



AUDIT

OF

UNDP LIBYA

LIBYA ELECTORAL ASSISTANCE PROJECT

(Directly Implemented Project No. 65426, Output No. 81933)

Report No. 1489

Issue Date: 4 November 2015

**Report on the Audit of UNDP Libya
Libya Electoral Assistance Project (Project No. 65426, Output No. 81933)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through Moore Stephens LLP (the audit firm), conducted from 14 to 18 September 2015 an audit of the Libya Electoral Assistance Project (Project No. 65426, Output No. 81933) (the Project), which is directly implemented and managed by the UNDP Country Office in Libya (the Office). The last audit of the Project was conducted by OAI in 2013 and covered project expenditure from 1 January to 31 December 2012.

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 2013 to 31 December 2014, and the accompanying Funds Utilization statement¹ as of 31 December 2014 as well as Statement of Assets as of 31 December 2014. The audit did not include activities and expenses incurred or undertaken at the "responsible parties" level, or 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:

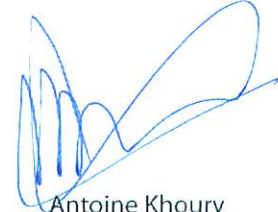
Year	Project Expenditure*		Project Assets	
	Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion
2013	1,458	Unqualified	441	Unqualified
2014	2,350	Unqualified	373	Unqualified

*Expenditures recorded in the Combined Delivery Report were \$12.3 million. Excluded from the audit scope were transactions that relate to expenditures of other United Nations agencies (\$1.6 million) and expenditures processed and approved by other UNDP offices outside of the country (\$6.9 million).

The audit 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.

The previous audit (Report No. 1255, issued on 21 February 2014) had one recommendation, and based on OAI's desk review, it was fully implemented.

A handwritten signature in blue ink is enclosed in a thin black rectangular box. The signature is stylized and appears to read 'Antoine Khoury'.

Antoine Khoury
Officer-in-Charge
Office of Audit and Investigations