



FINANCIAL AUDIT REQUIREMENTS CHART

An Additional Help for ADS Chapter 591

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CATEGORY	AUDIT THRESHOLD	AUDIT FREQUENCY	COMMENTS
Foreign-Based Contractors	Incurred Costs	Annual assessment (recipient's fiscal year) to determine when to audit	--Prime or subrecipient --ADS 591.3.2.1 and Inspector General Guidelines
Foreign-Based Grantees (Recipient-Contracted Audits)	\$300,000 or more expended in USAID awards	Annual (recipient's fiscal year)	--Prime or subrecipient --Monitor or audit <\$300K --ADS 591.3.2.1 and Inspector General Guidelines
Host Government Entities	\$300,000 or more expended in USAID awards	Annual (recipient's fiscal year)	--Audits may be by Supreme Audit Institution if USAID concurs. --ADS 591.3.2.1 and Inspector General Guidelines
Host Country Contractors and Grantees	\$300,000 or more expended in USAID awards	Annual (recipient's fiscal year)	--Bureau for Management/Office of Acquisition and Assistance arranges for audits of costs claimed under cost-reimbursable contracts/subcontracts awarded to U.S.-based firms. --ADS 591.3.2.1 and Inspector General Guidelines
Host Country-Owned Local Currency Special Accounts	\$300,000 or more expended in USAID awards	Periodic	--Discuss requirements with host governments. --Indicate audit responsibilities, frequency, and funding in assistance objective agreements. --ADS 591.3.2.2
Cash Transfers and Other Awards	\$300,000 or more expended in USAID awards	Annual	--Review or audit. --Use Inspector General Guidelines if appropriate. --591.3.4.2
U.S.-Based Grantees (Recipient-Contracted Audits)	*\$500,000 or more expended in Federal awards	Annual (recipient's fiscal year)	--OMB Circular A-133
U.S.-Based Contractors	Incurred Costs	Annual assessment (recipient's fiscal year) to determine when to audit	--Audits generally conducted by the Defense Contract Audit Agency. --FAR 52.215-2 and 52.216-7