



AUDIT

OF

UNDP GUATEMALA

**PROGRAMA DE DESARROLLO METROPOLITANO DE LA MUNICIPALIDAD DE
GUATEMALA**
(Nationally Implemented Project No. 36408, Output Nos. 39570, 46679, and 46682)

Report No. 2388

Issue Date: 7 July 2021

Report on the Audit of UNDP Guatemala
Programa de Desarrollo Metropolitano de la Municipalidad de Guatemala (Project No. 36408, Output
Nos. 39570, 46679, and 46682)
Executive Summary

The UNDP Office of Audit and Investigations (OAI), through PKF Littlejohn LLP (the audit firm), from 25 May to 11 June 2021, conducted an audit of *Programa de Desarrollo Metropolitano de la Municipalidad de Guatemala* (Project No. 36408, Output Nos. 39570, 46679, and 46682) (the Project), which is nationally implemented¹ with support services provided by UNDP Guatemala (the Office). The last audit of the Project was conducted by OAI, through KPMG in 2020 and covered project expenses from 1 January to 31 December 2019.

The audit firm conducted a financial audit in accordance with the International Standards of Auditing (ISA) the 700 series, 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 2020 and the accompanying Funds Utilization statement¹ as of 31 December. 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) or expenses of other United Nations agencies. 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
15,673	Unmodified

The audit did not result in any recommendations.

The previous audit (Report No. 2235, issued on 24 July 2020) 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) 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.

Brett Simpson
Officer-in-Charge
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