384,416.30
71410	MAIP Premium SC	0.00	164.88	0.00	164.88
71415	Contribution to Security SC	0.00	15,917.76	0.00	15,917.76
71505	UN Volunteers-Stipend & Allow	0.00	39,603.85	0.00	39,603.85
71520	UNV-Language Allowance	0.00	2,129.85	0.00	2,129.85
71535	UNV-Medical Insurance	0.00	2,598.78	0.00	2,598.78
71540	UNV-Global Charges	0.00	1,558.62	0.00	1,558.62
71541	UNVs-Contribution to security	0.00	1,526.65	0.00	1,526.65
71550	UNV-Resettlement Allowance	0.00	1,612.56	0.00	1,612.56
71565	UNV-Natl Appoint/Sep incl Trvl	0.00	75.00	0.00	75.00
71591	UNV_Cost_Recovery_Deployment	0.00	1,650.00	0.00	1,650.00
71592	UNV_COST_RECOVERY_RECURRING	0.00	6,045.44	0.00	6,045.44
71630	Shipment	0.00	36.50	0.00	36.50
72105	Svc Co-Construction & Engineer	0.00	3,795,393.32	0.00	3,795,393.32
72115	Svc Co-Natural Resources & Env	0.00	29,504.49	0.00	29,504.49
72311	Fuel, petroleum and other oils	0.00	6,274.53	0.00	6,274.53
72350	Medical Kits	0.00	1,095.76	0.00	1,095.76
72399	Other Materials and Goods	0.00	2,110.05	0.00	2,110.05
72415	Courier Charges	0.00	39.00	0.00	39.00
72425	Mobile Telephone Charges	0.00	2,991.11	0.00	2,991.11
72435	E-mail-Subscription	0.00	1,700.70	0.00	1,700.70
72815	Inform Technology Supplies	0.00	226.00	0.00	226.00
73110	Custodial & Cleaning Services	0.00	89.52	0.00	89.52
73120	Utilities	0.00	250.00	0.00	250.00
73125	Common Services-Premises	0.00	66.31	0.00	66.31
73216	Construction Cost	0.00	753.23	0.00	753.23
73410	Maint, Oper of Transport Equip	0.00	6,173.25	0.00	6,173.25
74110	Audit Fees	0.00	6,059.00	0.00	6,059.00
74210	Printing and Publications	0.00	6,213.88	0.00	6,213.88
74505	Insurance	0.00	2,240.00	0.00	2,240.00
75105	Facilities & Admin - Implement	0.00	362,686.38	0.00	362,686.38
76125	Realized Loss	0.00	25.19	0.00	25.19
76135	Realized Gain	0.00	-0.72	0.00	-0.72
77305	Salaries - IP Staff-TA	0.00	48,946.19	0.00	48,946.19
77306	Appoint-Tk cost-IP Staff-TA	0.00	4,294.00	0.00	4,294.00
77307	Appoint-Sub Allow-IP Staff-TA	0.00	7,380.00	0.00	7,380.00
77309	Appoint-shipment-IP Staff-TA	0.00	1,200.00	0.00	1,200.00
77310	Post Adjustment - IP Staff-TA	0.00	23,510.03	0.00	23,510.03
77315	Contrib-Med,SocIns-IP Staff-TA	0.00	529.09	0.00	529.09
77320	Assg hardship & mob allow-TA	0.00	8,055.79	0.00	8,055.79
77353	Reimb of Income Tax - IP-TA	0.00	2,408.43	0.00	2,408.43
77357	Repat. Grt/Comm Ann Lv-IP-TA	0.00	5,111.24	0.00	5,111.24
77375	Contrib-Jt Staff Pens Fd-IP-TA	0.00	16,970.27	0.00	16,970.27
77385	Contribution to Security	0.00	3,675.26	0.00	3,675.26
77386	Contribution to ICT_TA	0.00	1,083.85	0.00	1,083.85
77395	MAIP Premium TA/IP	0.00	36.12	0.00	36.12
77396	PAYROLL MGT COST RECOVERY	0.00	643.80	0.00	643.80
77397	Appendix D TA/IP	0.00	180.64	0.00	180.64
Activity: ACTIVITY8 - Water irrigation KfW 4.2		0.00	3,014,233.34	0.00	3,014,233.34
Fund: 30000 - Programme Cost Sharing		0.00	3,014,233.34	0.00	3,014,233.34
64397	Services to projects -CO staff	0.00	20,568.24	0.00	20,568.24
72105	Svc Co-Construction & Engineer	0.00	2,770,374.55	0.00	2,770,374.55
72415	Courier Charges	0.00	14.00	0.00	14.00
75105	Facilities & Admin - Implement	0.00	223,276.55	0.00	223,276.55
Project Total:		0.00	7,922,828.36	0.00	7,922,828.36

