



OFFICE OF INSPECTOR GENERAL

U.S. Agency for International Development

MEMORANDUM

DATE: February 22, 2023

TO: USAID/West Bank and Gaza Mission Director, Amy Tohill-Stull

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 Hand in Hand: Center for Jewish – Arab Education, Mainstreaming Shared Society Program in West Bank and Gaza, Cooperative Agreement 72029418CA00005, January 1 to December 31, 2021 (8-294-23-0xx-N)

This memorandum transmits the final audit report on the schedule of expenditures of Hand in Hand: Center for Jewish – Arab Education, Mainstreaming Shared Society program in West Bank and Gaza, cooperative agreement 72029418CA00005, from January 1 to December 31, 2021. USAID/West Bank and Gaza contracted with the independent audit firm Mazars to conduct the audit. The audit firm stated that it performed its audit in accordance with the Generally Accepted Auditing Standards and Government Auditing Standards. However, it did not participate in an external quality control review program because professional organizations in West Bank and Gaza do not offer such a review 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 control; or its compliance with the award, laws, and regulations.¹

The audit objectives were mainly 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 agreement terms and applicable laws and regulations. To answer the audit objectives, the audit

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.

firm performed the subject financial audit that covered \$390,871 for the period from January 1 to December 31, 2021.

The auditors concluded that the schedule of expenditure presents fairly, in all material respects, the program's revenues and the costs incurred under the award for the period audited. The auditors did not identify any questioned costs. The auditors did not identify any material internal control weaknesses or any material instances of non-compliance with the award terms and applicable laws and regulations. The auditors said that the auditee is not subject to mission order number 21 "Anti-Terrorism Procedures."

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").