



OFFICE OF INSPECTOR GENERAL

U.S. Agency for International Development

MEMORANDUM

DATE: March 3, 2025

TO: Sheree F. Marshall
Supervisory Auditor
USAID/Management/Office of Acquisition and Assistance/Cost, Audit, and
Support Division, Contract Audit Management Branch

FROM: David A. McNeil /s/
Director
External Financial Audits Division

SUBJECT: Single Audit of CNFA for the Year Ended December 31, 2022 (3-000-25-025-T)

This memorandum transmits the final audit report on the single audit of CNFA for the year ended December 31, 2022. The audit report was obtained from the Federal Audit Clearinghouse. CNFA contracted with the independent audit firm Calibre CPA Group, PLLC (Calibre) to conduct the audit. Calibre stated that it performed its audit in accordance with U.S. Government auditing standards issued by the Comptroller General of the United States and in accordance with Title 2 Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards. Calibre is responsible for the enclosed report and the conclusions expressed in it. We do not express an opinion on CNFA's schedule of expenditures of federal awards; the effectiveness of its internal control; or its compliance with the awards, laws, and regulations.¹

Calibre's audit objectives were to: (1) obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report including Calibre's opinion; (2) identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks; (3) obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances; (4) evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the

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.

overall presentation of the financial statements; (5) audit CNFA's compliance with the types of compliance requirements identified as subject to audit in the Office of Management and Budget Compliance Supplement that could have a direct and material effect on each of CNFA's major federal programs for the year ended December 31, 2022; and (6) obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on CNFA's compliance. To answer the audit objectives, Calibre: (1) audited CNFA's consolidated financial statements comprising the consolidated balance sheet as of December 31, 2022, and the related consolidated statements of activities, functional expenses, and cash flows for the year then ended, and the related notes to the consolidated financial statements; (2) issued report dated April 11, 2023, on Calibre's consideration of CNFA's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters; and (3) performed tests of CNFA's compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. CNFA's audited expenditures of Federal awards was \$59,983,600, of which the U.S. Agency for International Development's audited expenditures amounted to \$52,465,003.

Calibre expressed an unmodified opinion on the financial statements and on compliance for major programs. Further, Calibre reported that it did not find any significant deficiencies or material weaknesses relating to the audit of the financial statements reported in the Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters based on an Audit of Financial Statements performed in accordance with Government Auditing Standards. Additionally, Calibre did not discover any significant deficiencies or material weaknesses relating to the audit of major federal award programs reported in the Independent Auditor's Report on Compliance for each major program and on Control Over Compliance required by the Uniform Guidance. Finally, Calibre did not identify any questioned costs in its Federal awards audit for CNFA. Calibre submitted a management letter to CNFA.

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"). In addition, USAID OIG has determined that this transmittal memo and the enclosed report are not subject to notification and reporting requirements under Section 5274 of the National Defense Authorization Act.²

² The James M. Inhofe National Defense Authorization Act for Fiscal Year 2023 Pub. L. No. 117-263, § 5274. Please direct related inquiries to oignotice_ndaa5274@usaid.gov.