

Cour des comptes
FRANCE



World Food
Programme

EXTERNAL AUDIT

ANNUAL SESSION OF THE EXECUTIVE BOARD

JULY 2020



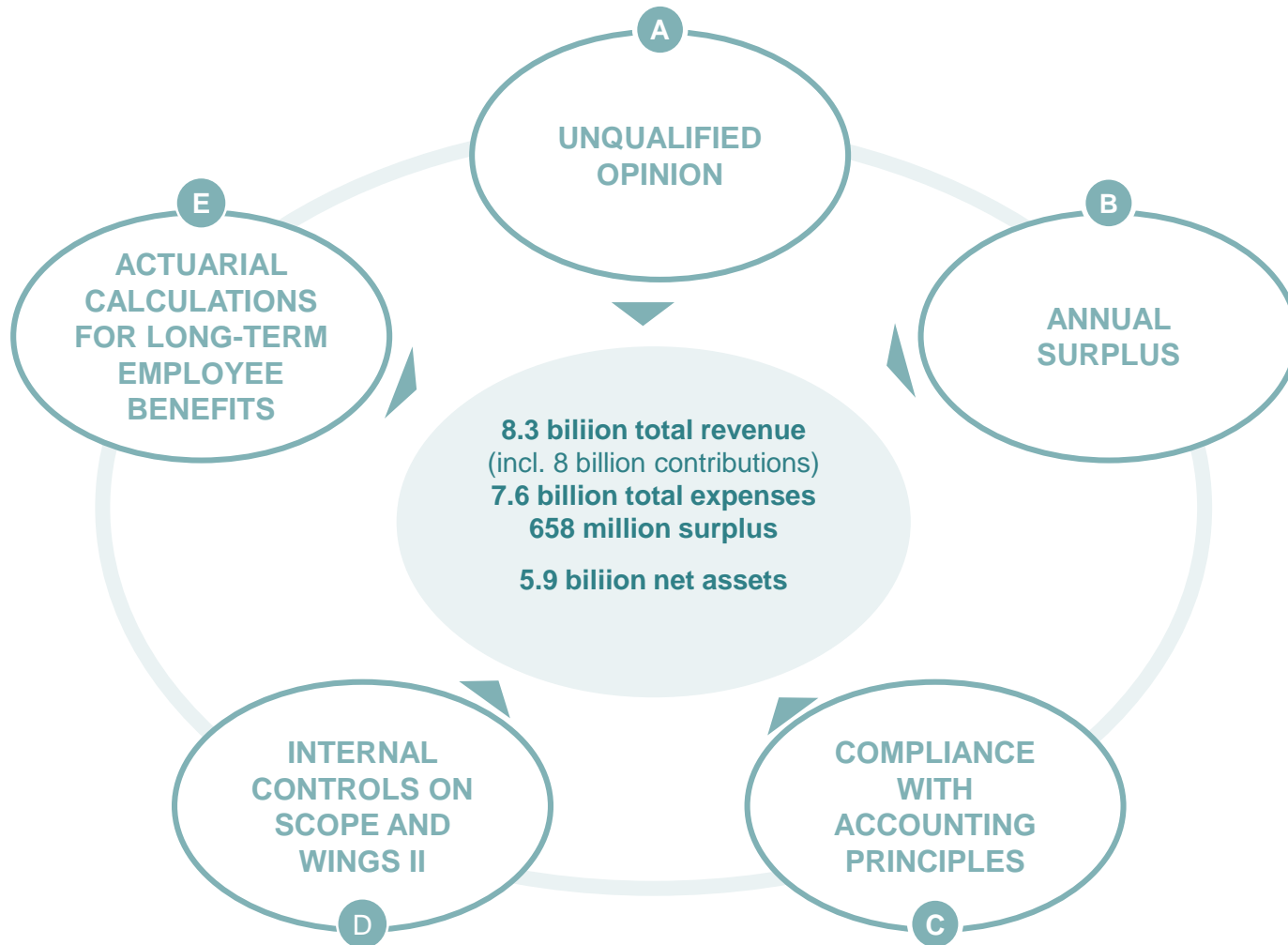


AUDIT OF WFP FINANCIAL STATEMENTS

FOUR RECOMMENDATIONS



World Food Programme



METHODOLOGY AND SCOPE OF THE AUDIT

- Interim HQ mission : 14-25 Oct. 2019
- Final HQ mission : 17 Feb.-6 Mar. 2020
- Cour des comptes mandate : 1 Jul 2016-30 Jun 2022
- Main contact : Finance Division

