



INTERNAL AUDIT AND INVESTIGATIONS GROUP

UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

27 November 2017

PROJECT NAME:	SMALL GRANTS PROGRAMME (SGP) – OPERATIONAL PHASE 5
ATLAS PROJECT NUMBER:	00078681
ONEUNOPS WORK PACKAGE:	10175-001-03
COUNTRY:	ERITREA
AUDITOR:	MOORE STEPHENS LLP
PERIOD SUBJECT TO AUDIT:	1 JANUARY 2011 TO 30 SEPTEMBER 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

IAIG	Internal Audit and Investigations Group
IPSAS	International Public Sector Accounting Standards
PC	Project Centre
SGP	Small Grants Programme
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 Small Grants Cluster

We have audited the accompanying project financial statement for the project 'Small Grants Programme – Operational Phase 5, Eritrea' (Atlas Project ID 00078681, OneUNOPS Work Package 10175-001-03) of UNOPS for the period from 1 January 2011 to 30 September 2016.

Management responsibility for the project financial statement

Management is responsible for the preparation and fair presentation of the project 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 project 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 project financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project 'Small Grants Programme – Operational Phase 5, Eritrea' (Atlas Project ID 00078681, OneUNOPS Work Package 10175-001-03), for the period from 1 January 2011 to 30 September 2016 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Emphasis of matter

Without qualifying our opinion, we draw your attention to audit finding 8, which results in an estimated understatement of expenditure of US\$ 40,438.

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 November 2017

Responsibility statement by management

This is attached as Annex II to this report.

Annex I – Project financial statement

Reporting Period 201101-201609

COUNTRY	SOURCE	PROJECT_ID	PROJECT_DESCR	ACTIVITY_DESCR	2011	2012	2013	2014	2015	2016	Grand Total	
ERITREA	ATLAS	78681	ERI/SGP/OP5	EQUIPMENT, OPERATIONS & MAINT	2,258	4,069	10,146	7,640	-	2,765	21,350	
ERITREA	ATLAS	78681	ERI/SGP/OP5	GEF Grants (CORE)	-	20,986	298,932	364,776	1,511		686,206	
ERITREA	ATLAS	78681	ERI/SGP/OP5	GEF Grants (STAR)			6,143				6,143	
ERITREA	ATLAS	78681	ERI/SGP/OP5	OUTREACH	-			899			899	
ERITREA	ATLAS	78681	ERI/SGP/OP5	Personnel	14,440	32,965	36,039	34,075			117,519	
ERITREA	ATLAS	78681	ERI/SGP/OP5	PREMISES	986	1,959	1,997	3,351	-	1,331	6,962	
ERITREA	ATLAS	78681	ERI/SGP/OP5	SUNDRY	37	580	582	589			1,788	
ERITREA	ATLAS	78681	ERI/SGP/OP5	Technical Assistance				783			783	
ERITREA	ATLAS	78681	ERI/SGP/OP5	Travel	-	291	875	2,325			3,491	
ERITREA	ATLAS	78681	ERI/SGP/OP5	WORKSHOPS				924			924	
ERITREA	ATLAS	93640	SGP-OP5 Country Project (CORE)	ERITREA					514,193	-	8,162	506,031
ERITREA	oneUNOPS	93640	93640 - SGP-OP5 Country Project (CORE)	General Operating Expenses							85	85
ERITREA	oneUNOPS	10175-001	10175-001 - SGP-OP5 AFRICA (Anglophone)	(blank)							750	750
ERITREA	oneUNOPS	10175-001	10175-001 - SGP-OP5 AFRICA (Anglophone)	Contracts							397	397
ERITREA	oneUNOPS	10175-001	10175-001 - SGP-OP5 AFRICA (Anglophone)	General Operating Expenses							189	189
ERITREA	oneUNOPS	10175-001	10175-001 - SGP-OP5 AFRICA (Anglophone)	Grants							36,716	36,716
ERITREA	oneUNOPS	10175-001	10175-001 - SGP-OP5 AFRICA (Anglophone)	Travel							1,399	1,399
Total					-	17,721	60,850	354,714	415,362	511,608	31,374	1,391,632

Note: The expenditure figures include 6% UNOPS fee.



Kaniit Pukhareon
Regional Finance Specialist
IPAS Finance, UNOPS

Date: 04 October 2017

Annex II – Statement of management responsibility

UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID: Small Grants Programme (SGP), Operational Phase 5 (OP5) in Eritrea, (Atlas Project ID 78681, OneUNOPS Work Package 10175-001-03)

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 Project Small Grants Programme (SGP), Operational Phase 5 (OP5) in Eritrea, (Atlas Project ID 78681, OneUNOPS Work Package 10175-001-03). 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, as set out in Annex I, presents fairly in all material respects, the expenditure of US\$ 1,391,632 incurred by the SGP office for the period 1 January 2011 to 30 September 2016 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.



(Signature)

Name: Kanit Pukchareon

Regional Financial
Management Officer

Region: CSG/IPAS

Place: HQ/CPH

Date: 20 Oct 17

(Signature)

Name: Peter Onsongo

Regional Oversight
Advisor

Region: ECR

Place: CPH

Date: 27.10.2017

(Signature)

Name: Edriss Riffat

Portfolio Manager

Region:

Place: New York

Date: 18 October 2017