



MEMORANDUM

DATE: April 23, 2020

TO: USAID/Jordan Mission Director, Jim Barnhart

FROM: USAID OIG Middle East and Eastern Europe (ME/EE) Regional Office, USDH
NFA Coordinator, John Vernon /s/

SUBJECT: Audit of the Fund Accountability Statement of Engicon Company,
Management Engineering Services Contract Project in Jordan, Contract
AID-278-C-00-15-00005, January 1 to December 31, 2018
(8-278-20-021-N)

This memorandum transmits the final audit report of the fund accountability statement of Engicon Company, Management Engineering Services Contract Project in Jordan, contract AID-278-C-00-15-00005, January 1 to December 31, 2018. USAID/Jordan contracted with the independent certified public accounting firm PricewaterhouseCoopers, Jordan to conduct the audit. The audit firm stated that it performed its audit in accordance with Generally Accepted Auditing Standards and Government Auditing Standards issued by the Comptroller General of the United States. However, it did not participate in an external quality control review program because Jordan does 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 fund accountability statement; 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 fund accountability statement for the period audited was presented fairly, in all material respects; (2) evaluate the auditee's internal controls; (3) determine whether the auditee complied with the contract terms and applicable laws and regulations. To answer 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.

objectives, the audit firm performed the subject financial audit that covered \$1,469,486, for the period from January 1 to December 31, 2018.

The audit firm expressed an unmodified opinion on the fund accountability statement and did not identify any questioned costs. The audit firm did not identify any material weaknesses in the internal control system, or material instances of noncompliance with laws, regulations and the contract terms. In addition, although we are not making a recommendation for the significant deficiency noted in the report on page 15, we suggest that USAID/Jordan determine if Engicon Company addressed the issue noted.

The report does not contain any recommendations for your action.

We appreciate the assistance extended to the audit firm's staff during the engagement.

The 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").