



OFFICE OF INSPECTOR GENERAL U.S. Agency for International Development

MEMORANDUM

DATE: April 27, 2023

TO: USAID/ Jordan, Mission Director, Sherry Carlin

FROM: USAID/OIG Middle East and Eastern Europe (ME/EE) Regional Office, Assistant Audit Director, David Clark/s/

SUBJECT: Audit of the Schedule of Expenditures of SAJDI Consulting Engineering Center, Water Engineering Services Project in Jordan, Contract 72027821C00003, January 31 to December 31, 2021 (8-278-23-017-N)

This memorandum transmits the final audit report of the schedule of expenditures of Sajdi consulting engineering center, water engineering services project in Jordan, contract 72027821C00003, from January 31, 2021 to December 31, 2021. USAID/Jordan contracted with the independent audit firm Ernst and Young Jordan to conduct the audit. The audit firm stated that it performed the audit in accordance with U.S. Government Auditing Standards. However, it did not have an external quality control review program because professional organizations in Jordan do not offer such a program. The audit firm is responsible for the enclosed report and the conclusions expressed in it. We do not express an opinion on the auditee's schedule of expenditures; the effectiveness of its internal controls; or its compliance with the award, laws, and regulations.¹

The audit objectives were to: (1) express an opinion on whether the schedule of expenditures for the period audited was presented fairly, in all material respects; (2) evaluate the auditee's internal controls; and (3) determine whether the auditee complied with the award terms and applicable laws and regulations. To answer the audit objectives, the audit firm performed the subject financial audit that covered \$1,565,951 from January 31 to December 31, 2021.

The audit firm concluded that the schedule of expenditures of USAID award presented fairly, in all material respects, program revenues and costs incurred under the award for the period

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.

audited. The audit firm identified no questioned costs, no material weaknesses in internal control and no instances of material noncompliance. The audit firm issued a management letter. Further, the audit report included personally identifiable information (PII).

During our desk review, we noted issues which the audit firm will need to address in future audit reports. We presented these issues in a memo to the controller dated April 27, 2023.

The report does not include any recommendations for your action.

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").