

PAS involvement in the Strategic Development Plan for the INTOSAI Framework of Professional Pronouncements (SDP for the IFPP) 2017-2019

Ms Hege Larsen, PAS Secretariat

11th annual meeting of the Performance Audit Subcommittee (PAS)
18-19 April 2018, Budapest, Hungary



SDP for the IFPP 2017-2019

Background

- Took effect upon the endorsement of the governing board in Abu Dhabi in December 2016.
- Outcome of projects will be presented for endorsement at INCOSAI when pronouncements have been finalized in 2019 or 2022.
- Purpose of the SDP: ensure common overall planning for the full set of INTOSAI principles, standards and guidance through development, revision or withdrawal of pronouncements.

SDP for the IFPP 2017-2019

Priorities

1. Implementing the revised IFPP after 2016
2. Tentative projects on guidance to support the use of the ISSAIs
3. Strengthening INTOSAI Professional Pronouncements beyond 2019

Where is the PAS now, compared to 2017 meeting?



What we need to consider

1. Getting more involved in the SDP for the IFPP 2017-2019
2. Getting involved in the development of the next SDP
3. Suggesting projects for the next SDP?

Project 2.3

2.3 Using ISSAIs in accordance with the SAI`s mandate and carrying out combined audits

- PAS involvement requested: Yes
- PAS member: Mr Lars Florin, SAI Sweden
- Project group lead by: Compliance Audit Subcommittee (CAS)
- Status: project proposal approved by FIPP (March 2018)

Project 2.4

2.4 Consolidated and improved guidance on SAI organizational issues

- Merged with project 3.5, included as a priority 3 project
- Initial reaction from PAS: potentially interesting project
- No PAS member assigned to the project in the 2017 meeting
- Conclusion: follow up project 3.5 to assess PAS involvement

Project 2.5

2.5 Consolidated and improved guidance on understanding internal control in an audit

- PAS involvement requested: Yes
- No PAS member assigned
- Project group led by: Internal Control Subcommittee (ICS), SAI Poland
- Status: currently not active
- Suggested that 2.5 and 2.6 should be merged

Project 2.6

2.6 Consolidated and improved guidance on reliance on the work of internal auditors

- PAS involvement requested: Yes
- PAS member: Mr Adrian Gogolan, Romanian Court of Accounts
- Project group lead: Internal Control Subcommittee (ICS), SAI Poland
- Status: project proposal reviewed by FIPP, referred back to project group for initial assessment. Recent update: adjusting according to the FIPP`s comments?

Project 2.7

2.7 Consolidating and aligning guidance for audits of Privatization with ISSAI 100

- PAS involvement requested: «Possible co-opt members from PAS»
- No PAS member assigned
- Status: No contact information, no information about project leader as of April 2018
- FIPP encourages completion of initial assessment, clarifying which ISSAIs/audit types the GUID should support

Project 2.8

2.8 Consolidating and aligning guidance on IT audit with ISSAI 100

- PAS involvement requested: «possible co-opt members from PAS»
- No member assigned (April 2018)
- Status: outline of GUID has been presented to FIPP, project liaison in FIPP will receive more information
- No information about progress and project leader

Project 2.9

2.9 Consolidating and aligning audit of public debt with ISSAI 100

- PAS involvement requested: Yes
- PAS agreed to a quality assurance function
- Led by SAI Phillipines
- PAS member: Mr Jan Roar Beckstrom, PAS Chair/Office of the Auditor General of Norway
- Status: active group, project is on track according to FiPP liaison

Project 2.10

2.10 Consolidating and aligning audit of disaster related aid with ISSAI 100

- Possible quality assurance role
- No member assigned
- Status: no contact information, no information about progress (April 2018)
- FIPP encourages the completion of an initial assessment to clarify which ISSAIs /types of audit the GUID will support

Project 2.11

2.11 Public procurement audit (consolidating and aligning existing guidance on the audit of public procurement)

- New project 2017
- PAS involvement: Yes, but not been requested
- No PAS member assigned
- Status: project proposal approved by the FIPP (March 2018)
- PAS position?

Project 3.1

3.1 Global INTOSAI messages on SDGs in the context of the INTOSAI Framework of Professional Pronouncements and possible needs for guidance (product/outcome to be determined)

- PAS involvement requested: Yes
- No member assigned
- Status: not started, no information received (April 2018)
- PAS Question to the PSC/INTOSAI: How does the project link to the work of the INTOSAI Chair on SDGs?