FOLLOW-UP OF 2019 RECOMMENDATIONS

- 1 SCOPE deployment : IMPLEMENTED
- 2 Financial information : IMPLEMENTED
- 3 UNDP payroll : IMPLEMENTED
- 4 WINGS II : UNDER IMPLEMENTATION, CLOSED
- 5 Long-term employee benefits : UNDER IMPLEMENTATION

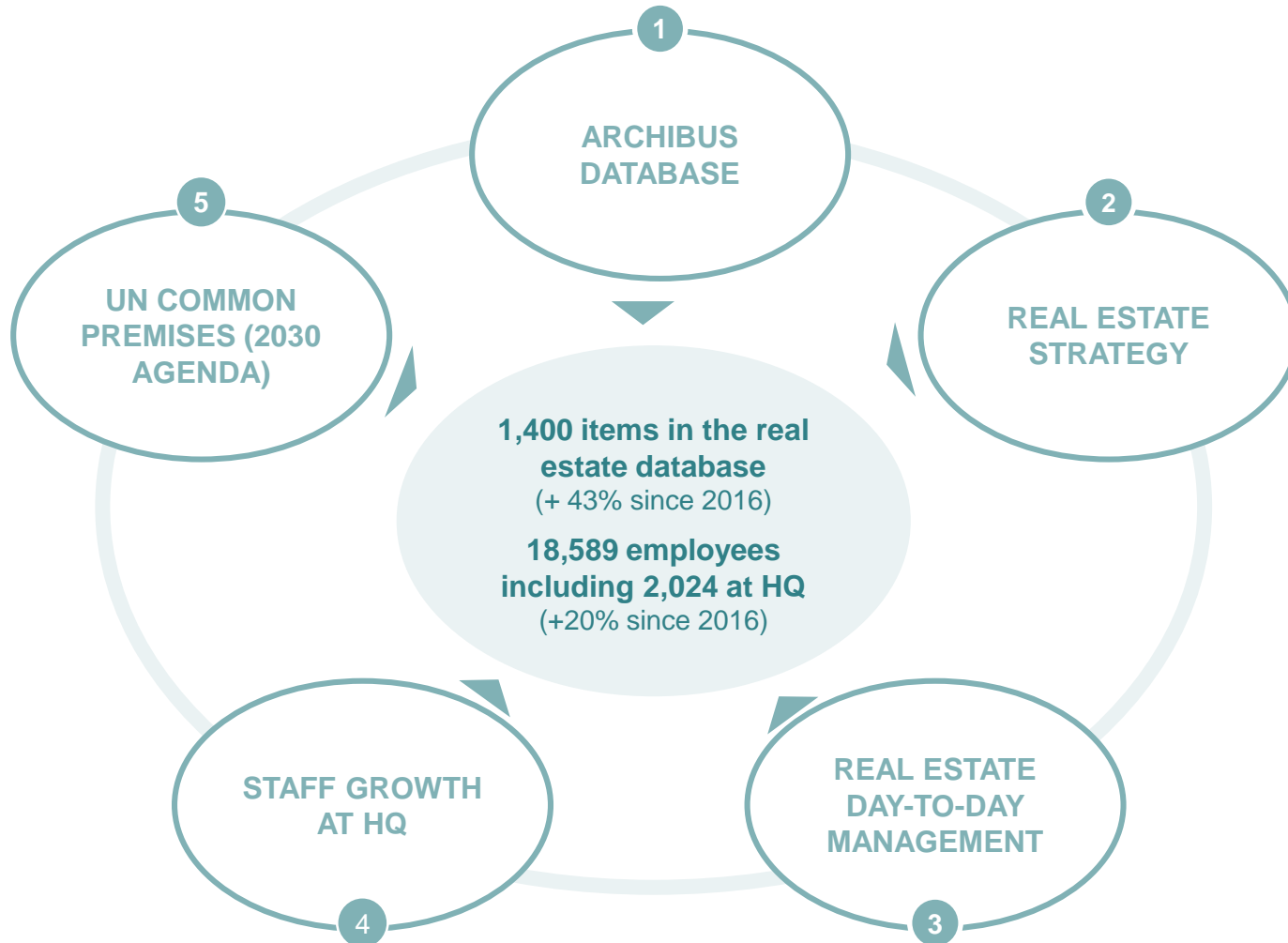


PERFORMANCE AUDIT OF WFP REAL ESTATE

15 RECOMMENDATIONS



World Food Programme



METHODOLOGY AND SCOPE OF THE AUDIT

- Field visits : two regional bureaux (Dakar, Bangkok), seven country offices (Côte d'Ivoire, Kenya, Mali, the Democratic People's Republic of Korea, Philippines, Senegal, South Sudan)
- HQ missions : 15-9 Jul 2019 & 20-31 Jan 2020
- Main contact : Management Services Division

