



INTERNAL AUDIT AND INVESTIGATIONS GROUP

# UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

## FINANCIAL AUDIT REPORT

**27 February 2017**

<b>PROJECT NAME:</b>	<b>EMERGENCY SUPPORT FOR HEALTH RESPONSE CAPACITY IN UKRAINE</b>
<b>PROJECT NUMBER:</b>	<b>00011980</b>
<b>COUNTRY:</b>	<b>SERBIA</b>
<b>AUDITOR:</b>	<b>MOORE STEPHENS LLP</b>
<b>PERIOD SUBJECT TO AUDIT:</b>	<b>8 FEBRUARY TO 31 DECEMBER 2016</b>

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## Acronyms and abbreviations

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 office in Serbia

We have audited the accompanying project financial statement for the project 'Emergency Support for Health Response Capacity in Ukraine' ("the project") (Project ID 00011980), which is implemented and managed by the UNOPS Office in Serbia, for the period from 8 February to 31 December 2016.

#### 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 'Emergency Support for Health Response Capacity in Ukraine' ("the project") (Project ID 00011980), for the period from 8 February to 31 December 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.



Mark Henderson  
Partner

Moore Stephens LLP  
150 Aldersgate Street  
London EC1A 4AB

27 February 2017

**Responsibility statement by management**

This is attached as Annex II to this report.



INTERNAL AUDIT AND INVESTIGATIONS GROUP

## **Annex I – Project financial statement**

January 9, 2017  
Ref: Project No: 11980-001  
Funding: Japan

To whom it may Concern,

**Subject: Interim Financial Statement as at 31 December 2016**

We enclose the Interim Financial Statement for project **11980-001 Emergency Support for Health Response Capacity in Ukraine**, which commenced in year 2016 and indicates project expenses as at 31 December 2016.

We draw your attention to the following:

- › Project expenditure and management fee: **US\$ 2,359,293**
- › Project advances: **US\$ 726** and Commitments: **US\$ 112,309**
- › Total income: **US\$ 2,500,142**
- › Project fund balance: **US\$ 27,815**

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

Yours sincerely,



**Karla CIENFUEGOS**  
Finance Specialist  
CSG IPAS, UNOPS HQ



<b>Project Atlas id:</b>	11980-001	<b>Funding</b>	Japan
<b>Project Title :</b>	Emergency Support for Health Response Capacity in Ukraine		All Amounts in US\$
		<b>Date:</b>	09/01/2017

**INTERIM FINANCIAL STATEMENT AS AT 31 DECEMBER 2016**

**1) INCOME**

**DEPOSITS**

2016	2,500,000.00	<u>2,500,000.00</u>
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**MISCELLANEOUS INCOME**

2016	Gain on foreign Exchange	142.31	<u>142.31</u>
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<b>TOTAL FUNDS (A)</b>		<b><u>2,500,142.31</u></b>
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**2) PROJECT EXPENSES**

**PERIOD - CURRENT YEAR**

2016	Project Expense	2,184,530.42	
	Management fee	174,762.43	<u>2,359,292.85</u>

<b>TOTAL PROJECT EXPENSES (B)</b>		<b><u>2,359,292.85</u></b>
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Project Advances (C)	<u>725.78</u>	<b>725.78</b>
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Project Capitalised Asset (D)	<u>0.00</u>	
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<b>PROJECT CASH BALANCE (E) = (A) - (B) - (C) - (D)</b>		<b><u>140,123.68</u></b>
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Commitments (F)	112,309.16	<b>112,309.16</b>
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<b>3) PROJECT FUND BALANCE (G) = (E) - (F)</b>		<b><u>27,814.51</u></b>
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*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   
 Peninah Kihuha  
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 CSG IPAS, UNOPS HQ

Certified By   
 Karla CIENFUEGOS  
 Finance Specialist  
 CSG IPAS, UNOPS HQ

## **Annex II – Statement of management responsibility**

## UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID: 11980-001

Name of the Project: Emergency Support for Health Response Capacity in Ukraine

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 Statements of the UNOPS Project ID. 11980-001, Emergency Support for Health Response Capacity in Ukraine. The Statement presented in Attachment 1 has been prepared in accordance with the Agreement between the Government of Japan, the Government of the Ukraine and the United Nations Office for Project Services concerning Emergency Support for Health Response Capacity in Ukraine Project and the requirements of the applicable UNOPS regulations and rules.

We do hereby state that, in our opinion:

**Financial Statement**

The Financial Statement as reported (Interim Financial Statement as at 31 December 2016), presents fairly in all material aspects, the expenditure of US\$ 2,359,292.85 incurred by the UNOPS office for the period 08 February 2016 to 31 December 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 Project ID. 11980-001, Emergency Support for Health Response Capacity in Ukraine.

(Signature)



Name: Kanit Pukchareon  
Regional Finance  
Specialist

Region: CSPG / IPAS  
Place: Copenhagen

Date: 24 Feb 17

(Signature)

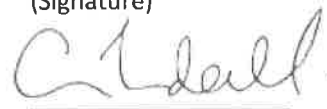


Name: Moin Karim  
Regional Director  
Europe and CIS

Region: Europe and CIS  
Place: Geneva

Date: 27 February 2017

(Signature)



Name: Graeme Tyndall  
Serbia Operations Center  
Manager

Region: RSOC  
Place: Belgrade

Date: 24 February 2017