



MEMORANDUM

DATE: October 28, 2019

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

FROM: Acting Director of External Financial Audit Division, Steven Shea /s/

SUBJECT: Single Audit of Viet-Nam Assistance for the Handicapped, for the Fiscal Year Ended June 30, 2017 (3-000-20-002-T)

This memorandum transmits the final audit report on the Viet-Nam Assistance for the Handicapped (VNAH) under Title 2 Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, for the fiscal year ended June 30, 2017. VNAH contracted with the independent certified public accounting firm Rogers & Company, PLLC to conduct the audit. The audit report was obtained from the Federal Audit Clearinghouse. The audit firm stated that it performed its audit in accordance with generally accepted government auditing standards and the requirements of Title 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*. The audit firm is responsible for the enclosed report and the conclusions expressed in it. We do not express an opinion on VNAH's financial statements; the effectiveness of its internal control; or its compliance with the awards, laws, and regulations.¹

The audit objectives were to: (1) express an opinion on whether the financial statements as of June 30, 2017, were presented fairly, in all material respects; (2) express an opinion on whether the schedule of expenditures of federal awards as required by Title 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, was fairly stated, in all material respects; (3) describe the scope of testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on its effectiveness; and (4) determine whether VNAH complied with the types of compliance requirements that could have a direct and material effect on each of its major federal programs

¹ We reviewed the audit firm'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 audit 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 audit performed.

and describe the scope of testing of internal control over compliance and the results of that testing, but not to express an opinion on the effectiveness of internal control over compliance. To answer the audit objectives, the audit firm performed procedures to obtain audit evidence about the amounts and disclosures in the financial statements including the supplementary information and the schedule of expenditures of federal awards; performed tests of the VNAH's internal control and compliance; and examined evidence about VNAH's compliance with the requirements of laws, regulations, contracts, and grant agreements applicable to its federal programs. VNAH's audited expenditures of federal awards were \$1,740,742 all of which was for the U.S. Agency for International Development's (USAID) grants for the year ended June 30, 2017.

The audit firm expressed unmodified opinions on the financial statements and on compliance for each major federal program. Additionally, the audit firm concluded the schedule of expenditures of federal awards was fairly stated, in all material respects, in relation to the financial statements as a whole. The audit firm did not identify any significant deficiencies or material weaknesses in internal control over financial reporting, or instances of noncompliance or other matters that were required to be reported under generally accepted government auditing standards. The audit firm did not identify any significant deficiencies or material weaknesses in internal control over compliance.

We appreciate the assistance extended during the engagement.

OIG does not routinely distribute independent public accounting reports beyond the immediate addressees because a high percentage of these reports contain information restricted from release under the Trade Secrets Act, 18 U.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").