
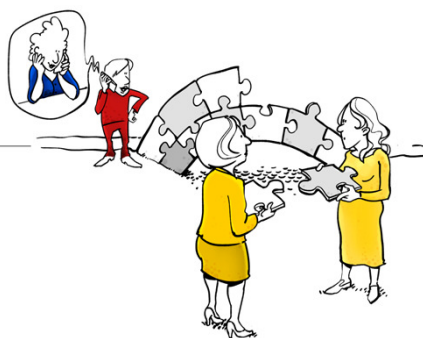


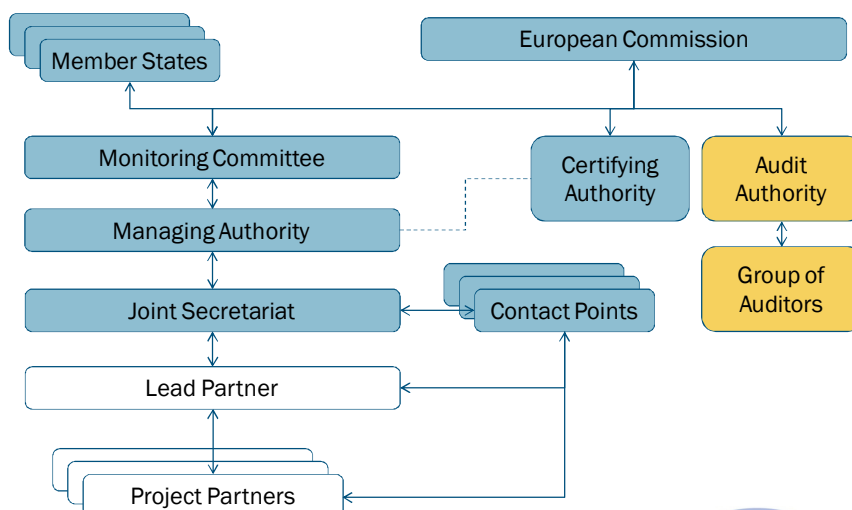
# Project Implementation - Audit and Financial Corrections

Interreg Finance Management Camp  
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 @InteractEU

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## Audit and control bodies



### Audit Authority (AA)

Function	Responsibility
Works independently	Verifies the successful implementation
Located in the same Member State as the MA	Ensures that audits are carried out on: <ul style="list-style-type: none"> <li>• management and control system,</li> <li>• sample of operations</li> <li>• annual accounts</li> </ul>

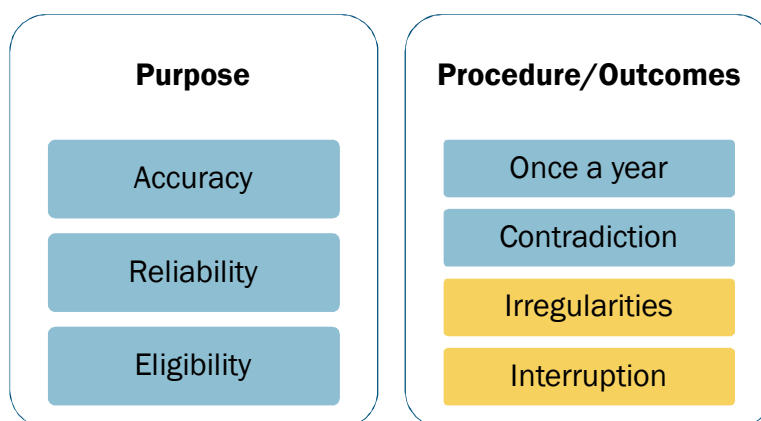


### Group of Auditors (GoA)

Function	Responsibility
Supports Audit Authority	Performs and organises second level control
Representatives from each country in the programme	



## Audit of operations



## Audit of operations – what does it mean for a project?

Once project or partner is sampled to be audited:

- Information on when auditors come
- All documents ready to be inspected
- Person at partner institution delegated to “serve” auditors
- Audit report with findings shared with the partner
- Recommendations to be implemented



## Financial errors

Ineligible expenditure that is NOT deemed an irregularity:

- corrected before the submission MA/JS;
- deducted by the MA/JS;
- addressed by the CA

Errors do not reduce the project budget.



## Irregularities

An ineligible amount that was **already included** in the claim to the European Commission is considered an irregularity.

- One-off or systematic
- Require programme level corrections in the form of withdrawals or recoveries.
- Can affect the project implementation:
  - further checks and/or
  - repayment of funds.

Irregularities reduce the project budget.



## Irregularities – 2% error rate

- Sample of operations – size of the sample relates to amount claimed from COM
- Total value of the sample
- Maximum 2 % at the programme level
  - yearly
  - at programme closure.



Irregularities do not reduce the programme budget if recovered or withdrawn.

**INTERact** 

## Cooperation works

All materials will be available on:

[www.interact-eu.net](http://www.interact-eu.net)

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European Regional Development Fund