Project 3.3

3.3 Competency pronouncements – intended to address the need for professional pronouncements for auditor competence

- PAS involvement requested: Yes
- PAS member: Mr John Sweeney, European Court of Auditors
- Task Force on INTOSAI Auditor Professionalisation (TFIAP) – Mr Sweeney also a member of the task force

18 April 2018

Task Force on INTOSAI Auditor Professionalisation



EUROPEAN
COURT
OF AUDITORS

Task Force on Audit Professionalisation - Background

- Task Force established at INCOSAI 2016 under Capacity Building Committee
- In 2016 predecessor to TFAIP issued preliminary competency model for auditors to INCOSAI
- Strategic Concept Paper 2017-2019 « Global profession, local solutions »
- SDP Priority 3 – FIPP work-programme post 2019
- FIPP, IFAC (IAESB*), IIA**, IDI, Regions represented
- Pre-meeting in summer 2017
- 1st meeting in September 2017
- Next meeting in June 2018

*International Accounting Educational Standards Board

**Observer

Work Plan

- Strategic Concept Paper 2017-2019
 - Workstream 1: - Identify existing audit competence pronouncements
 - Compile professionalisation case studies (web-based)
 - Discussion on auditor of the future (web forum)
 - Workstream 2: - Refine existing competencies model
 - Workstream 3: - Competencies of SAIs with jurisdictional powers
 - Workstream 4: - Best practice guide on competency-based HR practices

TARGET: Position paper to INCOSAI in 2019

Principles, Discussion, and Direction

Principles

- TFIAP's work remain at a principles level
- Implementation of pronouncements and training delivery left to regions
- Engagement with regions in a « building blocks » approach

Discussion

- 11 guides on CBC website, five needing update incl. HR management
- IIA completed its Competency framework in 2013 based on 10 factors
- IAESB - 8 Intl education standards met by practical experience and assessment

Direction

- Develop a case-study template around the 10 step prof. development initiative
(Team: UK, SA, IDI)
- Use template to request case studies from SAIs

10 Step Prof. Development Initiative – draft plan

1. SAI determines strategy for prof. dev. (using PMF)
2. Determine specific SAI competency requirements re. mandate
3. Gap analysis (current vs. proposed competencies)
4. Action plan to address gaps
5. Address enabling environment for development
6. Design prof. dev. programme
7. Deliver programme
8. Assess acquisition of competencies
9. CPD programme for retention/renewal
10. Evaluate prof. dev. initiative

Project 3.4

3.4 Providing a clear set of INTOSAI Core Principles (INTOSAI P)

- PAS involvement: Yes
- No member assigned
- No information about project or project lead (April 2018)

Project 3.5

3.5 Merged with 2.4 – Consolidate and refine the organisational requirements for SAIs

- PAS involvement: Yes (ISSAI 3100)
- No member assigned
- Status: merged with project 2.4, now a priority 3 project. No information about project leader or project status (April 2018)
- PAS` position: monitor development of this proposal

Project 3.6

3.6 Crosscutting issues in ISSAI 3000 and 4000 – requirements for direct reporting engagements and guidance on related technical issues

- PAS involvement required: Yes
- No member assigned (no request)
- Status: No information about project leader or project status (April 2018)
- PAS` position?

Project 3.7

3.7 Auditing of implementation of state budgets and consolidated state accounts

- PAS involvement required: Yes
- No member assigned
- Status: no information about project leader or project status (April 2018)

Project 3.8

3.8 Obtaining an understanding of Economy, Efficiency and Effectiveness of an entity and applying relevant methods in the context of a performance audit

- PAS involvement required: Yes
- No member assigned (no request)
- Status: no information about project leader or project status (April 2018)
- PAS` position?

Project 3.9

3.9 Obtaining an understanding of laws and regulations and other authorities regulating public entities in the context of a compliance audit

- PAS involvement required: mentioned in project group
- No member assigned
- Status: no information about project leader or project status (April 2018)

Project 3.10

3.10 Audit of Key National Indicators – Expressed need for guidance to undertake mandate of SAIs to audit and give assurance on performance indicators (GUID)

- PAS involvement: Yes (mentioned in project group)
- No request for involvement
- New project in the revised SDP
- Status: project proposal approved by FIPP (March 2018)
- PAS position?

Discussion: what we need to consider



- Getting more involved in current SDP?
- Getting involved in the development of the next SDP
- Suggesting projects for the next SDP?