Funds Utilization

Output: 00088194 - Increasing access to water
Implementing Partner: 99999 - UNDP

UNDP Amount

Financial audit of Directly implemented Project ID 77399 - Output ID 88194 "Increasing Access to Water in Host-Communities for the period from 1 January to 31 December 2020.

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Outstanding NIM Advances:	0.00
Undepreciated Fixed Assets:	35,319.32
Unamortized Intangible Assets:	0.00
Inventory:	0.00
Prepayments:	0.00
Commitments:	301,347.57

Signed on behalf of UNDP:

Hassan Jaber
hassan.jaber@undp.org

Date: Mar 03, 2021

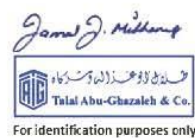


Celine Moyroud
Resident Representative

Signed on behalf of Implementing Partner:

Nicolas Gharib
Project Manager
UNDP

Date: Mar 04, 2021



1.3. Auditors Report on the Statement of Fixed Assets:

**Independent Auditor's Report on the Statement of Fixed Assets
of UNDP Project ID 77399– Output ID 88194
“Increasing Access to Water in Host-Communities”**

**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 77399 - Output ID 88194 “Increasing Access to Water in Host-Communities” as at 31 December 2020.

Unmodified Opinion

In our opinion, the accompanying statement of fixed assets presents fairly in all material respects the assets status of the Project ID 77399 – Output ID 88194 amounting to US\$ 35,319.32 as at 31 December 2020 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's Responsibility

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 the 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.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism 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.

Jamal Milhem, CPA

Certified Accountant License # (100/98)



Jamal J. Milhem
Talal Abu-Ghazaleh & Co.

License No. 251/1997

Ramallah – Palestine, 21 July 2021

1.4. Statement of Fixed Assets:

"Increasing Access to Water in Host-Communities" (Project ID 77399– Output ID 88194) as at 31 December 2020

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Project ID 00077399 - Output ID 00088194: Statement of Assets as of 31 December 2020

Project	Output	Department ID	Implementing Agency	Donor	Fund	Business Unit	Operating Unit
00077399	00088194	45605	001981	10283	30000	LBN10	LBN

Asset ID	Profile ID	Description	TAG Number	Serial Number	Location	Acquisition Date	In Service Date	Cost (USD)	Net Book Value (USD)	Quantity
1443	MTRV4	A SUV	D289/81	1FM5K8B85EGC30239	LBNCEDF1	11/21/2014	11/21/2014	34,725.45	16,880.41	1
1474	MTRV4	TOYOTA LAND CRUISER	B463550	JTEBM2YJ130023890	LBNMOEWGF	12/16/2003	12/16/2003	22,204.00	0.00	1
1475	MTRV4	PEUGOT 307	B257548	VF33CNFUE2Y013392	LBNMOEWGF	10/15/2002	10/15/2002	14,325.00	0.00	1
1487	MTRV4	NISSAN X-TRAIL COMFORT	D289/73	JN1TBNT30Z0145087	LBNCEDF1	10/22/2009	10/22/2009	20,856.00	1303.50	1
1490	MTRV4	TOYOTA FORTUNER	D289/66	MHFYU59G807007570	LBNMOEF7	1/22/2009	1/22/2009	28,050.00	0.00	1
1529	MTRV4	Ford Explorer - SUV	D289/19	1FM5K8B86FGA23196	LBNTRP6	4/7/2015	4/7/2015	32,900.00	17135.41	1
Total								153,060.45	35,319.32	

Name: Jihan Seoud
Title: Programme Manager
Energy and Environment Programme
Date: 5-Mar-21

Jihan Seoud



Talal Abu-Ghazaleh



For identification purposes only