

An introduction to the new audit methodology for financial instruments in the 2021-2027 programming period

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OBJECTIVES

TO WHOM

- ✓ EC auditors
- ✓ MS Audit Authorities
- ✓ *MA*

WHY

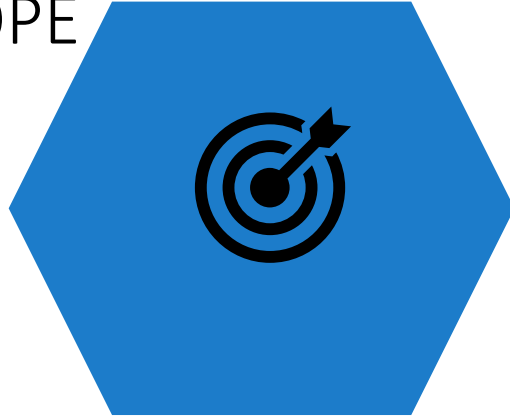
- ✓ Align to 2021-27 CPR
- ✓ Streamlining rules on MCS
- ✓ Simplification

WHEN

- ✓ On-time to give legitimate expectations to the programme authorities and stakeholders



SCOPE



- ✓ Set out the overall audit approach for EC auditors (Art. 70 CPR)
- ✓ Give the orientation on the audit approach to the AAs (Art. 77 CPR)
- ✓ Tailored to the particularities of FIs
- ✓ Obtain a reasonable assurance

1

Limit Audit

- ☐ Enhanced proportionate arrangements (Art 83 CPR)
- ☐ Single audit and proportionality (Art 80 CPR)
- ☐ Rely on external auditors of body implementing a FI

2

No Audit

- ☐ Final recipient

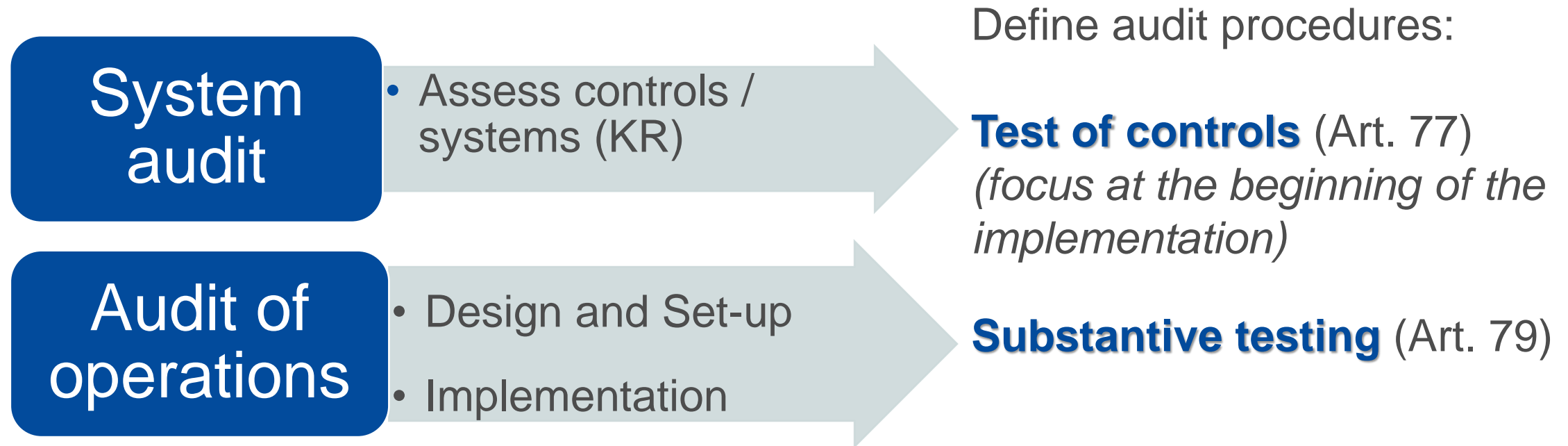
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No audit by AA

