



OFFICE OF INSPECTOR GENERAL U.S. Agency for International Development

MEMORANDUM

DATE: April 16, 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 GiveDirectly, Inc., for the Year Ended December 31, 2022
(3-000-25-034-T)

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

Marcum's audit objectives were to: (1) obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report including their opinion; (2) consider GiveDirectly's internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the consolidated financial statements; and (3) obtain reasonable assurance about whether a material noncompliance, whether due to fraud or error, with the compliance requirements described in

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.

the Office of Management and Budget Compliance Supplement that could have a direct and material effect on each of GiveDirectly's major federal programs for the year ended December 31, 2022, occurred. To answer the audit objectives, Marcum: (1) identified and assessed the risks of material misstatement of the consolidated financial statements, whether due to fraud or error; (2) obtained an understanding of internal control relevant to the audit; and (3) evaluated the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the consolidated financial statements. GiveDirectly's audited expenditures of federal awards was \$72,345,431, of which the U.S. Agency for International Development's audited expenditures amounted to \$2,982,975.

Marcum expressed an unmodified opinion on the financial statements and on compliance for major Federal programs. Marcum did, however, report material weaknesses in internal control over financial reporting and noncompliances material to the financial statements. No significant deficiencies in internal control over financial reporting and no material weaknesses in internal control over major programs were detected. Finally, Marcum did not report any audit findings required to be reported in accordance with 2 CFR, 200 516(a). For the three findings associated with material weaknesses in internal control over financial reporting and the noncompliances material to financial statements, we recommend that USAID/Management/Office of Acquisition and Assistance/Cost, Audit, and Support Division, Contract Audit Management Branch:

Recommendation 1. Verify that GiveDirectly, Inc., corrects the material weaknesses in internal control over financial reporting detailed on pages 32 to 34 of the audit report.

Recommendation 2. Verify that GiveDirectly, Inc., corrects the instances of material noncompliances detailed on pages 32 to 34 of the audit report.

We ask that you provide your written notification of actions planned or taken to reach management decision.

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.