

Developments in Public Sector Auditing

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Presentation Outline

- The OAG Story
- The auditing profession
- Public Sector Standards
- Quality Assurance/External Peer Review
- Human Capital Development
- Automated Audit Management System
- Performance Auditing Vs Consulting Engagement
- Working Together -OAG and IIA Fiji

The OAG Story

- 1987-2007

- 2007-date

The auditing profession

- Internal audit
- Public sector auditing
- Private sector auditing

Public sector standards

- International Standards on Auditing (ISAs)
- International Standards for Supreme Audit Institutions (ISSAIs)
- International Public Sector Accounting Standards (IPSAS)
- International Financial Reporting Standards (IFRS)

Quality assurance/independent peer review

- Quality Assurance
- Customer Advisory Services
- Self-assessment
- External Independent Peer Review

Human capital development

- Attraction and retention
- Talent management – soft skills and technical
- Performance Management Systems
- Millennial

Automated audit management system

- Investment
- Maintenance
- Return on Investment

Consulting Engagements

- The nature and scope of the consulting engagement are subject to agreement with the engagement client
- Are intended to add value and improve an organization's governance, risk management, and control processes without the internal auditor assuming management responsibility

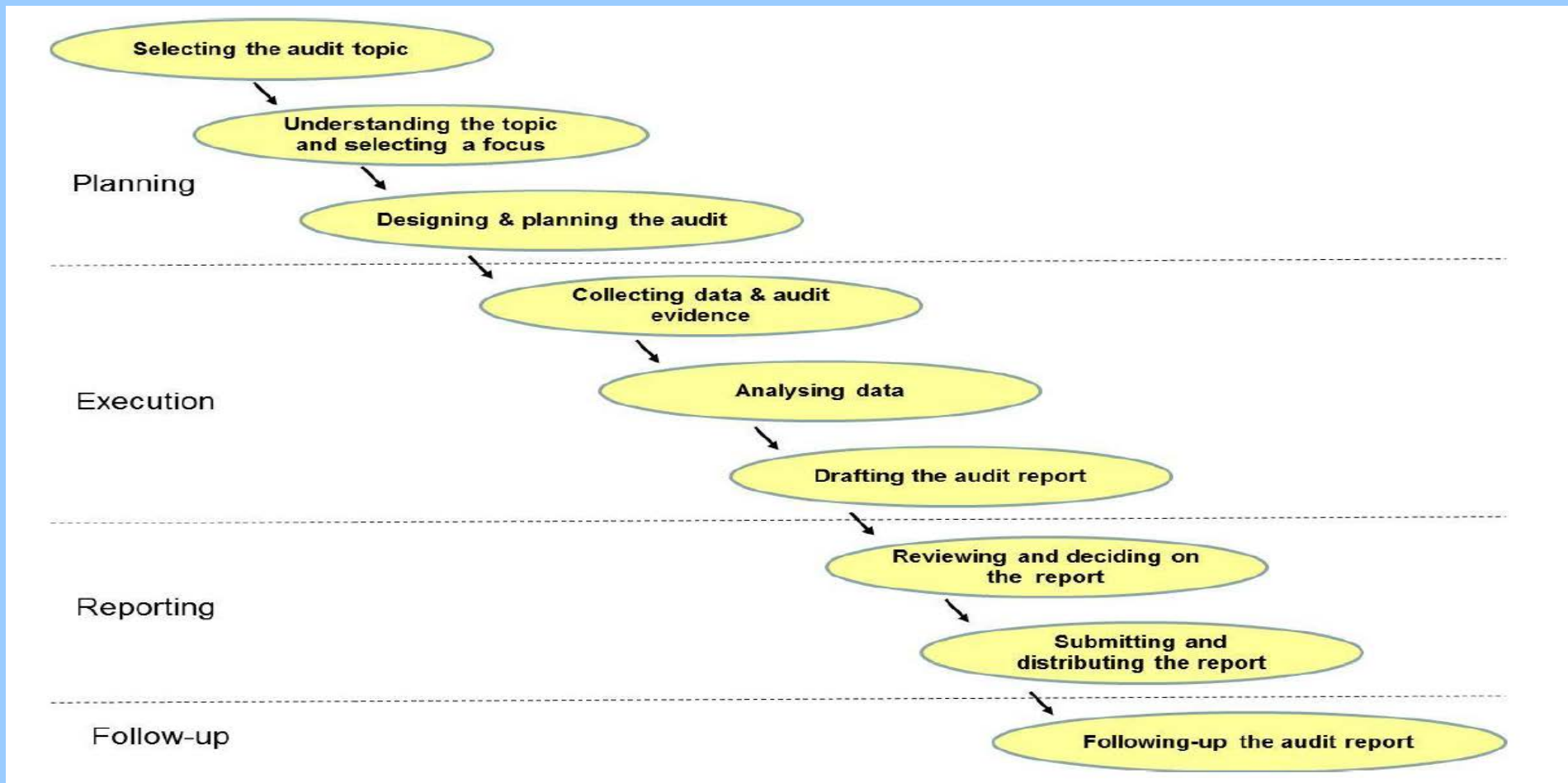
Performance Audits

- An independent, objective and reliable examination of whether government undertakings, systems, operations, programmes, activities or organisations are operating in accordance with the principles of economy, efficiency and effectiveness and whether there is room for improvement.
- The main objective of performance auditing is constructively to promote economical, effective and efficient governance. It also contributes to accountability and transparency.
- Performance auditing promotes accountability by assisting those charged with governance and oversight responsibilities to improve performance

Performance auditing /Consulting Engagements

- Performance auditing
 - Value-for-money
 - IT
 - Environment
 - Extractive industries
 - Compliance auditing

Performance audits process



Performance audit planning

- Strategic Planning
 - External scanning
 - Internal scanning
- Annual Plan
 - Topic selection
 - Resource planning
- Individual audit plan
 - Pre-study/selecting focus/workplan

Performance audit conduct

- Informing the client
- Collecting data and audit evidence

Performance audit reporting

- Draft report after quality control reviews
- Sending draft report for comments
- Receipt of comments & verification
- Exit meeting
- Internal finalisation
- Issue of final report

Follow-up audits

- Whether root-causes have been addressed
- Explanations from client
- Reporting – PAC/ Audit Committee

Planned developments

- 5year and 20year National Development Plan – Evaluation & monitoring
- Review of audits
- System assurance audits/ data analytics
- Fraud investigation and reporting

Planned developments (cont'd)

- Big data
- Environmental audits – extractive industries/climate change

Progress through sharing-OAG/IIA Fiji

- Development of performance auditing
- Sharing of training opportunities – local and overseas
- Development of public sector internal audit
- Internal auditors/external auditors working together

Questions & Answers

