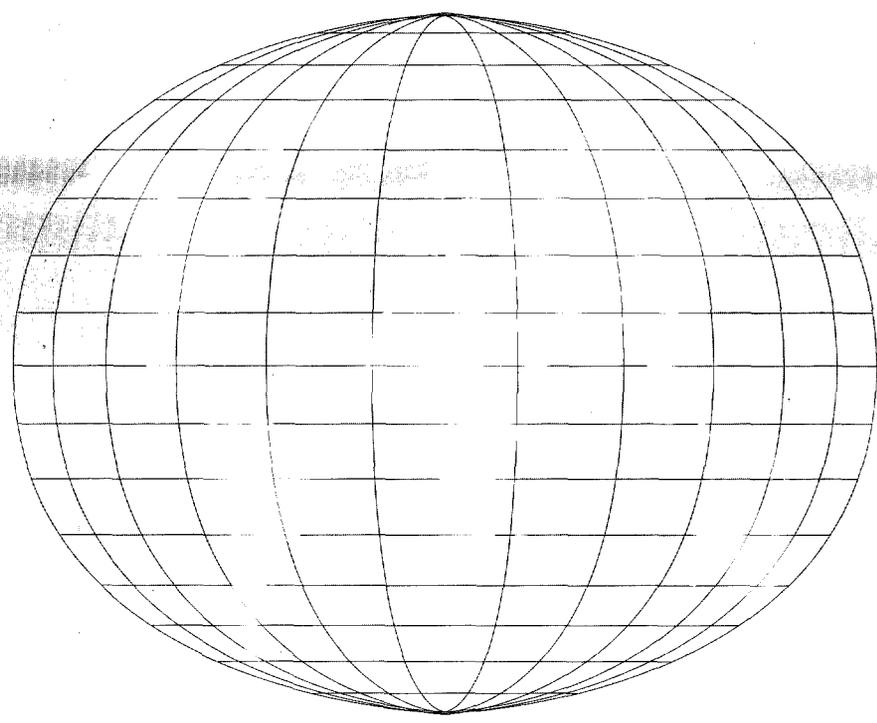


Report of Audit

**Financial Audit of the Ministry of Public Works and
Water Resources, Expenditures Incurred Under the
Planning, Studies and Models Component of the
Irrigation Management Systems Project
(USAID/Egypt Project No. 263-0132)**

**Report No. 6-263-97-022-N
June 17, 1997**



**FINANCIAL INFORMATION CONTAINED
IN THIS REPORT MAY BE PRIVILEGED.
THE RESTRICTION OF 18 USC 1905 SHOULD
BE CONSIDERED BEFORE ANY INFORMATION
IS RELEASED TO THE PUBLIC.**

**Regional Inspector General for Audit
Cairo, Egypt**

**OFFICE OF INSPECTOR GENERAL
U.S. AGENCY FOR INTERNATIONAL DEVELOPMENT**

USAID



**UNITED STATES OF AMERICA
AGENCY FOR INTERNATIONAL DEVELOPMENT
OFFICE OF THE REGIONAL INSPECTOR GENERAL/AUDIT**

CAIRO, EGYPT

June 17, 1997

MEMORANDUM

TO : ACTING DIRECTOR USAID/Egypt, Paul Deuster

FROM: RIG/A/C, Lou Mundy *Lou Mundy*

SUBJECT: Financial Audit of the Ministry of Public Works and Water Resources, Expenditures Incurred Under the Planning, Studies and Models Component of the Irrigation Management Systems Project (USAID/Egypt Project No. 263-0132)

The attached report, transmitted on April 30, 1997, by KPMG Hazem Hassan, presents the results of a financial audit of the Planning, Studies and Models Component managed by the Ministry of Public Works and Water Resources (Ministry) under Project Implementation Letter (PIL) No. 83 of the Irrigation Management Systems Project, USAID/Egypt Project No. 263-0132. The purpose of the PIL was to fund studies to predict the water flow into Lake Nasser and guide the development of the operating rules of the Aswan High Dam for the delivery of water to the farm level.

