



INTERNAL AUDIT AND INVESTIGATIONS GROUP

UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

23 December 2014

PROJECT NAME:	IMPLEMENTATION OF THE SULU-CELEBES SEA SUSTAINABLE FISHERIES MANAGEMENT PROJECT
PROJECT NUMBER:	00072595
COUNTRIES:	INDONESIA, MALAYSIA AND THE PHILIPPINES
AUDITOR:	MOORE STEPHENS LLP
PERIOD SUBJECT TO AUDIT:	17 DECEMBER 2009 UNTIL 30 SEPTEMBER 2014

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Acronyms and abbreviations

IAIG	Internal Audit and Investigations Group
IPSAS	International Public Sector Accounting Standards
OC	Operations Centre
PC	Project Centre
TOR	Terms of Reference
UNOPS	United Nations Office for Project Services
USD	United States Dollars
MoU	Memorandum of Understanding

Financial audit report

Audit opinion on the project financial statement

Report of the Independent Auditors to UNOPS

We have audited the accompanying project financial statement for the project “Implementation of the Sulu-Celebes Sea Sustainable Fisheries Management Project” (Atlas project ID 00072595) of UNOPS for the period from 17 December 2009 until 30 September 2014.

Management responsibility for the financial statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with International Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor’s responsibility

Our responsibility is to express an opinion on the financial statement based upon the results of our audit. We conducted our audit in accordance with the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation of a financial statement that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Auditor’s opinion

In our opinion the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project “Implementation of the Sulu-Celebes Sea Sustainable Fisheries Management Project” (Atlas project ID 00072595), for the period from 17 December 2009 until 30 September 2014 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Project financial statement

This is attached as Annex I to this report.

Audit opinion on the statement of non-expendable property

No statement of non-expendable property has been prepared as the project did not own any items eligible to be designated as an asset according to the UNOPS recognition criteria at the reporting date. Accordingly we have not issued an opinion in respect of non-expendable property.



Mark Henderson
Partner

Moore Stephens LLP
150 Aldersgate Street
London
EC1A 4AB

23 December 2014

Responsibility statement by management

This is attached as Annex II to this report.

Annex I – Project financial statement

Project Atlas id:	00072595	Funding	UNDP/MDTF
Project Title :	Sulu-Celebes Sea Sustainable Fisheries Management Project		All Amounts in US\$
		Date:	14/11/2014

INTERIM FINANCIAL STATEMENT AS AT 30 Sep 2014

Opening Balances 2003 0.00

1) Award

Approved Award

2009	2,890,000.00	
2014	0.00	2,890,000.00

TOTAL Approved Award (A) **2,890,000.00**

2) PROJECT EXPENSES

PERIOD - PRIOR YEARS:

2010	Project Expense	176,497.74	
	Net Exchange Loss	148.40	
	Management Fee	13,237.34	189,883.48
2011	Project Expense	686,943.05	
	Net Exchange Gain	-64.58	
	Management Fee	50,821.84	737,700.31
2012	Project Expense	588,938.37	
	Net Exchange Loss	120.81	
	Management Fee	44,170.39	633,229.57
2013	Project Expense	627,783.71	
	Net Exchange Gain	-193.56	
	Management Fee	47,099.79	674,689.94

PERIOD - CURRENT YEAR

2014	Project Expense	498,090.18	
	Net exchange gain	-100.99	
	Management fee	37,356.77	535,345.96

TOTAL PROJECT EXPENSES (B) **2,770,849.26**

Project Advances (C)	-21.19	-21.19
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PROJECT Budget BALANCE (D) = (A) - (B) - (C) **119,171.93**

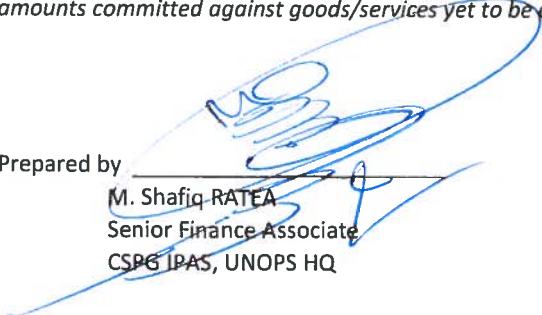
Open Purchase Orders (E)	38,686.27	38,686.27
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3) PROJECT Budget BALANCE (F) = (D) - (E) **80,485.66**

This statement is interim and is provided for information purposes only. Figures are not final. Final figures will appear in the certified financial statement once books for the concerned period are closed.

The Statement is following IPSAS reporting requirements, Management Fee is calculated and recorded against Project Expenses (Disbursements + Receipt Accruals)

Project Advances represents amounts yet to be either recovered or settled against Project Expenses. Open POs represents amounts committed against goods/services yet to be delivered/rendered.

Prepared by 
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CSPG IPAS, UNOPS HQ

Certified By 
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Regional Finance Specialist
CSPG IPAS, UNOPS HQ

Annex II – Statement of management responsibility

UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID: 00072595:

Implementation of the Sulu-Celebes Sea Sustainable Fisheries Management Project

Responsibility Statement by Management

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of the Expenditure Statement of the UNOPS Project ID. 72595 Implementation of the Sulu-Celebes Sea Sustainable Fisheries Management Project. The Statement, presented in Annex I of the audit report, has been prepared in accordance with the applicable UNOPS regulations and rules.

We do hereby state that, in our opinion:

Financial Statement

The Financial Statement as reported, presents fairly in all material respects, the expenditure of US\$ 2,770,849 incurred by the UNOPS office for the period 17 December 2009 to 30 September 2014 in accordance with the accounting policies set out in the Notes to the Statement and in conformity with approved activities and budgets of UNOPS Project ID. 72595 Implementation of the Sulu-Celebes Sea Sustainable Fisheries Management Project.

Statement of Inventory of Non-Expendable Equipment

(No statement of non-expendable property has been prepared as the project did not own any items eligible to be designated as an asset according to the UNOPS recognition criteria at the reporting date).



Name: Kirk Bayabos

Manager, SGC, WEC

Region: GPSO

Place : Manila, Philippines

Date: 23/12/2014