

FY 2018 Annual Audit, Inspection and Evaluation Plan

Q1 Update in Green

Q2 Update in Red

Q3 Update in Blue

Continuing Projects from FY 2017:

Type ¹	Rank ²	Planned Completion	Project	Reason/Objective
A	1	1st Qtr. Completed	Audit of EXIM's Compliance with the DATA Act of 2013	Statutory mandate. To meet biennial reporting requirement on the completeness, timeliness, quality, and accuracy of spending data submitted by EXIM.
A	1	2nd Qtr. Completed	Audit of EXIM's FY 2017 Financial Statements	Statutory mandate. To opine on the accuracy and completeness of the financial statements.
A	1	2nd Qtr. Completed	Audit of EXIM's Compliance with the Federal Information Security Modernization Act (FISMA) in FY 2017	Statutory mandate. To determine if EXIM's information security programs and practices are effective.

¹ Type: A = Audit
 I = Inspection
 E = Evaluation

² Ranking: 1 = OIG will provide coverage in the area.
 2 = OIG coverage will be based on available resources.
 3 = OIG will consider for future coverage.

A	1	2nd Qtr. 4 th Qtr.	Audit of the Bank's Early Problem Credits	To determine (1) what caused the problems for EXIM's medium and long-term non-sovereign and corporate credits that experienced early problems, and (2) if these credits were originated, monitored, and serviced in accordance with EXIM's policies and procedures and Federal guidelines
I	1	3rd Qtr. 4 th Qtr.	Inspection of Kenya Airways (KQ)	To ascertain the adequacy of EXIM Bank's due diligence, risk assessment, transaction structuring and policy compliance.

New Projects Planned for FY 2018

Type	Rank	Planned Start	Project	Reason/Objective
A	1	1st Qtr. Ongoing	Audit of EXIM's Compliance with the Reporting Requirements of the Improper Payments Laws	Statutory mandate. To determine if EXIM is in compliance with the reporting requirements of the Improper Payments laws.
	1	2nd Qtr. 4 th Qtr.	Purchase Card Risk Assessment	Statutory mandate. To conduct a risk assessment of the Bank's purchase card program to analyze the risks of illegal, improper, or erroneous purchases.
A	1	2nd Qtr. Ongoing	Audit of EXIM's FY 2018 Financial Statements	Statutory mandate. To opine on the accuracy and completeness of the financial statements.
A	1	2nd Qtr. Ongoing	Audit of EXIM's Compliance with FISMA for FY 2018	Statutory mandate. To determine if EXIM Bank's information security programs and practices are effective.

Type	Rank	Planned Start	Project	Reason/Objective
A	1	2 nd Qtr. 4 th Qtr.	Audit of The Bank's Information Technology Program	To follow up on the findings from the 2012 Audit of Information Technology support for EXIM Bank's Mission. Also, to determine if the Bank's IT systems are properly integrated and capture the data necessary for managing EXIM's programs and operations.
	1	2 nd Qtr. 4 th Qtr.	Independent Penetration Testing	To determine if EXIM Bank has proper security access controls over its information systems.
E	1	1 st Qtr. Ongoing	Evaluation of Regional Office Policies, Procedures and strategy in relation to the Small Business mandate.	To assess the effectiveness of EXIM's current small business policies, procedures and marketing strategy including the use of brokers to meet the Charter's 25 percent requirement.
E	1	2 nd Qtr. Ongoing	Evaluation of EXIM's Policies and Procedures on Additionality	To determine if EXIM Bank has sufficient policies and procedures and is complying with its policies and procedures.
E	1	3 rd Qtr. 4 th Qtr.	Evaluation of EXIM's implementation of key provisions of the 2015 Reauthorization Act.	To provide an objective assessment of the Bank's actions to implement the key provisions of the 2015 Reauthorization.
A	2		Audit of EXIM Bank's Budgetary Process	To determine if EXIM Bank's (1) budgetary process and federal budgetary reporting was in compliance with federal laws, regulations and guidance and (2) federal budgetary reporting was complete and accurate.

Type	Rank	Planned Start	Project	Reason/Objective
I	2		Transaction Inspection(s)	To determine if EXIM complied with policies, procedures and best practices in all facets of specific transactions. This project will be risk-based and may include a focus on one particular transaction or multiple transactions in one location.
I	2		On site review of export content, shipping documents and compliance with EXIM policies.	To assess compliance with certain EXIM's policies such as domestic content, shipping of US goods covered on the project's acquisition list, etc.
E	2		Evaluation of EXIM Bank's FX hedging policies for foreign borrowers.	To evaluate the effectiveness of the Bank's policies and procedures for foreign exchange hedging requirements for foreign borrowers.
E	2		Evaluation of EXIM Bank's Suspension and Debarment Process	To determine if EXIM Bank's suspension and debarment process is effective, in compliance with Federal guidance and in line with best practices of other agencies.
E	2		Evaluation of EXIM's Credit Loss Factor Model	To conduct an independent evaluation of the agency's loss reserve process including the CLF model and use of qualitative and quantitative risk factors.
E	3		Evaluation of EXIM's Implementation of OMB A-123 ERM Provisions.	To assess EXIM's strategy for implementing the key Enterprise Risk Management provisions of OMB Circular A-123.
E	3		Evaluation of EXIM Bank's environmental and social due diligence for ST transactions.	To assess EXIM's policies and procedures for environmental and social due diligence for short term transactions against leading practices.

Type	Rank	Planned Start	Project	Reason/Objective
A	3		Audit of the Engineering and Environment Division	To determine if the Engineering and Environment Division adequately and effectively approves items for financing, provides sufficient details for approved eligible goods, and monitors transactions through completion.
E	3		Evaluation of Transportation Department's Underwriting Procedures	To review the methodology and assumptions used in the underwriting of new aircraft transactions including cash flow analysis, valuation of aircraft, and risk mitigation.
E	3		Evaluation of PEFCO	To assess the relationship between PEFCO and EXIM and to assess PEFCO's adherence to policies and procedures, the loss experience of the loans sold to PEFCO, and PEFCO's monitoring practices.