We engaged KPMG Hazem Hassan to perform a financial audit of the Ministry's incurred expenditures of \$111,699 (equivalent to LE377,544) for the period July 1, 1993 through December 31, 1996. The purpose of the audit was to evaluate the propriety of costs incurred during this period. KPMG Hazem Hassan also evaluated the Ministry's internal controls and compliance with applicable laws, regulations and agreement terms as necessary in forming an opinion regarding the Fund Accountability Statement. As of the date of the audit report, the project was completed and no additional funding was being provided for any purpose. Therefore, KPMG Hazem Hassan did not issue reports on internal controls or compliance.

The audit report questions \$538 (equivalent to LE1,822) in costs billed to USAID/Egypt by the Ministry. The questioned costs related to payments for international telephone calls, overtime, and sales taxes.

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A

In response to the draft report, responsible Ministry officials provided additional explanation to the report findings. KPMG Hazem Hassan reviewed the Ministry's response to the findings and provided further clarification of their position (see Appendices I and II).

The following recommendation is included in the Office of the Inspector General's recommendation follow-up system.

Recommendation No. 1: We recommend that USAID/Egypt make a management decision on the questioned costs of \$538 (ineligible costs of \$29 and unsupported costs of \$509) detailed on pages 12 and 13 of the KPMG Hazem Hassan audit report, and recover from the Ministry of Public Works and Water Resources the amounts determined to be unallowable.

In response to the recommendation, the Mission reported its efforts to date in determining the allowability of the questioned costs. Recommendation No. 1 remains open and will be considered to have had a management decision upon the Mission's determination of the amount of recovery; it will be considered to have had final action upon the recovery or offset of funds.

Please advise this office within 30 days of any action planned or taken to close the recommendation. Thank you for the cooperation and assistance extended to the audit staff on this engagement and your continued support of the financial audit program in Egypt.

Attachment: a/s

B

Financial Audit of the
Planning Studies and Models
(PS&M)

Project Implementation Letter (PIL) No. 83
under the Irrigation Management System (IMS) Project
No.263-0132
for the period from July 1, 1993 through
December 31, 1996

"Financial information contained in this report may be privileged. The restrictions of 18 USC 1905 should be considered before any information is released to the public."

Financial Audit of the
Planning Studies and Models
(PS&M)
Project Implementation Letter (PIL) No. 83
under the Irrigation Management System (IMS) Project
No.263-0132
for the period from July 1, 1993 through
December 31, 1996

Table of Contents

	<u>Page</u>
<u>Introduction</u>	
Background	1
Audit Objectives and Scope	2
Results of Audit	5
Management's Comments	6
<u>Fund Accountability Statement</u>	
Independent Auditor's Report	7
Fund Accountability Statement and Notes	9
Details of Questioned Costs	12
<u>Follow-up on the Previous NFA Report</u>	
	14
<u>Appendices</u>	
Appendix I	PS&M Management's Response
Appendix II	Auditor's Comments
Appendix III	Mission's Comments

d



Hazem Hassan

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Mr. Lou Mundy
Regional Inspector General for Audit-Cairo
United States Agency for International Development
Cairo, Egypt.

April 30, 1997

Dear Mr. Mundy,

This report represents the results of our financial audit of the Ministry of Public Works and Water Resources (MPWWR) on Project Implementation Letter (PIL) No. 83, related to the Planning Studies and Models (PS&M) component of the USAID/Egypt Irrigation Management System (IMS) Project No. 263-132, for the period from July 1, 1993 through December 31, 1996.

Background

The IMS project was initiated in 1981. The project consists of technical and capital assistance for the planning, design, rehabilitation, and management of Egypt's irrigation system. The goal of the project is to increase production in the agricultural sector. The overall purpose of the project is to improve the efficiency of the use of water for irrigation purposes throughout the whole system. The IMS project consists of ten components, one of which is PS&M.

The PS&M component is comprised of two groups. One group concerns inflow simulation to predict flows into Lake Nasser and guide the development of the operating rules of the Aswan High Dam. The other group is concerned with the delivery of water from the Aswan High Dam to the farm level.

