

Regional Inspector General for Audit
Nairobi, Kenya

Audit of
Profabril-Centro de Proyectos, SA Contract
Under the Mozambique Regional Rail Systems
Support Project No. 690-0247

Report No. 3-656-92-10-N
June 23, 1992



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. THIS REPORT IS INTENDED SOLELY FOR THE INFORMATION OF PROFABRIL-CENTRO DE PROYECTOS, SA AND THE AGENCY FOR INTERNATIONAL DEVELOPMENT BUT THIS IS NOT INTENDED TO LIMIT THE DISTRIBUTION OF THE REPORT IF A MATTER OF PUBLIC RECORD.



U.S. AGENCY FOR INTERNATIONAL DEVELOPMENT

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

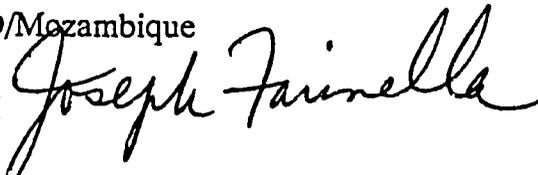
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June 23, 1992

memorandum

TO: Julius P. Schlotthauer, Director, USAID/Mozambique

FROM: Joseph Farinella, Acting RIG/A/Nairobi 

SUBJECT: Audit of Profabril-Centro de Projectos, SA Contract Under the Mozambique Regional Rail Systems Support Project No. 690-0247, Audit Report No. 3-656-92-10-N

Attached are five copies of a mission-contracted financial audit report of Profabril-Centro de Projectos, SA Contract Under the Mozambique Regional Rail Systems Support Project No. 690-0247. The accounting firm of Ernst & Young, South Africa performed the audit.

A.I.D. awarded Profabril-Centro de Projectos, SA (Profabril), a private company incorporated in Portugal, a contract for \$100,000 in November 1989. The contractor was incrementally funded to a total of \$175,586 as of September 1991. The purpose of the contract was to provide housing designs, layouts and construction supervision services to Mozambique Railways for Maputo residential housing under the Mozambique Regional Rail Systems Support Project No. 690-0247. The audit covered expenditures totalling \$197,758 claimed by Profabril for the period from November 1989 to September 1991. The difference between A.I.D. funding (\$175,586) and costs claimed by Profabril (\$197,758) of \$22,172 was classified by the auditors as unsupported. This difference is attributable to unreimbursed expenditures incurred by Profabril in excess of USAID funding as of September 1991.

The objectives of the audit were to:

- examine and express an opinion on Profabril's Fund Accountability Statement;
- examine and report on Profabril's internal control structure; and
- examine and report on Profabril's compliance with the contract terms and applicable laws and regulations.

The auditors issued a qualified opinion on the Fund Accountability Statement which considered \$35,241 as unsupported (reimbursed costs of \$13,069 and unreimbursed costs of \$22,172 as of September 1991) of the total \$197,758 claimed. Further, the audit report did not identify any material weaknesses in the internal control structure. In addition, the report on compliance did not identify any material noncompliance issues.

The draft audit report was submitted to the auditee and USAID/Mozambique for comment, but no written comments were provided. As a result, the report was issued in final by Ernst & Young without auditee and USAID/Mozambique's comments. We are including the following recommendation in the Office of the Inspector General audit recommendation follow-up system.

Recommendation No. 1: We recommend that the Regional Contracting Officer, USAID/Swaziland:

- 1.1 determine the allowability and recover, as appropriate, from Profabril-Centro de Projectos, SA \$13,069 in unsupported costs; and**
- 1.2 determine the allowability of \$22,172 in unsupported costs claimed by Profabril-Centro de Projectos, SA that are in excess of the contract amount funding.**

We consider Recommendation No. 1 unresolved pending receipt of a plan for corrective action. Please respond to this report within 30 days indicating actions planned or already taken to implement the recommendation.

Thank you for the cooperation extended to Ernst & Young and Regional Inspector General for Audit representatives during the audit.

Attachments: a/s.

