

UNITED NATIONS DEVELOPMENT PROGRAMME
Office of Audit and Investigations



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AUDIT

OF

UNDP SUDAN

UNDP/UNHCR TRANSITIONAL SOLUTIONS INITIATIVE (TSI)
(Directly Implemented Project, Output No. 82557)

Report No. 1369

Issue Date: 17 September 2014

**Report on the audit of UNDP Sudan
UNDP/UNHCR Transitional Solutions Initiative (TSI), Output No. 82557
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), from 13 to 26 July 2014, through Talal Abu – Ghazaleh & Co (the audit firm), conducted an audit of UNDP/UNHCR Transitional Solutions Initiative (TSI), Output No. 82557 (the Project), which is directly implemented and managed by the UNDP Country Office in Sudan (the Office). This was the first audit of the Project.

The audit firm conducted a financial audit to express an opinion on whether the financial statements present fairly, in all material aspects, the Project’s operations. The audit covered the Project’s Combined Delivery Report, which includes expenditure for the period from 1 January to 31 December 2013 and the accompanying Funds Utilization statement¹ as of 31 December 2013 as well as Statement of Assets as of 31 December 2013. The audit did not include activities and expenses incurred at the “responsible party” level. 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 Expenditure*		Project Assets	
Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion
2,311	Unqualified	109	Unqualified

*Expenditures recorded in the Combined Delivery Report were \$2,874,450. Excluded from the audit scope were transactions that relate to expenditures incurred by responsible parties (\$563,528). The expenditures incurred by the “responsible party” have been subject to a separate audit with total expenditures of \$ 563,528. The audit was unqualified.

The audit firm issued an unqualified opinion on the Funds Utilization statement.

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.

The audit did not result in any recommendations.



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