This component is intended to help decision makers test the impacts of various policies. Additionally, this component helps to establish a center for predicting the timing, duration, and quantity of runoff from the upper Nile in cooperation with the FAO (Food and Agricultural Organization) regional program for the Nile River Basin.

PIL No. 83 was initiated on November 16, 1987 to finance the PS&M component. The PIL was amended twenty times increasing the total budget to LE1,513,357 and extending the project completion date to December 31, 1996.

A non-federal audit (NFA) was conducted for PIL No. 83 for the period from November 16, 1987 through June 30, 1993, and the report was issued on October 23, 1994. During our audit we performed certain follow-up procedures related to the findings and recommendations set forth in the previous NFA report. The procedures included follow-up of previously identified recommendations for improvement related to internal controls and follow-up of previously identified questioned costs. The results of our procedures in this regard are set forth in the section of our report entitled "Follow-up of Previous NFA Report."

Audit Objectives and Scope

The objective of this engagement was to conduct a financial audit of USAID/Egypt's resources managed by PS&M under Project Implementation Letter No. 83 under the Irrigation Management System (IMS) Project No. 263-0132. The audit covered the period from July 1, 1993 through December 31, 1996. The audit encompassed an examination of PS&M's expenses, billed to and reimbursed by USAID/Egypt, in order to determine whether they were in compliance with the terms and conditions of the PIL and applicable USAID/Egypt rules and regulations. At the request of USAID/Egypt, the scope of our audit was limited to issuing an audit report on the fund accountability statement. Because the project had ended and was not expected to receive future USAID/Egypt funding, we were informed in writing that additional procedures, necessary

to issue a report on the Project's internal controls and the Project's compliance with Laws and Regulations, were not required.

The specific objectives of our audit were to:

1. express an opinion on whether the fund accountability statement, for the USAID financed agreements of PS&M, presents fairly, in all material respects, project revenues received and costs incurred for the periods under audit, in conformity with generally accepted accounting principles or other comprehensive basis of accounting;
2. determine whether the costs, reported as incurred under the PIL, are, in fact, allowable, allocable, and reasonable in accordance with the terms of the PIL; and
3. determine whether PS&M has taken corrective action on prior audit report recommendations.

Preliminary planning and review procedures started in December 1996 and consisted of:

- discussions with RIG/A/C officials;
- a review of the PIL;
- interviews and discussions with PS&M's key personnel concerning the status of the PIL, accomplishments during the period, the statutory reporting requirements, the PIL's budgets, procedures governing actual expenditures incurred by PS&M and billed to USAID/Egypt; and
- reviews of the PS&M organizational structure and PS&M's established policies and procedures, and controls related to personnel, procurement, financial accounting and reporting, and billing to USAID/Egypt.

The field work segment of our audit was completed on March 6, 1997. The scope of our work was to audit costs incurred by PS&M and reimbursed by USAID/Egypt under PIL No. 83. Within each budget line item, we selected transactions on a judgmental basis in order to perform a substantive test of details. We tested expenditures of \$46,528 (equivalent to LE157,264) out of total expenditures amounting to \$111,699 (equivalent to LE377,544).

Our tests of expenditures included, but were not limited to, the following:

1. Reconciling PS&M's accounting records to invoices issued to USAID/Egypt and testing costs for allowability, allocability, reasonableness, and adequate supporting documentation;
2. Determining whether payroll costs were appropriate and consistent with the terms of the PIL and applicable rules and regulations and were adequately supported and approved;
3. Determining whether costs of professional staff, professional consultants, training, local contracts, office equipment, professional equipment, communication/reports, travel and per diem, equipment maintenance, and workshop charges were adequately supported and approved; and
4. Checking the adequacy of PS&M's control over project equipment funded by USAID/Egypt.

Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the fund accountability statement is free of material misstatement.

