



MEMORANDUM

DATE: August 1, 2019

TO: USAID/Management/Office of Acquisition and Assistance/Cost Audit and Support Division, Branch Chief, David A. McNeil

FROM: Acting Director for External Financial Audits Division, Steven Shea /s/

SUBJECT: Independent Audit Report on International Business & Technical Consultants, Inc.'s Accounting System Follow-up (3-000-19-008-D)

This memorandum transmits the final report on International Business & Technical Consultants, Inc.'s (IBTCI) accounting system. The U.S. Agency for International Development (USAID) Office of Acquisition and Assistance, Cost, Audit, and Support Division contracted with the Defense Contract Audit Agency (DCAA) to conduct the audit.

DCAA states that it conducted its examination in accordance with generally accepted government auditing standards. DCAA is responsible for the enclosed report and the conclusions expressed in it. We do not express an opinion on IBTCI's accounting system¹.

The objective of the examination was to determine if corrective actions taken to address deficiencies identified in the IBTCI post award audit report were adequate and in compliance with CFR Section 252.242-7006, Accounting System Administration requirements. To answer the objective, DCAA examined IBTCI's corrective actions taken on the two recommendations related to missing controls over compliance system reviews and lack of documentation over policies and procedures as reported in Kearney & Associates Call Order No. AID-OAA-BC-15-001 dated February 2, 2017.

DCAA concluded that in their opinion, IBTCI's corrective actions in response to the two deficiencies identified in Kearney & Associates Call Order No. AID-OAA-BC-15-001 dated February 2, 2017 are in compliance with CFR Section 252.242-7006, Accounting System Administration requirements.

We appreciate the assistance extended to audit staff during the engagement.

OIG does not routinely distribute independent public accounting reports beyond the immediate addresses because a high percentage of these reports contain information restricted from release under the Trade Secrets Act, 18 B.S.C. 1905 and Freedom of Information Act Exemption Four, 5 U.S.C. 552(b)(4) ("commercial or financial information obtained from a person that is privileged or confidential").

¹ We reviewed DCAA's report for conformity with professional reporting standards. Our desk reviews are typically performed to identify any items needing clarification or issues requiring management attention. Desk reviews are limited to review of the report itself and excludes review of the auditor's supporting working papers; they are not designed to enable us to directly evaluate the quality of the review performed.