



System Review Report

June 30, 2026

Joaquin Ferrao, Inspector General
Peace Corps
Office of Inspector General

We have reviewed the system of quality control for the audit organization of Peace Corps Office of Inspector General (OIG) in effect for the year ended September 30, 2025. A system of quality control encompasses Peace Corps OIG's organizational structure and the policies adopted and procedures established to provide it with reasonable assurance of conforming in all material respects with *Government Auditing Standards*¹ and applicable legal and regulatory requirements. The elements of quality control are described in *Government Auditing Standards*.

In our opinion, the system of quality control for the audit organization of Peace Corps OIG in effect for the year ended September 30, 2025, has been suitably designed and complied with to provide Peace Corps OIG with reasonable assurance of performing and reporting in conformity with applicable professional standards and applicable legal and regulatory requirements in all material respects.

Audit organizations can receive a rating of **pass**, **pass with deficiencies**, or **fail**. Peace Corps OIG has received an External Peer Review rating of **pass**.

Monitoring of GAGAS Engagements Performed by Independent Public Accountants

In addition to reviewing its system of quality control to ensure adherence with *Government Auditing Standards*, we applied certain limited procedures in accordance with guidance established by the Council of the Inspectors General on Integrity and Efficiency (CIGIE) related to Peace Corps OIG's monitoring of engagements conducted in accordance with generally accepted government auditing standards (GAGAS engagements) by Independent Public Accountants (IPAs) under contract where the IPA served as the auditor. It should be noted that monitoring of GAGAS engagements performed by IPAs is not an audit and, therefore, is not subject to the requirements of *Government Auditing Standards*. The purpose of our limited procedures was to determine whether Peace Corps OIG had controls to ensure IPAs performed contracted work in accordance with professional standards. However, our objective was not to express an opinion; accordingly, we do not express an opinion on Peace Corps OIG's monitoring of work performed by IPAs.

¹ Version issued April 2021

Letter of Comment

We have issued a letter dated June 30, 2026, that sets forth findings that were not considered to be of sufficient significance to affect our opinion expressed in this report.

We also made certain comments related to Peace Corps OIG's monitoring of GAGAS engagements performed by IPAs, which we included in the above referenced letter dated June 30, 2026.

Basis of Opinion

Our review was conducted in accordance with *Government Auditing Standards* and the *CIGIE Guide for Conducting Peer Reviews of Audit Organizations of Federal Offices of Inspector General*.²

During our review, we interviewed Peace Corps OIG personnel and obtained an understanding of the nature of the Peace Corps OIG audit organization, and the design of Peace Corps OIG's system of quality control sufficient to assess the risks implicit in its audit function. Based on our assessments, we selected GAGAS engagements and administrative files to test for conformity with professional standards and compliance with Peace Corps OIG's system of quality control. The GAGAS engagements selected represented a reasonable cross-section of Peace Corps OIG audit organization, with an emphasis on higher-risk engagements.

In performing our review, we obtained an understanding of the system of quality control for the Peace Corps OIG audit organization. In addition, we tested compliance with Peace Corps OIG's quality control policies and procedures to the extent we considered appropriate. These tests covered the application of Peace Corps OIG's policies and procedures on selected GAGAS engagements. Our review was based on selected tests; therefore, it would not necessarily detect all weaknesses in the system of quality control or all instances of noncompliance with it.

Prior to concluding the peer review, we reassessed the adequacy of the scope of the peer review procedures and met with Peace Corps OIG management to discuss the results of our review. We believe that the procedures we performed provide a reasonable basis for our opinion. Enclosure 1 to this report identifies Peace Corps OIG offices that we visited and the engagements we reviewed. Peace Corps OIG's response to this report is separately attached.

Responsibilities and Limitation

Peace Corps OIG is responsible for establishing and maintaining a system of quality control designed to provide Peace Corps OIG with reasonable assurance that the organization and its personnel comply in all material respects with professional standards and applicable legal and regulatory requirements. Our responsibility is to express an opinion on the design of the system of quality control and Peace Corps OIG's compliance based on our review.

² Issued March 2020

There are inherent limitations in the effectiveness of any system of quality control; therefore, noncompliance with the system of quality control may occur and may not be detected. Projection of any evaluation of a system of quality control to future periods is subject to the risk that the system of quality control may become inadequate because of changes in conditions, or because the degree of compliance with the policies or procedures may deteriorate.

Sincerely,

Darian Mims, Acting Inspector General

Enclosure

Enclosure 1

Peer Review Scope and Methodology

We tested compliance with Peace Corps OIG audit organization's system of quality control to the extent we considered appropriate. These tests included a review of two of five GAGAS engagements issued from October 1, 2022, through September 30, 2025. We also reviewed the internal quality control reviews performed by Peace Corps OIG.

In addition, we reviewed Peace Corps OIG's monitoring of GAGAS engagements performed by IPAs where the IPA served as the auditor from October 1, 2022, through September 30, 2025. During the period, Peace Corps OIG contracted for the audit of its agency's fiscal years 2022 through 2025 financial statements.

Reviewed GAGAS engagements performed by Peace Corps OIG are listed below.

Report No.	Report Date	Report Title
IG-25-01-A	12/20/2024	Audit Report: Uganda Post Operations
IG-24-01-A	09/23/2024	Audit Report: Oversight and Monitoring of Peace Corps' Domestic Awarded Contracts

Reviewed monitoring files of Peace Corps for contracted GAGAS engagements are listed below.

Report Date	Report Title
11/15/2024	Audit Report on Peace Corps' Fiscal Year 2024 Financial Statements