



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

MEMORANDUM

DATE: April 22, 2025

TO: USAID/Central Asia Mission Director, Luis Rivera

FROM: Asia Regional Office, Audit Assistant Director, Rhonda M. Horried /s/

SUBJECT: Financial Audit of USAID Multiple Awards Managed by Red Crescent National Society of the Kyrgyz Republic, January 1, 2023, to December 31, 2023 (5-176-25-025-R)

This memorandum transmits the final report on the financial audit of the following USAID awards managed by Red Crescent National Society of Kyrgyz Republic (RCSK):

Award Name (Type)	Award Number	Audit Period
CURE TB (Cooperative Agreement)	72011519CA00001	January 1 – September 30, 2023
HIV PREVENTION (Cooperative Agreement)	7200AA19CA00002	January 1 – December 31, 2023
Support to TB Patients (Cooperative Agreement)	72011520CA00004	January 1 – December 31, 2023

RCSK contracted with the independent audit firm, Baker Tilly Bishkek LLC to conduct the audit. The audit firm stated it performed its audit in accordance with generally accepted government auditing standards (GAGAS). The audit firm is responsible for the enclosed report and the conclusions expressed in it. We do not express an opinion on the recipient's schedule of expenditures of USAID awards; 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 RCSK's schedule of expenditures of USAID awards for the period audited was presented fairly, in all material respects; (2) evaluate RCSK's internal controls related to the USAID-funded project; and (3) determine whether RCSK complied with the award terms and applicable laws and regulations. To answer the

¹We reviewed the audit firm's report for conformity with professional reporting standards. Our desk reviews are typically performed to identify items that need clarification or issues that require management attention. Desk reviews are limited to review of the audit report itself and exclude review of the auditor's supporting workpapers; they are not designed to enable us to directly evaluate the quality of the audit performed.

audit objectives, the audit firm conducted a financial audit that covered costs of \$755,076 for the audited period.

The audit firm concluded that the schedule of expenditures of USAID awards presented fairly, in all material respects, project revenues and costs incurred under the agreement for the period audited except for \$317 ineligible questioned costs. The audit firm did not identify any material internal control weaknesses or any material instances of noncompliance. Since the questioned costs did not meet the OIG's established threshold of \$25,000 for making a recommendation, we are not making a recommendation. Nevertheless, we suggest that USAID/Central Asia determine the allowability of the \$317 ineligible questioned costs and recover any amount determined to be unallowable. The audit firm issued a management letter that had no material issues that required a recommendation.

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"). 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.