We did not have an external quality control review by an unaffiliated audit organization, as required by paragraph 33 of Chapter 3 of Government Auditing Standards, because no such quality control review program is offered by professional organizations in Egypt. We believe that the effect of this departure from the financial audit requirements of Government Auditing Standards is not material because we have participated in the KPMG worldwide internal quality control program. This program requires our office to be subjected, every two years, to an extensive quality control review by partners and managers from other KPMG offices.

As part of our examination, we made a study and evaluation of relevant internal controls and reviewed PS&M's compliance with applicable laws and regulations.

Results of Audit

PIL No. 83 Fund Accountability Statement

Our audit identified questioned costs totaling \$538 (equivalent to LE1,822), which are divided into ineligible costs, amounting to \$29 (equivalent to LE99), and unsupported costs, amounting to \$509 (equivalent to LE 1,723).

Supplementary Information

The supplementary fund accountability statement, presented in the functional currency, and detailed schedules of questioned costs, including dates, numbers of vouchers and amounts, were communicated to PS&M's management and are available upon request.

Management's Comments

We have reviewed PS&M's response to the questioned costs identified as a result of our audit, which is included in Appendix I. Where applicable, we have made adjustments in our report or provided further clarifications of our position in Appendix II. For those items not adjusted in the final report, the responses provided by PS&M's management have not changed our understanding of the fund accountability statement.

This report is intended for the information of the United States Agency for International Development and PS&M's management. However this report is a matter of public record and its distribution is not limited.

KPMG

KPMG Hazem Hassan & Co.
Cairo, Egypt

FUND ACCOUNTABILITY STATEMENT

GA



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Report on the Fund Accountability Statement
Independent Auditor's Report

Mr. Lou Mundy
Regional Inspector General for Audit-Cairo
United States Agency for International Development
Cairo, Egypt.

We have audited the accompanying fund accountability statement of funds received and costs incurred locally in Egypt by Planning Studies and Models (PS&M) related to expenditures under Project Implementation Letter (PIL) No. 83 under the Irrigation Management System (IMS) Project No. 263-0132 for the period from July 1, 1993 through December 31, 1996. This financial statement is the responsibility of PS&M's management. Our responsibility is to express an opinion on this fund accountability statement based upon our audit.

Except as discussed in the following paragraph, we conducted our audit in accordance with generally accepted auditing standards and Government Auditing Standards, issued by the Comptroller General of the United States. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the fund accountability statement is free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the fund accountability statement. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the presentation of the overall fund accountability statement. We believe that our audit provides a reasonable basis for our opinion.

We did not have an external quality control review by an unaffiliated audit organization, as required by paragraph 33 of Chapter 3 of Government Auditing Standards, because no such quality control review program is offered by professional organizations in Egypt. We believe that the effect of this departure from the financial audit requirements of Government Auditing Standards is not material because we have participated in the KPMG worldwide internal quality control program. This program requires our office to be subjected, every two years, to an extensive quality control review by partners and managers from other KPMG offices.

The aforementioned fund accountability statement does not include the cost of USAID/Egypt's direct procurement of vehicles, equipment and technical assistance provided by USAID/Egypt directly to PS&M, nor the total revenues and costs incurred by PS&M on an organization-wide basis.

As described in Note 1, the accompanying fund accountability statement has been prepared on the cash basis, which is a comprehensive basis of accounting other than the generally accepted accounting principles. Included in the fund accountability statement are questioned costs of \$538. The basis for questioning these costs is described in the "Details of Questioned Costs" section of this report.

In our opinion, except for the effects of the questioned costs referred to in the preceding paragraph, the fund accountability statement, referred to above, presents fairly, in all material respects, the amounts received and the costs incurred pursuant to Project Implementation Letter No. 83 for the period from July 1, 1993 through December 31, 1996 in conformity with the basis of accounting described in Note 1.