OBJECTIVES AND CHALLENGES OF THE AUDIT

- 1 Accuracy of inventory regarding IPSAS financial reporting requirements
- 2 Challenges of decentralization and space occupation anticipation
- 3 Monitoring operating expenses and environmental impact
- 4 Extension works, flexibility and safety norms
- 5 Cost-benefit of colocations, 50% target by 2021

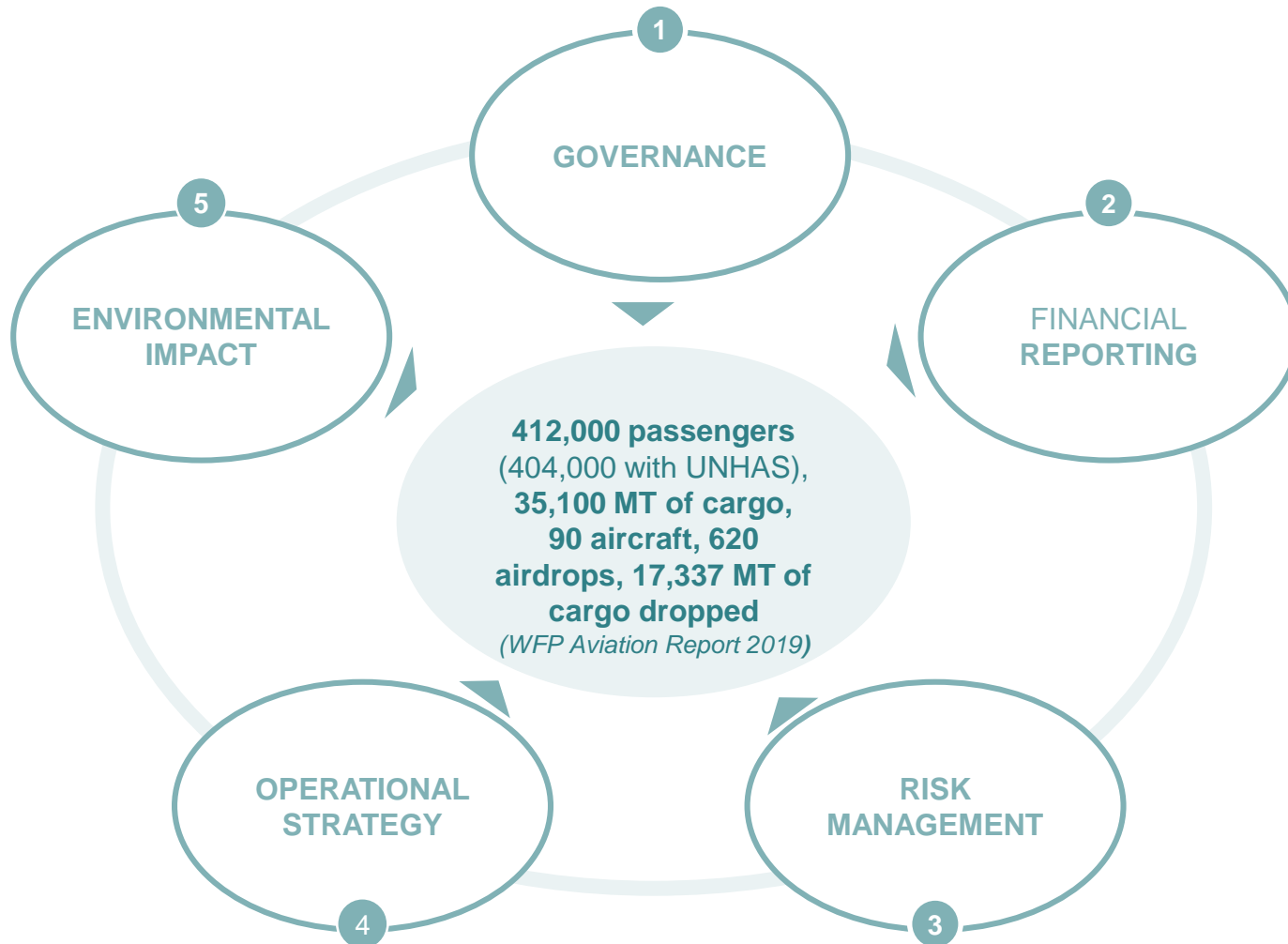


PERFORMANCE AUDIT OF WFP AIR TRANSPORT SERVICES

16 RECOMMENDATIONS



World Food Programme



METHODOLOGY AND SCOPE OF THE AUDIT

- Field visits : two regional bureaux (Dakar, Bangkok), seven country offices (Côte d'Ivoire, Kenya, Mali, the Democratic People's Republic of Korea, Philippines, Senegal, South Sudan)
- HQ missions : 15-19 July 2019 & 20-31 Jan 2020
- Main contact : Aviation Service (OSCA), ASU

