

UNITED NATIONS DEVELOPMENT PROGRAMME
Office of Audit and Investigations



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AUDIT

OF

UNDP KENYA

2KEN014/235 STRENGTHENING THE ELECTORAL PROCESSES IN KENYA
(Directly Implemented Project No. 85584, Output No. 93173)

Report No. 1821

Issue Date: 1 August 2017

**Report on the Audit of UNDP Kenya
2KEN014/235 Strengthening the Electoral Processes in Kenya
(Project No. 85584, Output No. 93173)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through Deloitte, (the audit firm), from 18 to 28 April 2017, conducted an audit of 2KEN014/235 Strengthening the Electoral Processes in Kenya, Project No. 85584, Output No. 93173 (the Project), which is directly implemented and managed by the UNDP Country Office in Kenya (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 2016 and the accompanying Funds Utilization statement¹ as of 31 December 2016. The audit did not include activities and expenses incurred or undertaken at the “responsible party” level, or expenses processed and approved in locations outside of the country (such as UNDP Regional Centres and UNDP Headquarters). 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:

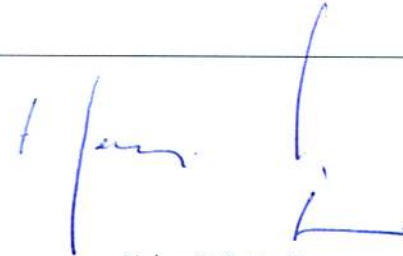
Project Expenditure*		Project Assets	
Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion
4,715	Unqualified	22	Unqualified

*Expenditures recorded in the Combined Delivery Report were \$5,246,462. Excluded from the audit scope were transactions that relate to expenditures of other United Nations agencies (\$510,585) and expenditures processed and approved by other UNDP offices outside of the country (\$21,270).

**NFM= Net Financial Misstatement

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.

A handwritten signature in blue ink is enclosed within a black rectangular box. The signature is stylized and appears to read 'H. S. Osttveiten'.

Helge S. Osttveiten
Director
Office of Audit and Investigations