**AUDIT OF
PROFABRIL-CENTRO DE PROYECTOS, SA CONTRACT
UNDER THE MOZAMBIQUE REGIONAL RAIL
SYSTEMS SUPPORT PROJECT NO. 690-0247**

ATTACHMENTS

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MISSION-CONTRACTED AUDIT OF PROFABRIL - CENTRO DE PROYECTOS, SA
CONTRACT NUMBER 656-0247-C-00-0002
UNDER THE MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
PROJECT NUMBER 690-0247

MISSION-CONTRACTED AUDIT OF PROFABRIL - CENTRO DE PROYECTOS, SA
CONTRACT NUMBER 656-0247-C-00-0002
UNDER THE MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
PROJECT NUMBER 690-0247

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**MISSION-CONTRACTED AUDIT OF PROFABRIL - CENTRO DE PROYECTOS, SA
CONTRACT NUMBER 656-0247-C-00-0002
UNDER THE MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
PROJECT NUMBER 690-0247**

1. INTRODUCTION

1.1 Background

Profabril-Centro de Proyectos, S.A. ("Profabril") is a private company incorporated in Portugal in 1963. Profabril is a firm of consultants, engineers and architects which provides conception, planning and design services and financial planning for all kinds of industrial projects, public or private works, infrastructures, buildings and urban facilities.

Profabril began its operations in Mozambique in early sixties providing a wide range of services. A.I.D. awarded Profabril-Centro contract No. 656-0247-C-00-0002 effective November 24, 1989 to provide housing designs, layouts construction and construction supervision services to Maputo residential housing under the Mozambique Regional Rail System Support Project Number 690-0247. The Profabril contract originally for \$100,000 was incrementally funded to a total of U.S. \$175,586 as of September 30, 1991. Activities funded under this contract include salaries, transport, main office support, communications, travel and other costs. The audit covered expenditures of \$197,758 for the period November 1989 through September 1991.

USAID / Mozambique officials have expressed concern over Profabril's billings and payment receipt procedures, thus implying weaknesses in their internal control structure. However, the control environment is such that, although the auditee is part of a multinational Portuguese corporation, this contract is managed totally by the only senior representative of the company, Mr. Luis Loureiro. Mr. Luis Loureiro is an engineer and has only two administration staffers working for him. He is also directly responsible for negotiating all revenue with USAID and authorises all expenditure. No job descriptions exist in respect of this particular contract for Mr. Loureiro and his two administration staff. During the course of the audit, it became evident that USAID / Mozambique's concern were with the validity of "other expenditures" as opposed to the internal control structure.

1.2 Audit Objectives and Scope

1.2.1 Audit Objectives and Scope

The objectives of the audit were to perform a financial audit in accordance with generally accepted auditing standards and the standards of the U.S. Comptroller General's "Government Auditing Standards" (1988 revision). Revenues and expenditures audited were for the period from November 27, 1989 to September 30, 1991. Total costs claimed by Profabril for the this period totals U.S. \$197,758 and was subject to audit for the first time (no prior audit reports exist).

We have not complied with the external quality control review requirements of the "Government Auditing Standards" (1988 revision).

We issued this report in final without auditee and USAID/Mozambique written comments. We requested written comments at the exit conference on January 27, 1992 with follow-on reminders on April 3, 1992 and April 24, 1992. At the time of issuing the report we had not received any written comments from Profabril or USAID/Mozambique.

We have reported on:

- a) The fairness of the fund accountability statement of the auditee (in accordance with SAS 62);
- b) The auditee's internal control structure with respect to program operations (in accordance with SAS 63);
- c) The auditee's compliance with contract terms and applicable U.S. laws and regulations (in accordance with SAS 63).

1.2.2 Methodology

Due to the nature of the control environment and the size of the Mozambique Regional Rail Systems Support Project the Fund Accountability Statement was audited 100% substantively. Only a limited review and evaluation of the auditee's internal control structure (SAS 55) was performed in terms of "Government Auditing Standards" (1988 revision).

Other principal audit steps performed included:

- An examination of the terms and conditions of the contract and available correspondence as well as a study of the chart of accounts and organisational charts.
- Performance of detailed errors and irregularities (SAS 53 and 54) audit procedures to evaluate the auditee's compliance with contract terms and applicable U.S. laws and regulations and to obtain reasonable assurance of detecting errors, irregularities and illegal acts.
- Performance of detailed audit procedures to ensure compliance with all pertinent SAS's.
- An examination of job descriptions and qualifications of financial personnel under the contract to determine their ability to perform described functions.