OBJECTIVES AND CHALLENGES OF THE AUDIT

- 1 Proper communication of WFP's governance, services, mandate and clients
- 2 Multiple budgetary schemes (CSP, Aviation Special Account), support costs, surpluses
- 3 Compliance with rules and update of risk registers
- 4 Relevance and effectiveness of air operations
- 5 Transparency and calculation scope

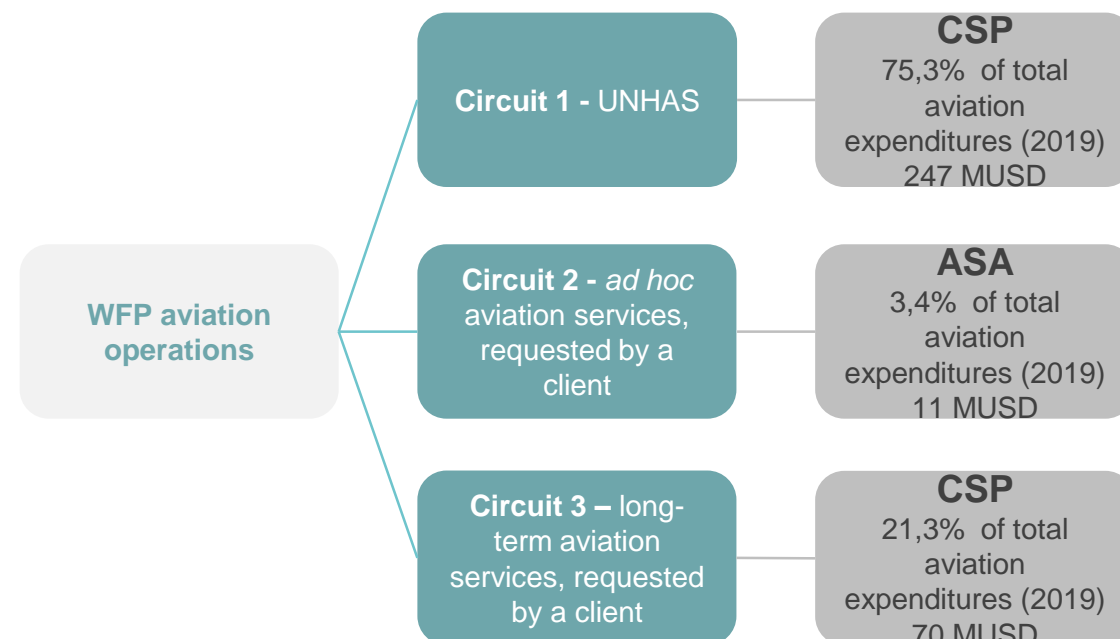


ANNEX – AIR TRANSPORT SERVICES



SIMPLIFIED FINANCIAL FRAMEWORK FOR AIR OPERATIONS

CSP	ASA
EXPENDITURE <ul style="list-style-type: none"> - UNHAS and Long-term aviation services operational and support costs - Management Cost Recovery (MCR) transferred to ASA - Direct support Costs (UNHAS) - Indirect Support Costs (UNHAS) 	EXPENDITURE <ul style="list-style-type: none"> - Short-term (ad hoc) aviation service operational and support costs - Headquarters aviation staff and office costs
REVENUE <ul style="list-style-type: none"> - Donor contributions (UNHAS) - UNHAS partial cost recovery on clients - Long-term aviation services full cost recovery on clients 	REVENUE <ul style="list-style-type: none"> - Programme Support and Administrative Budget (PSA) 6.5% - NOT IN 2019 - Management Cost Recovery (MCR) 4.5% - Short-term (ad hoc) aviation services recovery on clients





ANNEX - AIR TRANSPORT SERVICES



DOUBLE BILLING OF SUPPORT COSTS : an alternative approach

Donors pay twice for support costs (6.5% ISC on contribution, 4.5% MCR on contracts) but PSA budget fueled by ISCs does not retribute to Aviation (2019 figures)

