



## **Audit Authority ENI CBC MED Programme**

Cross Border Cooperation within the European Neighbourhood Instrument  
**MEDITERRANEAN SEA BASIN PROGRAMME 2014-2020**

### **Annex 4.1**

#### **Annual Audit Report**

#### **Audit Manual**

Version 2.1

Adopted by the Audit Authority with decision No 63 of 27 October 2021



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Autorità di Audit

## ANNUAL AUDIT REPORT

according to art. 28.6 (b) and 68.2 (d) Commission Implementing Regulation (EU) No 897/2014

Reference Period: **XX/XX/XXXX – XX/XX/XXXX**

Approved by the Audit Authority Decision n. XXX/XXXX of XX/XX/XXXX



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## 1. INTRODUCTION

In this section, the following information shall be reported:

- 1.1 Identification of the responsible Audit Authority and other bodies that have been involved in preparing the report
- 1.2 Reference period (i.e. the accounting period)
- 1.3 Audit period (during which the audit work has been performed)
- 1.4 Identification of the operational Programme covered by the report and of its Managing Authority
- 1.5 Description of the steps taken to prepare the report and to draw the audit opinion

Notes: Paragraph 1.5 shall consider the preparatory phase, the documentation analyzed, the coordination with other bodies (if applicable), the audit work carried out as described in sections 4, 5 and 6, and the final drafting of the audit opinion.

## 2. SIGNIFICANT CHANGES IN THE MANAGEMENT AND CONTROL SYSTEM

## 3. CHANGES TO THE AUDIT STRATEGY

## 4. SYSTEM AUDITS CARRIED OUT

## 5. AUDIT ON OPERATIONS CARRIED OUT

- 5.1. Details of the bodies (including the audit authority) that have carried out audits on the appropriate sample of projects (as foreseen in article 28.1 of Regulation (EU) No 897/2014)
- 5.2 Description of the sampling methodology applied and information whether the methodology is in accordance with the audit strategy. Justification of the appropriateness of the sample chosen
- 5.3 Reconciliation between the total expenditure declared in euro to the Commission in respect of the accounting year and the population from which the sample was drawn
- 5.4 Analysis of the principal results of the audits of projects, describing the number of sample items audited, the respective amount and types of errors by project, the nature of errors found, main



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deficiencies or irregularities, root causes, corrective measures proposed (including those intending to avoid these errors in subsequent request) and the impact on the audit opinion

5.5 Explanations concerning the financial corrections relating to the accounting year and implemented by the managing authority before submitting the accounts to the Commission, and resulting from the audits of projects

5.6 Details of whether any problems identified would not allow to conclude that the related transactions are legal and regular, and the measures taken, including a quantification of the irregular expenditure and any related financial corrections

5.7 Information on the follow-up of audits of projects carried out in previous years, in particular on serious deficiencies (as above)

5.8 Conclusions drawn from the overall results of the audits of projects with regard to the effectiveness of the control systems and whether it can be concluded that the related transactions are legal and regular

## **6. AUDIT ON ACCOUNTS CARRIED OUT**

6.1 Indication of the authorities/bodies that have carried out audits of accounts

6.2 Description of audit approach used to verify the elements of the accounts defined in Article 68 of Regulation (EU) No 897/2014

6.3 Indication of the conclusions drawn from the results of the audits in regard to the completeness, accuracy and veracity of the accounts, including an indication on the financial corrections made and reflected in the accounts as a follow-up to the results of the system audits and/or audit on projects

6.4 Indication of whether any problems identified were considered to be systemic in nature, and the measures taken

6.5 Conclusion whether the accounts give a true and fair view

## **7. COORDINATION BETWEEN AUDIT BODIES AND SUPERVISORY WORK OF THE AUDIT AUTHORITY**

## **8. OTHER INFORMATION**



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## 9. OVERALL LEVEL OF ASSURANCE

9.1 Indication of the overall level of assurance on the proper functioning of the management and control system, and explanation of how such level was obtained from the combination of the results of the system audits, audits of projects and audits on accounts. Where relevant, the audit authority shall take also account of the results of other national or EU audit work carried out in relation to the accounting year

9.2 Assessment of any mitigating actions implemented, such as financial corrections and assess the need for any additional corrective measures necessary, both from a system and financial perspective

Cagliari, XX/XX/XXXX

**The Audit Authority**

Antonella Garippa