KPMG Hazem Hassan & Co.
Cairo, Egypt

March 6, 1997

Planning Studies and Models
 Fund Accountability Statement
 Project Implementation Letter No. 83
 Under the Irrigation Management System (IMS) Project No. 263-0132
 For the Period from July 1, 1993 through December 31, 1996

USAID/Egypt funds received \$
127,868

<u>Expenditures</u>	<u>Questioned Costs</u>			<u>Finding No. & Pg.</u>
	<u>Actual</u> \$	<u>Ineligible</u> \$	<u>Unsupported</u> \$	
Support Staff	17,093	---	195	Finding No.1 P.12
Professional Staff	1,024	---	---	
Professional Consultants	4,615	---	---	
In-Country Training	4,318	---	---	
Local Contracts	39,112	---	---	
Office Equipment and Supplies	1,825	---	---	
Professional Equipment and Supplies	832	---	---	
Communication/Reports	475	29	314	Finding No.2 a) and b) P.13
Travel and Per diem	2,162			
O & M Support Cost	3,864			
Equipment Maintenance	8,171			
Workshops	28,208			
Total Expenditures	<u><u>111,699</u></u>	<u><u>29</u></u>	<u><u>509</u></u>	

* The accompanying notes are an integral part of the fund accountability statement.

Planning Studies and Models (PS&M)
Fund Accountability Statement PIL No. 83
under the Irrigation Management System Project No. 263-0132

Notes to the Fund Accountability Statement

Note 1: Accounting Basis

The fund accountability statement has been prepared on the basis of cash receipts and disbursements. Consequently, revenues are recognized when they are actually received and expenditures are recognized when they are actually paid.

Note 2: Source of Data

The column labeled "Actual" is the responsibility of PS&M management and represents the cumulative costs billed to and reimbursed by USAID/Egypt for the period from July 1, 1993 through December 31, 1996.

Note 3: Exchange Rate

Expenditures paid in Egyptian Pounds (LE) have been translated into US Dollars (\$). The period average exchange rate method was used. This rate is \$1 = LE 3.38

Note 4: Questioned Costs

Questioned Costs are presented in two separate categories, ineligible and unsupported, and consist of proposed audit findings made on the basis of the terms of the PIL and related regulations, which prescribe the nature and treatment of reimbursable costs. Costs in the column labeled "Ineligible" are supported by vouchers or other documentation but are ineligible for reimbursement because they are either unreasonable, not project related, or are prohibited by the PIL or applicable laws and regulations. Costs in the column labeled "Unsupported" are also included in the classification of "Questioned Costs" and are related to costs that are not supported by adequate documentation. All questioned costs are detailed in the "Details of Questioned Costs" section of this report.

Note 5: USAID/Egypt Funds Received

USAID/Egypt funds received represents the amount reimbursed from USAID/Egypt to the project for the period from July 1st, 1993 through December 31, 1996.

Details of Questioned Costs
Project Implementation Letter No. 83
under the Irrigation Management System (IMS)
Project No. 263-0132
Fund Accountability Statement

<u>Item Description</u>	<u>Questioned Costs</u>	
	<u>Ineligible</u>	<u>Unsupported</u>
	<u>\$</u>	<u>\$</u>
1. <u>Support Staff</u>		
This amount represents overtime paid to the employees. The basis of computation or evidence of time worked, such as time sheets or job orders, was not documented. PS&M management agrees with this finding. Section B.5 of the Project Grant Standard Provisions requires the project to maintain the supporting documents necessary to substantiate amounts billed to USAID/Egypt. Therefore, we consider this amount to be unsupported.		195
Total line item	<u>---</u>	<u>195</u>

<u>Item Description</u>	<u>Questioned Costs</u>	
	<u>Ineligible</u>	<u>Unsupported</u>
	<u>\$</u>	<u>\$</u>
2. <u>Communication/Reports</u>		
a) This amount represents sales taxes paid on several telephone bills. PS&M management agrees with this finding. Section B.4 of the Project Grant Standard Provisions states that the grant will be free of any taxation or fees imposed under GOE laws. Therefore, we consider this amount to be ineligible.	29	
b) This amount represents the cost of international phone calls. There were no logs for this amount, and therefore, we were unable to determine the business purpose of the calls billed to USAID/Egypt. The only supporting documents available for this amount were the telephone bills. PS&M management stated that the international telephone line is controlled by the Executive Manager who is the only one with access to this line. However, a request to the Executive Manager did not elicit the information necessary to determine the business nature of such calls.		314
Total Line Item	<u>---</u>	<u>314</u>
Total Questioned Costs	<u>29</u>	<u>509</u>
		<u>538</u>

