



BRIEFLY...

ILAB PROPERLY PERFORMED OVERSIGHT IN COMPLIANCE WITH THE USAID MEMORANDUM OF AGREEMENT AND ENSURED IMPAQ INTERNATIONAL, LLC WAS IN COMPLIANCE WITH THE COOPERATIVE AGREEMENT REQUIREMENTS

February 11, 2022

WHY OIG CONDUCTED THE REVIEW

On September 26, 2017, the Bureau of International Labor Affairs (ILAB) awarded \$4 million received from the United States Agency for International Development (USAID) through a Memorandum of Agreement (MOA) to IMPAQ International, LLC (IMPAQ). Public Law 114-113, Division K, Title VII, General Provisions, requires that the Inspector General for the agency receiving the transfer or allocation of such [USAID] funds shall perform periodic audits of the use of the funds.

WHAT OIG DID

The Office of Inspector General (OIG) contracted with the independent certified public accounting firm of Castro & Company, LLC (Castro) to conduct a performance audit to answer the following questions:

Did ILAB ensure IMPAQ performed in accordance with the cooperative agreement requirements?

Did ILAB ensure costs claimed under the cooperative agreement were allowable, supported, and in accordance with applicable laws, regulations, guidelines, and terms and conditions of the cooperative agreement?

Did ILAB properly perform oversight over IMPAQ in compliance with the MOA and its policies and procedures?

To answer these questions, Castro reviewed policies, procedures, and documents; interviewed officials; and reviewed selected costs claimed by IMPAQ.

WHAT OIG FOUND

ILAB ensured IMPAQ performed in accordance with the cooperative agreement requirements; ensured costs claimed under the award were allowable, supported, and in accordance with applicable laws, regulations, guidelines, and terms and conditions of the cooperative agreement; and properly performed oversight over IMPAQ in compliance with the MOA and its policies and procedures.

IMPAQ did not meet five of their original performance indicator targets. IMPAQ and ILAB made adjustments to allow better monitoring of the indicators, and we determined this issue did not affect IMPAQ's ability to meet the overall project goals.

WHAT WAS RECOMMENDED

ILAB properly performed oversight in compliance with the USAID MOA and ensured IMPAQ was in compliance with the cooperative agreement requirements. Therefore, our audit report does not include recommendations to ILAB. ILAB agreed with the results of our report.

READ THE FULL REPORT:

<https://www.oig.dol.gov/public/reports/oa/2022/17-22-001-01-070.pdf>