



**AUDIT**

**OF**

**SISTEMA PRISIONAL**  
**(Directly Implemented Project No. 114502, Output Nos. 112508 and 113311)**

**IN**

**UNDP BRAZIL**

**Report No. 2486**  
**Issue Date: 29 June 2020**

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**Report on the Audit of UNDP Brazil**  
**Sistema Prisional (Project No. 114502, Output Nos. 112508 and 113311)**  
**Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through PKF Littlejohn LLP (the audit firm), from 23 May to 8 June 2022, conducted an audit of “*Sistema Prisional*” (Project No. 114502, Output Nos. 112508 and 113311) (the Project), which is directly implemented and managed by the UNDP Country Office in Brazil (the Office). The last audit of the Project was conducted by OAI, through KPMG SA 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 2021 and the accompanying Funds Utilization statement<sup>1</sup> as of 31 December 2021. 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
6,394	Unmodified

\*Expenses recorded in the Combined Delivery Report were \$6,496,734. Excluded from the audit scope were transactions that relate to expenses incurred at the “responsible party” level (\$102,597).

The audit did not result in any recommendations.

The previous audit (Report No. 2233, issued on 27 July 2020 did not result in any recommendations.

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<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) 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.



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**Management comments and action plan**

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

Helge S. Ostveiten  
Director  
Office of Audit and Investigations