FOLLOW-UP ON THE PREVIOUS NFA REPORT

Follow-up on the Previous NFA Report

We have followed up on the findings and recommendations identified in the previous NFA report for the period from November 16, 1987 through June 30, 1993, as required by paragraph 10 of Chapter 4 of Government Auditing Standards.

With respect to questioned costs noted in the previous NFA report, our follow-up indicated that, subsequent to resolution and closure procedures performed by USAID/Egypt, such questioned costs have been reimbursed by PS&M to USAID/Egypt as required.

APPENDIX I
PS&M MANAGEMENT'S RESPONSE

Comments on the Planning Studies and Models (PSM) PIL No. 83 Audit Findings

*Local Currency Expenditures of a sum of L.E. 386,733 for the period July 1993 through
December 1996*

Under Billing

1- The existing "under billing" of the amount of L.E. 9189 is explained as follows:

- L.E. 3489 Computer spare parts purchased in December 1996 transferring budget from Travel and Per-Diem line item with approval of PSM project officer (USAID) on Action Memo dated December 1, 1996 and approved on December 4, 1996.
- L.E. 1681 Refunded to the bank account of PSM by the IMS Monitoring Office on 16 January 1994 with a deposit receipt No. 32503 as the cost pertinent to the renewal of license of its 2 cars included in the O&M L.E. 5500 cheque for December 1993
- L.E. 262 Reimbursement into the PSM bank account remaining from the item O&M L.E. 5500 cheque for December 1993, on 22 December 1993 with deposit receipt No. 10289.
- L.E. 2759.75 Unreported expenditures of the O & M cheque of L.E. 4250 for January 1994
- L.E. 800 Unreported O & M expenditures for July and August 1993
- L.E. 92 Unreported Communication Reports expenditures for July 1994
- L.E. 57 Unreported difference in O & M expenditures for September 1993
- L.E. 20 Unreported difference in Comm. Report expenditures for Sep. 1993
- L.E. 28.25 Unreported Office Equipment expenditures for July 1993
- L.E. 9189 "Under Billing" Grand Total

for more clarification, see attached Explaining sheet.

Support Staff

2- An amount of L.E. 660 was found to be unsupported as controlled only by internal memo approved by the project director with no time sheets:

- The number of over time hours are determined by the senior engineer of the PSM project according to actual working hours spent in accordance with his instructions, instructions of the head of the financial and administrative affairs for drivers and administration personnel, or the project director's formal instructions.

The hourly rate of the employee is determined from his contract value and based on his monthly salary, the payment associated with the over time is calculated. Moreover, all of the over time is paid for the work done in the afternoon, i.e. after the official working hours, which is recorded in the formal time sheets for both the engineers and support staff as foot notes clarifying the number of hours spent by every employee during the week.

Furthermore, some of this over time is paid for the drivers accompanied engineers in their outdoor tasks after official working hours which are easily accounted for using the cars logs that includes starting time of departure and arrival time to the office.

Almost half of this questionable amount was paid for the system supervisor electric engineer who worked very closely with the company which installed the LAN (computer network) -ACT- whose work was mainly after office hours to avoid disturbing engineers during their daily tasks. The company worked for fixed durations according to a predetermined time schedule which made it so direct to calculate the over time for the system supervisor engineer.

On conclusion, this system of calculating the over time is robust and well managed through the internal control process. The base for calculating these amounts is the number of hours spent after the official working hours and the hourly rate of every employee. This makes the payment system complying with the USAID regulations and rules satisfying the internal control requirements as well.

Unsupported Communication Reports

3- Expenditures of an amount of L.E. 1,063 represents the international phone calls was evaluated as cost with no supporting documents, e.g. telephone logs...

