



EUROPEAN REGIONAL DEVELOPMENT FUND  
COHESION FUND  
MALTA 2007-2013



OFFICE OF THE DEPUTY PRIME MINISTER  
MINISTRY FOR EUROPEAN AFFAIRS

PARLIAMENTARY SECRETARIAT  
FOR THE EU PRESIDENCY 2017 AND EU FUNDS

# Operational Programme II

## Cohesion Policy 2007-2013

*Empowering People for More Jobs and a Better Quality of Life*

## Annual Control Report 2014

Monitoring Committee

29<sup>th</sup> May 2015





# Annual Control Report & Opinion

- The scope of the annual control report and opinion, based on systems audits and audits on operations, is to provide reasonable assurance on the effective functioning of the management and control systems.
- The 2014 Annual Control Report and Opinion were submitted prior to 30<sup>th</sup> December 2014, in terms of Article 62 (1) (d) (i) and (ii) of Council Regulation (EC) No 1083/2006.



# Systems Audits Carried out (July 2013 – June 2014)

- Treasury Department (OP I and OP II)
  - Organisational Structure;
  - Monitoring Role;
  - Delegation of Authority;
  - Access to systems and databases





# Audit on Operations (Expenditure declared in 2013)

- Monetary Unit Sampling (MUS)
  - OP II (ESF)
    - 8 claims were selected from Operational Programme I from a total of 2,663 claims.



# Audit on Operations (Expenditure declared in 2013)

Expenditure certified in 2013	Expenditure audited in 2014	% audited	Amount of irregular expenditure in sample	Projected Error Rate
30,444,979	1,739,939	5.72%	-	-



# Audit on Operations (complimentary sample)

- Based on professional judgement, IAID deemed it necessary to audit a complimentary sample;
  - 25 payments claims for year ending 2012;
  - 22 payments claims for year ending 2013.



# Audit on Operations (complimentary sample)

	Expenditure audited	Amount of irregular expenditure in sample	Error Rate
Year ending 2012	72,824.04	11.41	0.02%
Year ending 2013	64,596.78	90.00	0.14%

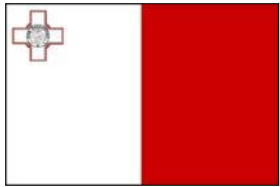


- An unqualified (clean) opinion accompanied the 2014 annual control report, that is, on the basis of the systems audits and audits of operations carried out. IAID concluded that the management and control systems of the Operational Programme functioned effectively so as to provide reasonable assurance that statements of expenditure presented to the Commission were correct and that the underlying transactions were legal and regular.
- The annual control report and opinion were approved by the European Commission in its letter dated 23 February 2015.





# Thank You



Operational Programme I – Cohesion Policy 2007-2013  
*Investing in Competitiveness for a Better Quality of Life*

Event part-financed by the European Union  
European Regional Development Fund  
Co-financing rate: 85% EU Funds; 15% National Funds.



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