



AUDIT

OF

**PROGRAMA DE DESARROLLO METROPOLITANO DE LA MUNICIPALIDAD DE
GUATEMALA – EJE MOVILIDAD URBANA
(Nationally Implemented Project No. 39570)**

IN

UNDP GUATEMALA

Report No. 2769

Issue Date: 19 July 2024

**Report on the Audit of Programa de Desarrollo Metropolitano de la Municipalidad de Guatemala – Eje Movilidad Urbana (Project No. 39570)
Implemented in UNDP Guatemala
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through PKF Littlejohn LLP (the audit firm), from 27 May to 12 June 2024, conducted an audit of *Programa de Desarrollo Metropolitano de la Municipalidad de Guatemala – Eje Movilidad Urbana* (Project No. 39570) (the Project), which is nationally implemented with support services provided by the UNDP Country Office in Guatemala. The last audit of the Project was conducted by OAI, through PKF Littlejohn LLP in 2023 and covered project expenses from 1 January to 31 December 2022.

The audit was conducted in accordance with the International Standards of Auditing (ISA), the 700 series. The audit work covered financial transactions as well as internal controls and systems for the purpose of expressing an opinion on whether the financial statements present fairly, in all material aspects, the Project’s operations, as well as assess compliance with UNDP regulations, rules, policies and procedures and donor agreements. The audit covered the Project’s Combined Delivery Report, which includes expenses for the period from 1 January to 31 December 2023 and the accompanying Funds Utilization statement¹ as of 31 December 2023. It also reviewed the relevant systems, procedures and practices in place as they relate to the Project, in the areas of governance, programme, and operations. 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).

Overall audit rating

Based on the audit report submitted by the audit firm, OAI assessed the management of the Project as **fully satisfactory**, which means “The assessed governance arrangements, risk management practices and controls were adequately established and functioning well. Issues identified by the audit, if any, are unlikely to affect the achievement of the objectives of the audited entity/area.”

Project Expenses*	
Amount (in \$ '000)	Opinion
21,987	Unmodified

The audit did not result in any recommendations.

The previous audit (Report No. 2622, issued on 29 June 2023) 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.



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