- The international phone calls are only made in extreme circumstances; faxmilies are used most of the time because of their economic nature as they carry more information for less cost.

The international phone and fax. facilities are strictly used only by the project director who makes the necessary precautions and restrictions on using this facility by any other person of the staff, therefore, No access is available for any other employee to this facility which alleviated the necessity for keeping telephone logs for calls and faxes.

On conclusion, the international phone is only accessed, maintained, and used by the project director for his contacts with project advisors and is thus controlled by him which does not require a recording log.

Ineligible Sales Taxes

4- A grand total of L.E. 99 was paid as sales taxes for telephone calls

- The project receives the telephone bills with a total value that should be made payable to the "National Organization for Communications". This sum includes sales taxes (5%) which is required to be paid as well. The PSM project contacted the "National Organization for Communications" explaining the nature of the project and that it is officially exempted from all kinds of applied taxes but the organization indicated that the project should pay the addressed amount and then apply to the organization to make a refund of this sum associated with taxes. Since this procedure is very long and time consuming, it was decided to contact the "National Organizations for Communications" for a refund of all taxes paid throughout the project phase at the end of the project closure.

However, the sales taxes only represent a negligible portion of the line item of Communication reports and therefore it can be appended to the total expenditure under this line item.

APPENDIX II
AUDITOR'S COMMENTS

AUDITOR'S COMMENTS

PIL No. 83

Finding No. 1

PS&M's management stated in their response that the overtime was calculated based on actual hours and the employees salaries according to their employment contracts. However, the documents we examined during our audit did not show the actual hours worked as overtime, or the rate used for calculating the overtime. Therefore, this finding will remain the same.

Finding No. 2 a

PS&M's management agrees with this finding. Therefore, this finding will remain the same.

Finding No. 2 b

PS&M's management did not provide us with documentation setting for the business purpose of the international telephone calls billed to USAID/Egypt. Therefore, this finding will remain the same.

APPENDIX III
MISSION'S COMMENTS

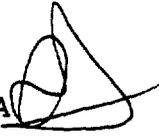


UNITED STATES AGENCY for INTERNATIONAL DEVELOPMENT

CAIRO, EGYPT

M e m o r a n d u m

12 JUN 1997

Date : June 11, 1997
To : Lou Mundy, RIG/A/C
From : Shirley Hunter, OD/FM/FA 
Subject : Draft NFA Report of the Irrigation Management Systems Project No. 263-0132, Planning Studies and Models Component, PIL No. 83, for the Period July 1, 1993 Through December 31, 1996

The final draft report on the subject audit contained one recommendation. In recommendation No. 1, \$538 (LE 1,822) was questioned, consisting of ineligible costs for \$29 and unsupported costs for \$509.

The questioned costs represents the following:

Finding No. 1:

- * The unsupported costs of \$195 for overtime paid to PS&M employees.
- * Mission has reviewed the auditee's response of March 26, 1997 and found that such explanation did not provide the level of information which enable us to allow such payments.
- * Mission has requested PS&M to submit the basis for calculation and evidence of overtime worked such as time sheets or job orders.

Therefore, the finding is not deleted.

Finding No. 2:

- * The ineligible amount of \$29 paid for sales taxes.
- * In accordance with the Project Grant Agreement Section B.4, the grant will be free of any taxation or fees imposed under GOE laws. Hence, amount is ineligible for reimbursement.

Therefore, the amount is sustained.

Finding No. 3:

- * The unsupported costs of \$314 paid for international phone calls.
- * In his response, the Project Director stated that such calls are strictly used by him and that the facility is also accessed and used by him for contacts with the project advisors.

Therefore, this amount is allowed.

Upon submission of the requested information/documentation, Mission will determine the final amount to be sustained. Since the activity is completed and no funds are available under the PIL, the sustained amount will be deducted from any outstanding claims of the IMS Project, PIL No. 147.

Based on the above please issue the final report.

Thank you for your cooperation.

Att: a/s

CC: Mahmoud Mabrouk, AGR/ACE