



MEMORANDUM

DATE: December 15, 2020

TO: USAID/Regional Mission Director to Ukraine and Belarus, James Hope

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 Charitable Organization All-Ukrainian Network of People Living With HIV/AIDS, Under Multiple Awards in Ukraine, January 1 to December 31, 2019 (8-121-21- 011-R)

This memorandum transmits the final audit report on the fund accountability statement of Charitable Organization All-Ukrainian Network of People Living with HIV/AIDS under the following awards:

Award Name (Type)	Award Number	Period	Sub-implementer
Healthlink: Accelerating Ukraine's Efforts to End HIV (cooperative agreement)	AID-121-A- 17-00003	January 1- December 31, 2019	N/A
eHealth: Supporting eHealth Infrastructure Development in Ukraine (cooperative agreement)	72012118CA 00002	January 1- December 31, 2019	N/A

The auditee contracted with the independent certified public accounting firm Deloitte & Touche USC to conduct the audit. The audit firm stated that it performed its audit in accordance with the U.S. Generally Accepted Government Auditing Standards issued by the Comptroller General of the United States. However, it did not have an external quality control review program. The audit firm explained that professional organizations in Ukraine 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 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; 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 \$5,762,714 of expenditures from January 1 to December 31, 2019.

The auditors 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 internal control, or any material instances of noncompliance with the agreement terms and applicable laws and regulations. Further, the audit firm issued a management letter.

During our desk review, we noted one minor issue which the audit firm will need to address in future audit reports. We presented this issue in a memo to the controller, dated December 15, 2020.

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").

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.