



AUDIT

OF

UNDP REPUBLIC OF MOLDOVA

CONSTRUCTION OF JOINTLY OPERATED BORDER CROSSING POINT AT PALANCA
(Directly Implemented Project No. 80744, Output No. 90325)

Report No. 2065

Issue Date: 24 July 2019

**Report on the Audit of UNDP Republic of Moldova
Construction of Jointly Operated Border Crossing Point at Palanca
(Project No. 80744, Output No. 90325)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through BDO LLP (the audit firm), from 20 to 29 May 2019, conducted an audit of Construction of Jointly Operated Border Crossing Point at Palanca (Project No. 80744, Output No. 90325) (the Project), which is nationally implemented¹ with direct support services provided by the UNDP Country Office in the Republic of Moldova (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 expenses for the period from 1 January to 31 December 2018 and the accompanying Funds Utilization statement² as of 31 December 2018. The audit did not cover the Statement of Assets as no assets were held 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 Expenses	
Amount (in \$ '000)	Opinion
5,771	Unmodified

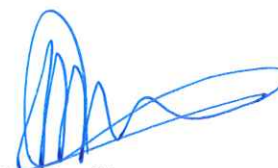
The audit did not result in any recommendations.

¹ Nationally implemented projects, or NIM projects, are audited by the responsible unit in UNDP. However, this NIM project was audited by OAI due to significant involvement of the Country Office in its implementation, and the subsequent materiality of the amount expensed by UNDP.

² The Funds Utilization statement includes the balance, as at a given date, of five items: (a) outstanding advances received by the project; (b) undepreciated 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

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



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