

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



*Empowered lives.  
Resilient nations.*

**AUDIT**

**OF**

**UNDP PHILIPPINES**

**TIME-CRITICAL DEBRIS MANAGEMENT**

**(Directly Implemented Project No. 77295, Output Nos. 88169, 88305 and 91310)**

**Report No. 1854**

**Issue Date: 21 August 2017**

**Report on the Audit of UNDP Philippines  
Time-Critical Debris Management (Project No. 77295, Output No. 88169, 88305 and 91310)  
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through Deloitte (the audit firm), from 3 to 19 May, 2017 conducted an audit of Time-Critical Debris Management, Project No. 77295, Output Nos. 88169, 88305 and 91310 (the Project), which is directly implemented and managed by the UNDP Country Office in the Philippines (the Office). The last audit of the Project was conducted by OAI in 2014 and covered project expenditure from 8 November 2013 to 30 August 2014.

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 statement<sup>1</sup> as of 31 December 2016 as well as Statement of Assets as of 31 December 2016. 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
5,558	Unqualified	202	Unqualified

The audit did not result in any recommendations.

**Implementation status of previous OAI audit recommendations:** Report No. 1412, 6 March 2015

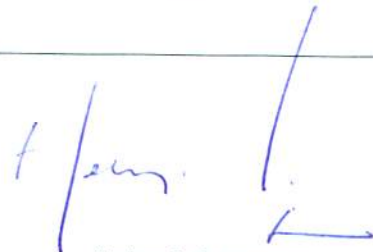
Total recommendations: 12

Implemented: 12

<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.

### Management comments and action plan

Management comments and/or additional information provided have been incorporated into the report, where appropriate.



Helge S. Osttveiten  
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