



USAID
FROM THE AMERICAN PEOPLE

**Functional Series 600
Budget and Finance**

INTERIM UPDATE 09-04

SUBJECT: Revision of Guidelines for Financial Audits Contracted by Foreign Recipients

NEW MATERIAL: USAID Missions must assess risk at least annually to determine when financial audits of foreign for profit organizations are required. In addition, a close-out audit must be performed for all awards in excess of \$500,000.

EFFECTIVE DATE: 06/26/2009

POLICY

USAID/General Notice
OIG
06/26/2009

Subject: Revision of Guidelines for Financial Audits Contracted by Foreign Recipients

USAID administers foreign economic development and humanitarian assistance programs on behalf of the United State Government. The Guidelines for Financial Audits Contracted by Foreign Recipients (Guidelines), dated February 2009, are to be used by independent auditors in performing recipient-contracted audits required by USAID agreements with non-US recipient organizations. USAID agreements with foreign governments and foreign nonprofit organizations require that a recipient-contracted audit be performed annually in accordance with these guidelines when the recipient expends \$300,000 or more in USAID awards in its fiscal year. USAID Missions must assess risk at least annually to determine when financial audits of foreign for profit organizations are required. In addition to these annual audit requirements, a close-out audit must be performed for all awards in excess of \$500,000.

Point of contact: Any questions regarding this notice may be directed to Ann Kruszewski, IG/A/HLC, 8.9.69, 202-712-5397.

Notice 06106

File Name	IU6_0904_062609
Notice Date	6/26/2009
Effective Date	06/26/2009
Editorial Revision Date	
Remarks	This IU will remain active until it is incorporated into an ADS chapter.

IU6_0904_062609_W072109

