

UNITED NATIONS DEVELOPMENT PROGRAMME
Office of Audit and Investigations



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AUDIT

OF

UNDP PERU

**STRENGTHENING OF THE CAPACITIES OF THE QALI WARMA NATIONAL SCHOOL
FEEDING PROGRAMME**

(Directly Implemented Project No. 73717, Output No. 86409)

Report No. 1838

Issue Date: 27 July 2017

**Report on the Audit of UNDP Peru
Strengthening of the Capacities of the Qali Warma National School Feeding Programme
(Project No. 73717, Output No. 86409)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through Moore Stephens LLP (the audit firm), from 5 to 16 June 2017, conducted an audit of Strengthening of the Capacities of the Qali Warma National School Feeding Programme, Project No. 73717, Output No. 86409 (the Project), which is directly implemented and managed by the UNDP Country Office in Peru (the Office). The last audit of the Project was conducted by OAI in 2016 and covered project expenditure from 1 January 2013 to 31 December 2015.

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 to 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 Assets as no assets were purchased by the Project. 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*	
Amount (in \$ '000)	Opinion
22,906	Unqualified

*Expenditures recorded in the Combined Delivery Report were \$23,216,561. Excluded from the audit scope were transactions that relate to expenditures processed and approved by other UNDP offices outside of the country, and expenditures incurred by other UN agencies. (\$311,017).

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.

Implementation status of previous OAI audit recommendations: Report No. 1663, 29 July 2016.

Total recommendations: 2

Implemented: 1

Not implemented: 1

The pending recommendation pertains to the lack of annual and quarterly reports.



Brett Simpson
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