- ☐ EIB/IFI

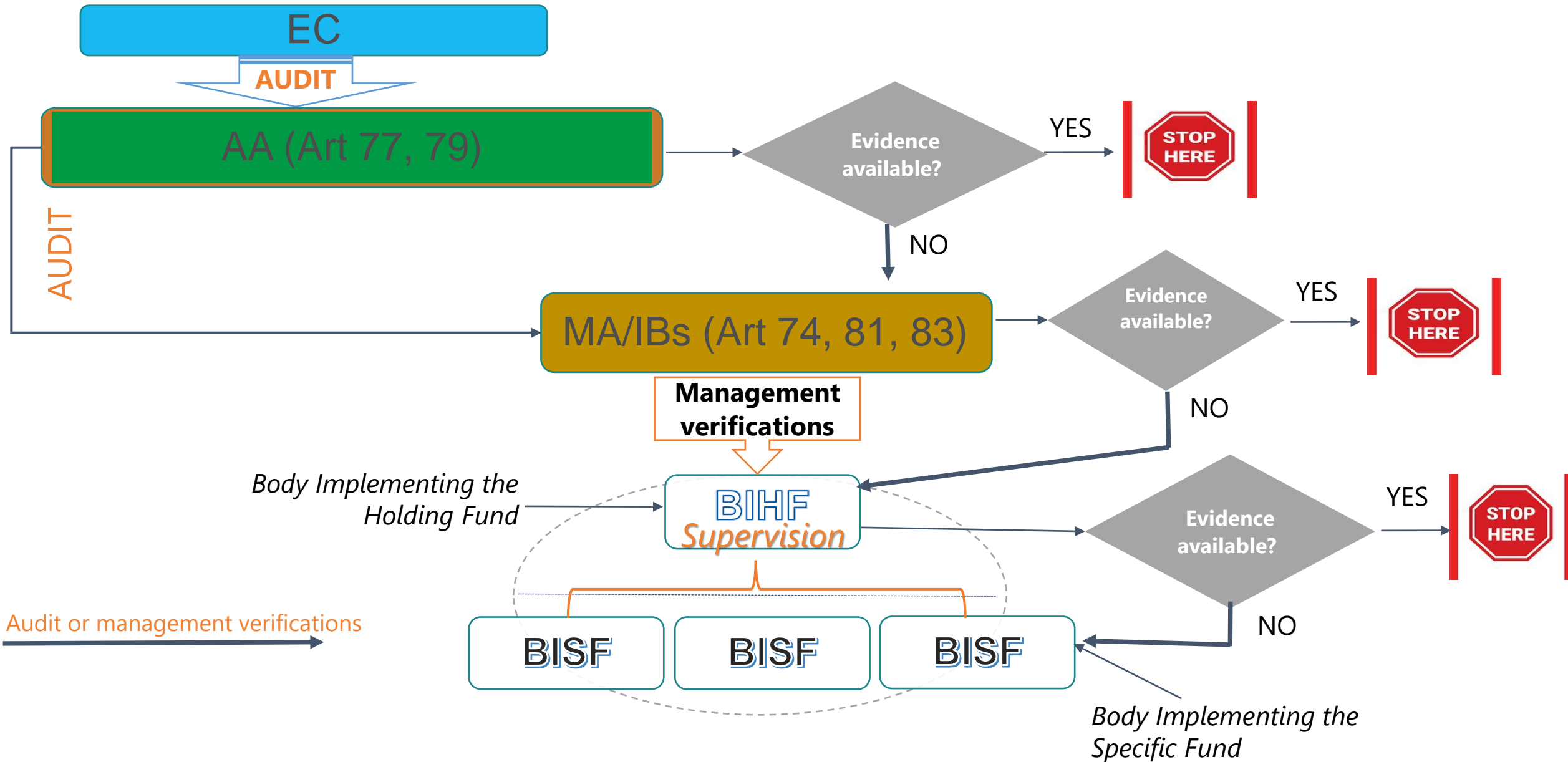
AUDIT APPROACH

- ✓ **Audits proportionate to risks** =>> Identify **risk areas** (e.g. eligibility issues, selection of bodies implementing FIs, implementation options, combination of grants and FIs in one operation)



- ✓ **Single audit principle and proportionality**

PYRAMIDE OF CONTROLS and SINGLE AUDIT PRINCIPLE - example





Thank you!

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