1.3 Brief Summary of Audit Results

1.3.1 Fund Accountability Statement

Our audit tests revealed that incurred expenditures of U.S. \$197,758 include U.S. \$35,241 in unsupported costs.

1.3.2 Internal Control Structure

An adequate internal control structure does not exist for reasons given in paragraph 1.1 above. Although this does constitute a reportable internal control condition it does not in our opinion constitute a material weakness.

1.3.3 Compliance with Contract Terms and applicable U.S. Laws and Regulations.

Our evaluation of the auditee's compliance with contract terms and applicable U.S. laws and regulations identified no material instances of noncompliance.

1.3.4 Financial Management Capabilities

Our review of financial management capabilities of project personnel indicate that they are appropriate despite there being no specific contract job descriptions being assigned to project personnel.

1.4 Summary of USAID/Mozambique Comments

The contents of this report were discussed with Mr. Peter Argo (Engineering Officer USAID/Mozambique) on January 27, 1992 and his written response requested. Follow-on reminders were sent on April 3, 1992 and April 24, 1992. At the time of issuing the report we had not received any written comments from USAID/Mozambique. As a result the report is issued without their written comments.

1.5 Summary of Profabril Comments

The contents of this report were discussed with Mr. Luis Loureiro on January 27, 1992 and his written response requested. Follow-on reminders were sent on April 3, 1992 and April 24, 1992. At the time of issuing the report we had not received any written comments from Profabril. As a result the report is issued without their written comments.

2. FUND ACCOUNTABILITY STATEMENT

2.1 Independent Auditor's Report

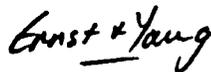
We have audited the Fund Accountability Statement of Profabril - Centro de Projectos, SA (Contract Number 656-0247-C-00-0002 under the Mozambique Regional Rail Systems Support Project Number 690-0247) for the period November 27, 1989 to September 30, 1991. The Fund Accountability Statement is the responsibility of Profabril - Centro de Projectos, SA's management. Our responsibility is to express an opinion on the Fund Accountability Statement based on our audit.

We conducted our audit in accordance with generally accepted auditing standards and "Government Auditing Standards" (1988 revision), issued by the Comptroller General of the United States except we did not comply with standard 3.46 on External Quality Control Review. Those 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 significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

The Fund Accountability Statement was prepared on the basis of generally accepted accounting principles.

In our opinion, except for unsupported costs of U.S. \$35,241, the Fund Accountability Statement presents fairly, in all material respects, project revenues and costs incurred and reimbursed for the period November 27, 1989 to September 30, 1991 in conformity with generally accepted accounting principles.

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. This report is intended solely for the use of Profabril or USAID but this is not intended to limit the distribution of the report if it is a matter of public record.



CHARTERED ACCOUNTANTS (S.A.)

JOHANNESBURG
May 12, 1992

MISSION-CONTRACTED AUDIT OF PROFABRIL - CENTRO DE PROYECTOS, SA
 CONTRACT NUMBER 656-0247-C-00-0002
 UNDER THE MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
 PROJECT NUMBER 690-0247

2.2 FUND ACCOUNTABILITY STATEMENT
 NOVEMBER 27, 1989 TO SEPTEMBER 30, 1991

	Budget	Claimed	Accepted	Questioned	Unsupported Exhibit 2
Salaries	188,510.00	115,766.15	115,766.15		
Other Direct Costs	34,820.00	37,310.08	8,883.36		28,426.72
Travel & Transportation	34,610.00	41,424.06	34,610.00		6,814.06
Fixed Fee	6,516.00	3,258.00	3,258.00		
Other Costs	-	N/A as per the contract			
Total Expenditure	264,456.00	197,758.29	162,517.51		35,240.78

2.3 Findings and Recommendations

2.3.1 Introduction

The scope of the audit included a 100% substantive test of all Profabril invoices issued to USAID/Mozambique (including supporting documents to such invoices) as well as all reimbursements received from USAID/Mozambique.

