



AUDIT

OF

TECNOLOGIA E INFRAESTRUCTURA AL SERVICIO DE LA INCLUSION EDUCATIVA
(Nationally Implemented Project No. 135311, Output No. 126603)

IN

UNDP EL SALVADOR

Report No. 2493
Issue Date: 22 July 2022

**Report on the Audit of UNDP El Salvador
Tecnología e Infraestructura al servicio de la inclusión educativa
(Project No. 135311, Output No. 126603)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through PKF Littlejohn LLP (the audit firm), from 31 May to 28 June 2022, conducted an audit of *Tecnología e Infraestructura al servicio de la inclusión educativa* (Project No. 135311, Output No. 126603) (the Project), which is nationally implemented with support services provided by the UNDP Country Office in El Salvador. This was the first audit of the Project.

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 statement¹ as of 31 December 2021. The audit did not include activities and 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 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* of the Institute of Internal Auditors (The IIA).

Audit results

Based on the audit report submitted by the audit firm, the results are summarized in the table below:

Project Expenses*	
Amount (in \$ '000)	Opinion
33,825	Unmodified

*Expenses recorded in the Combined Delivery Report (CDR) were \$33,897,811. Excluded from the audit scope were transactions and expenses processed and approved by other UNDP offices outside of the country (\$72,893.50).

As of 31 December 2021, the CDR recorded commitments amounting to \$43,438,302, of which \$43,429,199 was recorded as expenses in the first semester of 2022. An Emphasis of Matter statement was raised by the auditors due to the differences between the expenditures recorded in the CDR and the Project's delivery on UNDP's platform that showed commitments in 2021 as project expenditures. This inconsistency was due to purchase orders raised by the Project in 2021 that were not created as multi-annual purchase orders, indicating budget lines and periods in which the goods and services were expected to be received (2021 and 2022). This issue did not impact the audit opinion as the CDR subject of the audit reasonably reflected the project expenditures and commitments as of 31 December 2021.

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) 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
Office of Audit and Investigations