

**UNITED NATIONS DEVELOPMENT PROGRAMME**  
**Office of Audit and Investigations**



*Empowered lives.  
Resilient nations.*

**AUDIT**

**OF**

**UNDP INDIA**

**Improving Efficiency of Health Care Systems in Multiple States  
(Directly Implemented Project No. 73182, Output Nos. 86136 and 86879)**

**Report No. 1469**

**Issue Date: 30 June 2015**

**Report on the audit of UNDP India  
Improving Efficiency of Health Care Systems in Multiple States  
(Project No. 73182, Output Nos. 86136 and 86879)  
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), from 11 to 19 May 2015, through Moore Stephens (the audit firm), conducted an audit of Improving Efficiency of Health Care Systems in Multiple States (Project No. 73182, Output Nos. 86136 and 86879) (the Project), which is directly implemented and managed by the UNDP Country Office in India (the Office). The last audit of the Project was conducted by OAI in 2014 and covered project expenditure from 1 January to 31 December 2013.

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 2014 and the accompanying Funds Utilization statement<sup>1</sup> as well as Statement of Assets as of 31 December 2014. The audit did not include expenses processed and approved in locations outside of the country (such as UNDP Headquarters), or where supporting documentation was not retained at the UNDP Country Office 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 submitted by the audit firm, the results are summarized in the table below:

Project Expenditure*		Project Assets	
Amount (in \$)	Opinion	Amount (in \$)	Opinion
6,991,782*	Unqualified	4,899	Unqualified

\* Expenditures recorded in the Combined Delivery Report were \$8,056,373. Expenditures processed and approved by other UNDP offices outside of the country (\$1,064,591) were excluded from the audit scope.

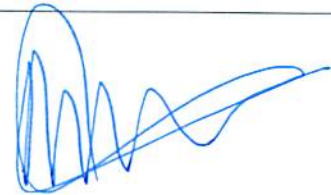
The audit did not result in any recommendations.

**Implementation status of previous OAI audit recommendations:** Report No. 1380, 7 August 2014.

Total recommendations: 1  
Implementation rate: 0%

<sup>1</sup> 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 pending recommendation pertains to the need for the Office to obtain from one of its donors a waiver of the contractual obligation to repay interest earned by UNDP on the contributions received.



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