2.3.2 Summary Audit Results and Findings

The total expenditure incurred by Profabril amounts to U.S. \$197,528 of which an amount of U.S. \$162,517 has been accepted and reimbursed by USAID/Mozambique. However included in the unsupported costs of U.S. \$35,241 is an amount of U.S. \$13,068 which has been accepted and reimbursed by USAID/Mozambique, resulting in a total amount accepted and reimbursed of U.S. \$175,586.

The unsupported expenses are summarised per Exhibit 2 of the Fund Accountability Statement and detailed for the Design and Supervision Phase per invoice number on Exhibits 3 and 4 respectively, including a summary of the unsupported costs accepted and reimbursed by USAID/Mozambique.

The unsupported costs classified under other direct costs on Exhibits 3 and 4 of the Fund Accountability Statement excluding the exchange rate differences (see below) are all valid in terms of the applicable cost principles. They have been listed as unsupported because these costs have been claimed by the contractor on an allocation basis. The contract does not provide guidelines as to the allocation basis to be used, for example, other fixed costs include the direct overhead applicable to the contract as incurred in the contractor's normal business operations and not from an external source. Does the contractor need to generate internal invoices to justify these costs or does he need to prove the total secretarial wages together with a timesheet of hours spent on the contract so that costs may be apportioned? When these costs were detailed and not merely classified as other fixed costs they were accepted and reimbursed by USAID/Mozambique but no supporting documentation was provided by the contractor.

No guidance is provided to the contractor in the contract terms as to what exchange rate should be used when invoicing USAID/Mozambique. The exchange rate differences detailed on Exhibits 3 and 4 of the Fund Accountability Statement were calculated by USAID/Mozambique.

The travel and transportation costs detailed as unsupported per Exhibit 3 of the Fund Accountability Statement are in fact valid travel claims. This amount has however been disallowed by USAID/Mozambique because the contract limit for travel was exceeded.

2.2.3 Recommendation No. 1

It appears that there is inadequate communication between Profabril and USAID/Mozambique regarding the information required by USAID/Mozambique to support valid expenditure incurred on the contract by Profabril. This is evidenced by the fact that USAID/Mozambique has reimbursed unsupported costs amounting to U.S. \$13,068 on the contract, but in other instances disallowed similar costs on the basis that there is insufficient supporting documentation.

We recommend that the parties communicate with each other to establish exactly what information is required by USAID/Mozambique in order to reimburse valid contract expenditure and that Profabril comply with such requirements. Once such parameters are set USAID/Mozambique should determine the allowability, and recover, as appropriate the unsupported costs of U.S. \$13,068 claimed by Profabril and reimbursed by USAID/Mozambique.

3. INTERNAL CONTROL STRUCTURE

3.1 Independent Auditor's Report

We have audited the Fund Accountability Statement of Profabril - Centro de Proyectos, SA (Contract Number 656-0247-C-00-0002, under the Mozambique Regional Rail Systems Support Project Number 690-0247) for the period November 27, 1989 to September 30, 1991 and have issued our report thereon dated January 27, 1992.

We conducted our audit in accordance with generally accepted auditing standards and "Government Auditing Standards" (1988 revision), issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Fund Accountability Statement is free of material misstatement.

In planning and performing our audit of Profabril - Centro de Proyectos, SA, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the Fund Accountability Statement and not to provide assurance on the internal control structure.

Profabril - Centro de Proyectos, SA is responsible for establishing and maintaining an internal control structure for the Mozambique Regional Rail Systems Support Project. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of the internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition and that transactions are executed in accordance with generally accepted accounting principles. Because of inherent limitations in any internal control structure, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

For the purpose of this report, we have not classified the significant internal control structure policies and procedures as they relate to the Mozambique Regional Rail Systems Support Project because an adequate internal control structure does not exist.

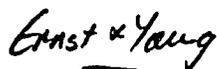
We noted certain matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgement, could adversely affect the entity's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

We observed a reportable condition in that an adequate internal control structure does not exist for reliance thereon because of the small size of Profabril - Centro de Projectos, SA in Mozambique. We limited our consideration of the internal control structure and instead we performed 100% testing of claimed costs for the purpose of expressing our opinion on the Fund Accountability Statement.

