



OFFICE OF INSPECTOR GENERAL

U.S. Agency for International Development

MEMORANDUM

DATE: May 8, 2026

TO: Lori Giblin
Chief Risk Officer
Millennium Challenge Corporation

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

SUBJECT: Financial Audit of the MCC Resources Managed by the Millennium Challenge Account - Côte d'Ivoire Under the Compact Agreement Between the MCC and the Government of Côte d'Ivoire, April 1, 2024, to March 31, 2025 (3-MCC-26-006-N)

This memorandum transmits the Financial Audit of the Millennium Challenge Corporation (MCC) resources managed by the Millennium Challenge Account – Côte d'Ivoire (MCA-Côte d'Ivoire) under the compact agreement between the MCC and the Government of Côte d'Ivoire, April 1, 2024, to March 31, 2025. MCA-Côte d'Ivoire contracted with the independent certified public accounting firm of BDO Côte d'Ivoire (BDO) to conduct the audit. BDO stated that it performed its audit in accordance with U.S. Government Auditing Standards (GAGAS) issued by the Comptroller General of the United States. BDO stated that it does not have a continuing education program fully satisfying the requirement set forth in GAGAS, and it did not have an external quality control review by an unaffiliated audit organization as required by GAGAS. BDO is responsible for the enclosed report and the conclusions expressed in it. We do not express an opinion on MCA-Côte d'Ivoire's fund accountability statement; the effectiveness of its internal control; or its compliance with the award, laws, and regulations.¹

The audit objectives were to (1) express an opinion on whether the fund accountability statement for the MCC-funded programs for the period audited, was presented fairly, in all material respects; (2) evaluate and obtain a sufficient understanding of the recipient's internal controls related to the MCC funded programs; (3) determine whether the recipient complied, in all material respects, with the terms of agreement and applicable laws and regulations related

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.

to MCC-funded programs; (4) assess whether Cost-Sharing contributions were provided and accounted for by the recipient in accordance with the terms of the agreement; and (5) determine whether the recipient had taken corrective action on prior year audit recommendations. To answer the audit objectives, BDO: (1) reviewed direct costs billed to and reimbursed by the recipient, and costs incurred but pending reimbursement by the recipient; as well as general and program accounting records to determine whether costs incurred were properly recorded; (2) obtained an understanding of each of the five components of internal control to assess the risks of material misstatement of the fund accountability statements, whether due to error or fraud; and (3) carried out detailed audit tests in accordance with GAGAS and in accordance with 'Accountable Entities Audit Policy & Guidelines for Contracted Financial Audits' issued by MCC;. BDO examined costs of \$97,422,378 for the period audited.

BDO concluded that the fund accountability statement presents fairly, in all material respects, program revenues, costs incurred and reimbursed, assets and MCC's procurement technical assistance for the period then ended in accordance with the terms of the agreements. BDO did not identify any material weaknesses in internal control. However, it did identify two significant deficiencies in internal control. Although we are not making a recommendation for significant deficiencies noted in the report, we suggest that MCC determine if the recipient addressed the issues noted. BDO did not identify any instances of material noncompliance with applicable laws, regulations, and agreement terms. BDO was not aware of any material modifications that should be made to the accompanying cost-sharing schedule in order for it to be in conformity with the basis of accounting used to prepare the Cost-Sharing Schedule. BDO reported that three recommendations were implemented while one recommendation was not implemented. BDO did not issue a management letter.

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@oig.usaid.gov.