



OFFICE OF INSPECTOR GENERAL

U.S. Agency for International Development

INDEPENDENT ACCOUNTANT'S REVIEW REPORT

DATE: February 10, 2025

TO: David Bogan, Acting Chief Financial Officer, USAID

FROM: Toayoa Aldridge, Assistant Inspector General for Audits, Inspections, and Evaluations /s/

SUBJECT: Review of USAID Reporting on Its Drug Control Program Budget and Accounting for Fiscal Year 2024 (0-000-25-005-X)

We have reviewed the USAID management assertions in the accompanying “Budget Formulation Compliance Report” and “Detailed Accounting Report” for fiscal year 2024. USAID’s management is responsible for the preparation of the reports and related assertions in accordance with the Office of National Drug Control Policy (ONDCP) circular, “National Drug Control Program Agency Compliance Reviews,” September 9, 2021. Our responsibility is to express a conclusion on the reliability of each assertion made in USAID’s reports based on our review.

Our review was conducted in accordance with generally accepted government auditing standards for attestation review engagements. These standards incorporate, by reference, the attestation standards established by the American Institute of Certified Public Accountants. Those standards require that we plan and perform the review to obtain limited assurance about whether any material modifications should be made to USAID management assertions in its “Budget Formulation Compliance Report” and “Detailed Accounting Report” in order for them to be fairly stated. A review is substantially less in scope than an examination, the objective of which is to obtain reasonable assurance about whether management assertions are fairly stated, in all material respects, in order to express an opinion. Accordingly, we do not express such an opinion. We believe that our review, and the evidence obtained, is sufficient and appropriate, and provides a reasonable basis for our conclusion.

Based on our review, we are not aware of any material modifications that should be made to USAID’s reported management assertions for fiscal year 2024 in order for them to be fairly stated. During our fieldwork we identified and brought two issues to management’s attention regarding alignment of reporting with a recent Executive Order¹: 1) the Program Summary

¹ Pursuant to EO’s “Initial Recissions of Harmful Executive Orders and Action” (Jan. 20, 2025) and “Ending Radical and Wasteful Government DEI Programs and Preferencing” (Jan. 20, 2025).

included a section on "Equity" which was subsequently removed and updated on January 31, 2025 with a footnote pursuant to the recent Executive Order; and 2) management staff availability to respond on whether a \$2.6M active award for the Program on Equity would be reviewed to comply with the EO.

Although this memorandum is an unrestricted public document, it is for the information and use of the ONDCP in meeting its statutory reporting obligation to Congress. This memorandum is not suitable for any other purpose.

Thank you for the cooperation and participation of USAID personnel in completing the review.