A material weakness is a reportable condition in which the design or operation of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. However, we believe the reportable condition described above is not a material weakness.

Our study and evaluation did not disclose any conditions in the system of internal control structure of Profabril - Centro de Projectos, S.A. as it relates to the Mozambique Regional Rail Systems Support Project in effect at January 27, 1992, which, in our opinion, result in more than a relatively low risk that errors or irregularities in amounts that would be material in relation to the financial statements may occur and not be detected within a timely period.

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CHARTERED ACCOUNTANTS (S.A.)

JOHANNESBURG
May 12, 1992

4. COMPLIANCE WITH CONTRACT TERMS AND APPLICABLE U.S. LAWS AND REGULATIONS

4.1 Independent Auditor's Report on Compliance

We have audited the Fund Accountability Statement of Profabril - Centro de Projectos, SA (Contract Number 656-0247-C-00-0002 under the Mozambique Regional Rail Systems Support Project Number 690-0247) for the period November 27, 1989 to September 30, 1991 and have issued our report thereon dated January 27, 1992.

We conducted our audit in accordance with generally accepted auditing standards and "Government Auditing Standards" (1988 revision), issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Fund Accountability Statement is free of material misstatement.

Compliance with contract terms and laws and regulations applicable to Profabril - Centro De Projectos, SA is the responsibility of Profabril - Centro De Projectos, SA's management. As part of obtaining reasonable assurance about whether the Fund Accountability Statement is free of material misstatement, we performed tests of Profabril - Centro De Projectos, SA compliance with certain provisions of contract terms and laws and regulations. However, our objective was not to provide an opinion on overall compliance with such provisions.

Material instances of noncompliance are failures to follow requirements, or violations of prohibitions, contained in statutes, regulations, contracts, or grants that cause us to conclude that the aggregation of the misstatements resulting from those failures or violations is material to the financial statements. The results of our tests of compliance disclosed no material instances of noncompliance.

The result of our tests indicate that, with respect to the items tested, Profabril - Centro De Projectos, SA complied, in all material respects, with the provisions referred to in the preceding paragraph. With respect to items not tested, nothing came to our attention that caused us to believe that Profabril - Centro De Projectos, SA had not complied, in all material respects, with those provisions.

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. This report is intended solely for the use of Profabril and USAID but this is not intended to limit the distribution of the report if it is a matter of public record.

Ernst & Young

CHARTERED ACCOUNTANTS (S.A.)

JOHANNESBURG
May 12, 1992

5. FINANCIAL MANAGEMENT CAPABILITIES

Due to the size of the project no job descriptions exist in respect of this particular contract for Mr. Luis Loureiro and his two administration staffers. Job descriptions do however exist in terms of their employment contract with Profabril - Centro de Projectos, S.A. We concur with Profabril that it would not be cost efficient to document specific job descriptions for the Mozambique Regional Rail Systems Support Project due to the size of the project.

Despite the above we are satisfied from our audit procedures that financial management capabilities of project personnel are appropriate.

MISSION-CONTRACTED AUDIT OF PROFABRIL - CENTRO DE PROYECTOS, SA
 CONTRACT NUMBER 656-0247-C-00-0002
 MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
 PROJECT NUMBER 690-0247

EXPENDITURES
 FUND ACCOUNTABILITY STATEMENT
 NOVEMBER 27, 1989 TO SEPTEMBER 30, 1991

EXPENDITURES (USD)	Profabril - Centro De Proyectos, S.A.			USAID			Difference Profabril USAID *	Budget
	Design	Supervision	Total	Design	Supervision	Total		
Salaries	89,280.00	26,486.15	115,766.15	89,280.00	26,486.15	115,766.15	-	188,510.00
Other Direct Costs	30,340.73	6,969.35	37,310.08	19,804.24	2,147.12	21,951.36	15,358.72	34,820.00
Travel & Transportation	41,424.06	-	41,424.06	34,610.00	-	34,610.00	6,814.06	34,610.00
Fixed Fee	-	3,258.00	3,258.00	-	3,258.00	3,258.00	-	6,516.00
Other Costs	-	-	-	-	-	-	-	-
Total	161,044.79	36,713.50	197,758.29	143,694.24	31,891.27	175,585.51	22,172.78	264,456.00

