



INTERNAL AUDIT AND INVESTIGATIONS GROUP

UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

30 January 2017

PROJECT NAME:	AFGHANISTAN DEMOCRATIC POLICING PROJECT (ADPP)
PROJECT NUMBER :	00085248
COUNTRY:	AFGHANISTAN
AUDITOR:	MOORE STEPHENS LLP
PERIOD SUBJECT TO AUDIT:	3 FEBRUARY 2013 TO 31 JULY 2016

Contents

Acronyms and abbreviations	3
Financial audit report	4
Audit opinion on the project financial statement.....	4
Annex I – Project financial statement	
Annex II – Responsibility statement by management	

Acronyms and abbreviations

ADPP	Afghan Democratic Policing Project
AFN	Afghan Afghani
AFOH	Afghanistan Operational Hub
IAIG	Internal Audit and Investigations Group
IPSAS	International Public Sector Accounting Standards
TOR	Terms of Reference
UNOPS	United Nations Office for Project Services
USD	United States Dollars

Financial audit report

Audit opinion on the project financial statement

Report of the Independent Auditors to UNOPS Afghanistan Operational Hub

We have audited the accompanying Financial Statements of the project 'Afghanistan Democratic Policing Project (ADPP)' (Atlas project ID 00085248) of UNOPS, which comprise the statement of income and expenditure for the period from 3 February 2013 to 31 July 2016, and a summary of significant accounting policies and other explanatory information.

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 'Afghanistan Democratic Policing Policy (ADPP)' (Atlas award ID 00085248), for the period from 3 February 2013 to 31 July 2016 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.



INTERNAL AUDIT AND INVESTIGATIONS GROUP

A handwritten signature in blue ink, appearing to read "Mark Henderson".

Mark Henderson
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB

30 January 2017



INTERNAL AUDIT AND INVESTIGATIONS GROUP

Responsibility statement by management

This is attached as Annex II to this report.

Annex I – Project financial statement

November 22, 2016
Ref: Project No: 00085248
Funding: DPKO

To whom it may Concern,

Subject: Interim Financial Statement as at 31 July 2016

We enclose the Interim Financial Statement for project **00085248 Afghanistan Democratic Policing Project (ADPP)**, which commenced in year 2013 and indicates project expenses as at 31 July 2016.

We draw your attention to the following:

- › Project expenditure and management fee: **US\$ 4,145,428**
- › Project commitments: **US\$ 36,710**
- › Total cash received: **US\$ 4,225,923** including interest earned: **US\$ 10,376**
- › Project fund balance: **US\$ 43,785**

If you have any question, please do not hesitate to contact UNOPS

Yours sincerely,



Karla Cienfuegos
Finance Specialist
CSG IPAS, UNOPS HQ

Project Atlas id:	00085248	Funding	DPKO
Project Title :	Afghanistan Democratic Policing Project (ADPP)		All Amounts in US\$
		Date:	22/11/2016

INTERIM FINANCIAL STATEMENT AS AT 31 JULY 2016

1) INCOME

DEPOSITS

2013	2,193,909.00	
2014	1,529,055.00	
2015	492,583.00	4,215,547.00

INTEREST

2013	4,374.43
2014	4,357.91
2015	1,643.20

<u>TOTAL INTEREST</u>		10,375.54
------------------------------	--	------------------

<u>TOTAL FUNDS (A)</u>		4,225,922.54
-------------------------------	--	---------------------

2) PROJECT EXPENSES

PERIOD - PRIOR YEARS:

2013	Project Expense	1,299,005.54	
	Net Exchange Gain	(1.29)	
	Management Fee	90,930.39	1,389,934.64
2014	Project Expense	1,729,874.22	
	Net exchange loss	0.01	
	Management fee	121,091.20	1,850,965.43
2015	Project Expense	789,515.35	
	Net exchange gain	(0.22)	
	Management fee	55,266.08	844,781.21

PERIOD - CURRENT YEAR

2016	Project Expense	55,848.01	
	Net exchange loss	0.31	
	Management fee	3,898.06	59,746.38

<u>TOTAL PROJECT EXPENSES (B)</u>		4,145,427.66
--	--	---------------------

Project Advances (C)	0.00	-
Project Capitalised Asset (D)	0.00	-

<u>PROJECT CASH BALANCE (E) = (A) - (B) - (C) - (D)</u>		80,494.88
--	--	------------------

Commitments (F)	36,710.00	36,710.00
-----------------	-----------	------------------


<u>3) PROJECT FUND BALANCE (G) = (E) - (F)</u>		43,784.88
---	--	------------------

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. Commitments are a combination of Unliquidated Obligations and commitments for UNOPS Personnel contracts. Unliquidated Obligations represent amounts committed against goods/services yet to be delivered/rendered. Fund balance represents cash available for implementation activities.

Prepared by 
Aye Chan Ko
Finance Associate
CSG IPAS, UNOPS HQ

Certified By 
Karla Cienfuegos
Finance Specialist
CSG IPAS, UNOPS HQ



INTERNAL AUDIT AND INVESTIGATIONS GROUP

Annex II – Responsibility statement by management

UNITED NATIONS OFFICE FOR PROJECT SERVICES

Award ID: 00072007 (Project ID 85248) Afghanistan Democratic Policing Project (ADPP)

Responsibility Statement by Management

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of the Financial Statement of the UNOPS Award ID. 00072007 (Project ID 85248) Afghanistan Democratic Policing Project (ADPP). The Statement, presented in Annex I, 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, set out in Annex I, presents fairly in all material respects, the expenditure of US\$ 4,145,427.66 incurred by the UNOPS office for the period 3 February 2013 to 31 July 2016 in accordance with the accounting policies set out in the Notes to the Statement and in conformity with approved activities and budgets of UNOPS Award ID. 00072007 (Project ID 85248) Afghanistan Democratic Policing Project (ADPP).

Statement of Non-Expendable Property

No Statement of Non-Expendable Property is prepared as all non-expendable property purchased under the project was transferred to the beneficiaries at the end of the project.

(Signature)

(Signature)

(Signature)



Name:

Name:

Name:

Ms. Kanit PUKCHAREON
Regional Financial
Management Officer
Region: CSG, IPAS,
UNOPS HQ

Sanjay Mathur
Regional Director
Region: Asia

David Van Horn
Project Manager
Head of Programme AFOP
Region: Asia
UNOPS

Place: Copenhagen

Place: Bangkok

Place: Kabul

Date: 30 Jan 17

Date: 30 Jan 2017

Date: 25 Jan 17