The SAI PMF and the Importance for SAI Assessment for Capacity Development

CBC & INTOSAI-Donor Steering Committee Meetings
Cape Town, South Africa
October 5, 2016
Agenda

- Why is a diagnostic important to donors and why SAI PMF?
- Status of the LAC region
- IADB Support to SAIs and Commitment to SAI PMF
Donors

- Why is a diagnostic important to donors and why SAI PMF?
Diagnostics of SAIs – Why are they important to donors?

1. Identify the **current status and performance of the SAI**, in relation to the International Standards for SAIs (ISSAIs) and best practices so that donors may **rely on their work** and provide services to donors.

2. Prepare and agree on an **action plan** to identify priorities for improvement.

   - Serve as an **input** to: 1) **prepare new projects (strengthening interventions)**, 2) to **measure progress** during **project execution** of such projects, and 3) country **strategy documents and dialogue**.

**Why SAI PMF?**

- **Comprehensive methodology** that can be adapted to the various types of SAIs.
- Supported by **INTOSAI and global and regional partners**.
- Applied at a **global level**.

**Why are they important to donors?**

1. Identify the current status and performance of the SAI, in relation to the International Standards for SAIs (ISSAIs) and best practices so that donors may rely on their work and provide services to donors.

2. Prepare and agree on an action plan to identify priorities for improvement.

   - Serve as an input to: 1) prepare new projects (strengthening interventions), 2) to measure progress during project execution of such projects, and 3) country strategy documents and dialogue.
Post-SAI PMF tendencies – LAC Region

Update the SAI’s strategic plan

Action Plan

ISSAIs Mapping

SAI PMF Evaluation

Implementation and dialogue

SAI Technical Support/Financing/Donors/IDI
Lessons learned from the LAC pilots – Methodology and process

1. **Scope** of the SAI PMF, **costs and benefits** of each type

2. **Technical team:** knowledge of the methodology and the ISSAIs

3. **Terms of Reference/Work Plan:** roles, responsibilities and timeline

4. Need for “Champions” within the SAI

5. **Other matters:**
   - Clarification of the role of INTOSAI IDI
   - Timing and scope of the control and assurance reviews
   - Training needs
Countries

- Status of the Latin and Caribbean (LAC) Region
19 LAC countries evaluated or in process to date, using the SAI PMF methodology – 4 in CAROSAI, 15 in OLACEFS

1 country with a repeat SAI PMF evaluation (Guatemala)

3 countries with published reports (Costa Rica, El Salvador, Peru) to date

The LAC region leads the World in the number of SAI PMF evaluations performed to date
SAI PMF – Status and Type of Evaluation

**Final Stage or in Process**

- **External independent evaluation**
  - Nicaragua
  - Barbados
  - Guatemala
  - Peru
  - Honduras***

- **Self-assessment with independent advisor**
  - El Salvador
  - Dominican Republic

- **Self-assessment**
  - Mexico
  - Brazil
  - Costa Rica

- **Expression of Interest**
  - Argentina**
  - Chile
  - Guyana
  - Panama

- **IDB Support to 14 Countries**
  - Argentina*
  - Colombia
  - Jamaica*
  - Suriname*
  - Trinidad & Tobago

* Data currently not available  **Subnational level  ***Peer-to-peer evaluation by another SAI
SAI PMF – LAC Region Results

Average by Country *

13 LAC countries

Overall Average for LAC

* Analysis as of September 2016

- 3.42
- 3.37
- 2.78
- 2.62
- 2.40
- 2.33
- 2.02
- 1.8/1.94
- 1.59/1.63
- 1.48
- 1.43

* Analysis as of September 2016
Analysis of LAC report indicators – Legal Framework & Governance

Independence & Legal Framework (Domain A) – 3.3

Internal Governance & Ethics (Domain B) – 2.0
Analysis of LAC report indicators – Audit Quality and Reporting (Domain C)

Overall Audit Planning, Coverage & Quality Control

- Financial Audit: 2.2
- Compliance Audit: 2.3
- Jurisdictional Control: 2.4
- Performance Audit: 2.0
Analysis of LAC report indicators – Corporate Services

- Financial Management, Assets and Support Services (Domain D) - 2.3
- Human Resources Management & Training (Domain E) - 1.8
- Communications & Stakeholder Management (Domain F) - 2.1
Donors

- Inter-American Development Bank
  Support to SAIs and Commitment to SAI PMF
IADB Support for SAI PMF – Next steps for 2016-17

1. The IADB will continue to promote use of SAI PMF and support countries in conducting SAI PMF evaluations (IDB indicators on diagnostics and relying on SAI work)

2. Continued participation in the SAI PMF Working Group/Advisory Group and support for future enhancements (i.e., automation, subnational version)

3. Support to SAIs in the implementation of ISSAIs

4. Strengthening Activities / Resources to support SAIs

5. SAI workshop in 2017 and applicable studies

6. Collaboration with CAROSAI and OLACEFS in future SAI PMF training, etc.
Thank you!