* This difference is attributable to the total expenditure incurred by Profabril less amounts actually accepted and reimbursed by USAID as discussed in paragraph 2.3.2 Summary Audit Results and Findings. This is less than the total unsupported expenditure of U.S. \$35,241 due to unsupported expenditure paid by USAID amounting to:

Exhibit 3	11,868.00
Exhibit 4	1,200.00

Total (USD)	13,068.00
	=====

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UNDER THE MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
PROJECT NUMBER 690-0247

UNSUPPORTED EXPENSES - SUMMARY
FUND ACCOUNTABILITY STATEMENT
NOVEMBER 27, 1989 TO SEPTEMBER 30, 1991

	Design Phase - Exhibit 3	Supervision Phase - Exhibit 4
Vehicle Expenses	1,548.00	1,750.02
Secretary	6,000.00	2,400.00
Office Rent	3,000.00	-
Clerk	120.00	-
Other Fixed Costs	10,000.00	-
5% for Services	536.49	-
Telecommunications	1,200.00	1,200.00
Photocopies	-	338.71
Exchange Rate	39.83	333.50
Travelling Costs	6,774.23	-
	29,218.55	6,022.23
TOTAL (USD)	35,240.78	

MISSION-CONTRACTED AUDIT OF PROFABRIL - CENTRO DE PROYECTOS, SA
 CONTRACT NUMBER 656-0247-C-00-0002
 UNDER THE MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
 PROJECT NUMBER 690-0247
 UNSUPPORTED EXPENSES - DESIGN PHASE
 (By Invoice No.)
 FUND ACCOUNTABILITY STATEMENT
 NOVEMBER 27, 1989 TO SEPTEMBER 30, 1991

DESIGN PHASE	OTHER DIRECT COSTS				TRAVEL & TRANSPORTATION	
	Other Fixed Costs	5% for Services	Admin Charges	Telecom	Exchange rate difference	Travelling
Invoice 004/122/90	3,500.00	316.35				
Invoice 005/122/90	3,250.00					
Invoice 006/122/90	3,250.00	220.14				
Invoice 008/122/90					43.34	
Invoice 009/122/90					(3.51)	
Invoice 010/122/90 (4 mths) Secretary Office Rent Clerk Vehicle expenses			4,000.00 2,000.00 80.00 1,032.00	800.00		
Invoice 012/122/90 Secretary Office Rent Clerk Vehicle expenses			1,000.00 500.00 20.00 258.00	200.00		6,774.23
Invoice 013/122/90 Secretary Office Rent Clerk Vehicle expenses			1,000.00 500.00 20.00 258.00	200.00		
	10,000.00	536.49	10,668.00 *	1,200.00 *	39.83	6,774.23
TOTAL (USD)	29,218.55					

* Amounts reimbursed by USAID.
 Admin charges 10,668.00
 Telecom 1,200.00
 Total (USD) 11,868.00

MISSION-CONTRACTED AUDIT OF PROFABRIL - CENTRO DE PROYECTOS, SA
 CONTRACT NUMBER 656-0247-C-00-0002
 UNDER THE MOZAMBIQUE REGIONAL RAIL SYSTEMS SUPPORT
 PROJECT NUMBER 690-0247

UNSUPPORTED EXPENSES - SUPERVISION PHASE
 (By invoice No.)
 FUND ACCOUNTABILITY STATEMENT
 NOVEMBER 27, 1989 TO SEPTEMBER 30, 1991

SUPERVISION PHASE	OTHER DIRECT COSTS				
	Vehicle Expenses	Secretary	Photocopies	Telecom	Incorrect Exchange Rate
Invoice 005/91	291.67	400.00		200.00	102.85
Invoice 007/91	291.67	400.00		200.00	54.72
Invoice 009/91	291.67	400.00	338.71	200.00	31.04
Invoice 012/91	291.67	400.00		200.00	94.43
Invoice 013/91	291.67	400.00		200.00	26.12
Invoice 014/91	291.67	400.00		200.00	24.34
	1,750.02	2,400.00	338.71	1,200.00 *	333.50
Total (USD)	6,022.23				

* Amounts reimbursed by USAID

Telecom (USD) 1,200.00

ATTACHMENT II

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