

INTOSAI Public Debt Committee Meeting
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Substantive Procedures Guide: Lessons from IDI Training Course

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Guidance for Using Substantive Tests in Audits of Public Debt - Progress Achieved So Far

- Introduction
- Public debt audit objectives
- How objectives are achieved by combining procedures
- Types of substantive tests
- Types of evidence examined in substantive procedures
- Evidence found in public debt schedules
- Debt and budget reconciliation
- Analytical procedures
- Indicators of public debt management
- Substantive audit procedures for detecting unrecorded public debt and contingencies
- Substantive audit procedures used in complex debt transactions
- Appendixes
- Audit sampling techniques used in substantive tests
- Accounting standards sources
- Bibliography

IDI Course & PDC Guidance

IDI Course and PDC Guidance have similar objectives and are mutually reinforcing.

- Both serve to provide information and tools for use by public debt auditors
- Courses have helped to deliver PDC materials to actual and potential SAI users
- PDC guidance has been heavily used to produce the participant notes, instructor manuals of the IDI course

IDI Course & PDC Guidance

- Advantages and Disadvantages

- IDI course

- Course is tailored to regional and individual SAI needs
 - Frequent course deliveries facilitate the incorporation of new developments in public debt that SAIs need to know
 - IDI workshops are costly to produce and reach a limited but targeted audience

- PDC Guidance

- Documents posted in the Committee's website provide general guidance to all SAI members with internet access.
 - PDC has limited resources to update existing guidance and produce new guidance.

How IDI Course Can Enhance Effectiveness of PDC Guidance

- IDI courses allow PDC members to gather specific information about regional public debt needs.
- The regional information can help PDC members to deliver more responsive guidance.
- Test case: using public debt profiles produced for IDI course in OLACEFS and ASOSAI regions to fine tune PDC guidance

The Profile of External Public Debt, by INTOSAI Region

Regional Working Group	Bank loans	Multi-lateral claims	Debt securities issued abroad	Official bilateral credits	Non-bank trade credit	Total (US\$ million)
AFROSAI-E	34%	29%	10%	10%	17%	117,6
AFROSAI-F	15%	41%	1%	20%	23%	60,3
ARABOSAI	50%	10%	12%	12%	16%	202,5
ASOSAI	36%	22%	19%	14%	10%	936,2
CAROSAI	25%	33%	23%	12%	7%	9,3
EUROSAI	37%	16%	22%	9%	16%	363,1
OLACEFS	32%	17%	44%	3%	4%	756,4
SPASAI	40%	29%	0%	29%	2%	4,7

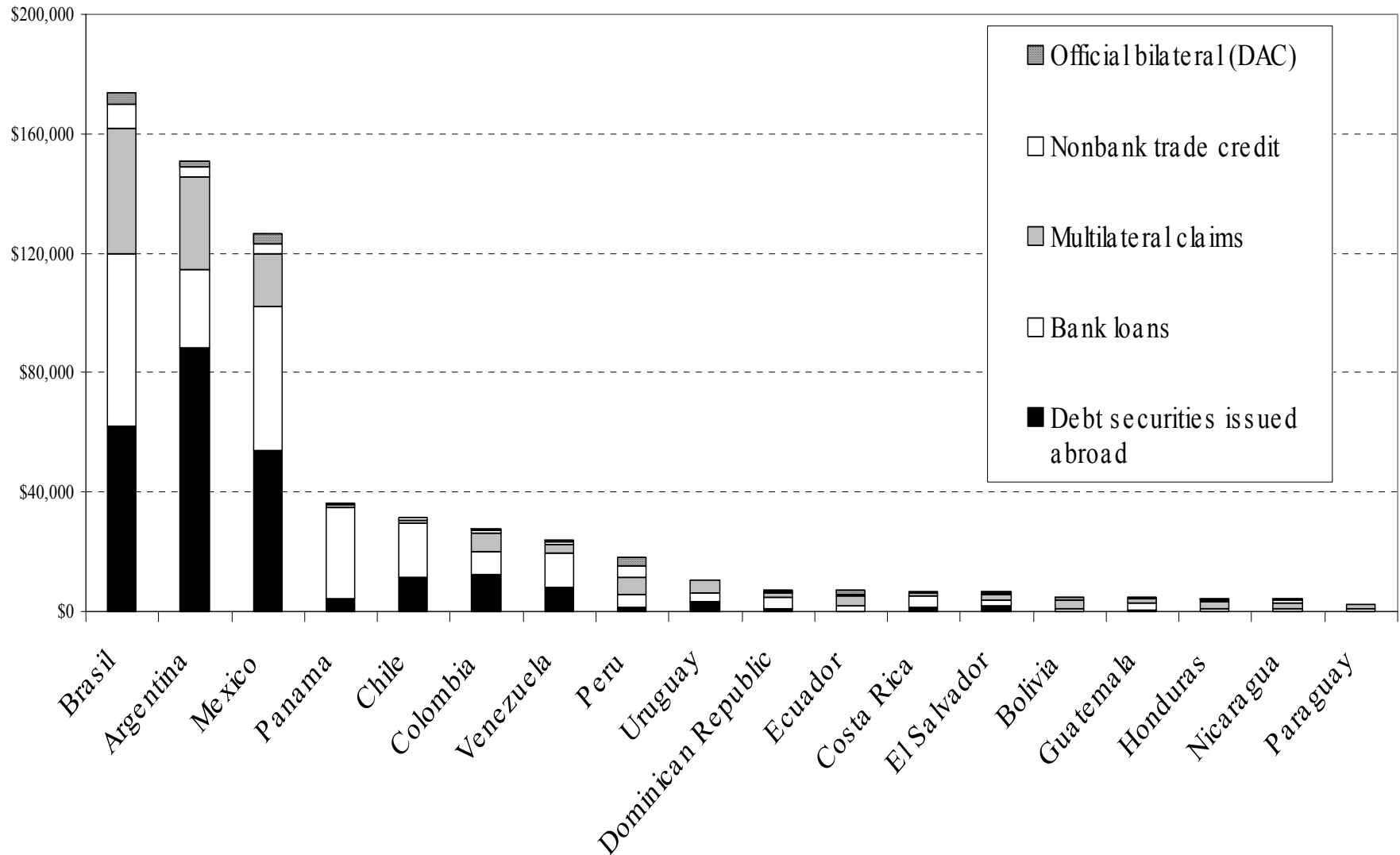
The Profile of Debt Recording and Management Systems, by INTOSAI Region

Regional Working Group	Debt Mgmt Reporting System - UNCTAD	DRMS - Commonwealth Secretariat	Other
AFROSAI-E	6	13	4
AFROSAI-F	13	4	4
ARABOSAI	9	0	13
ASOSAI	9	8	22
CAROSAI	2	7	12
EUROSAI	8	2	35
OLACEFS	13	0	8
SPASAI	0	8	13

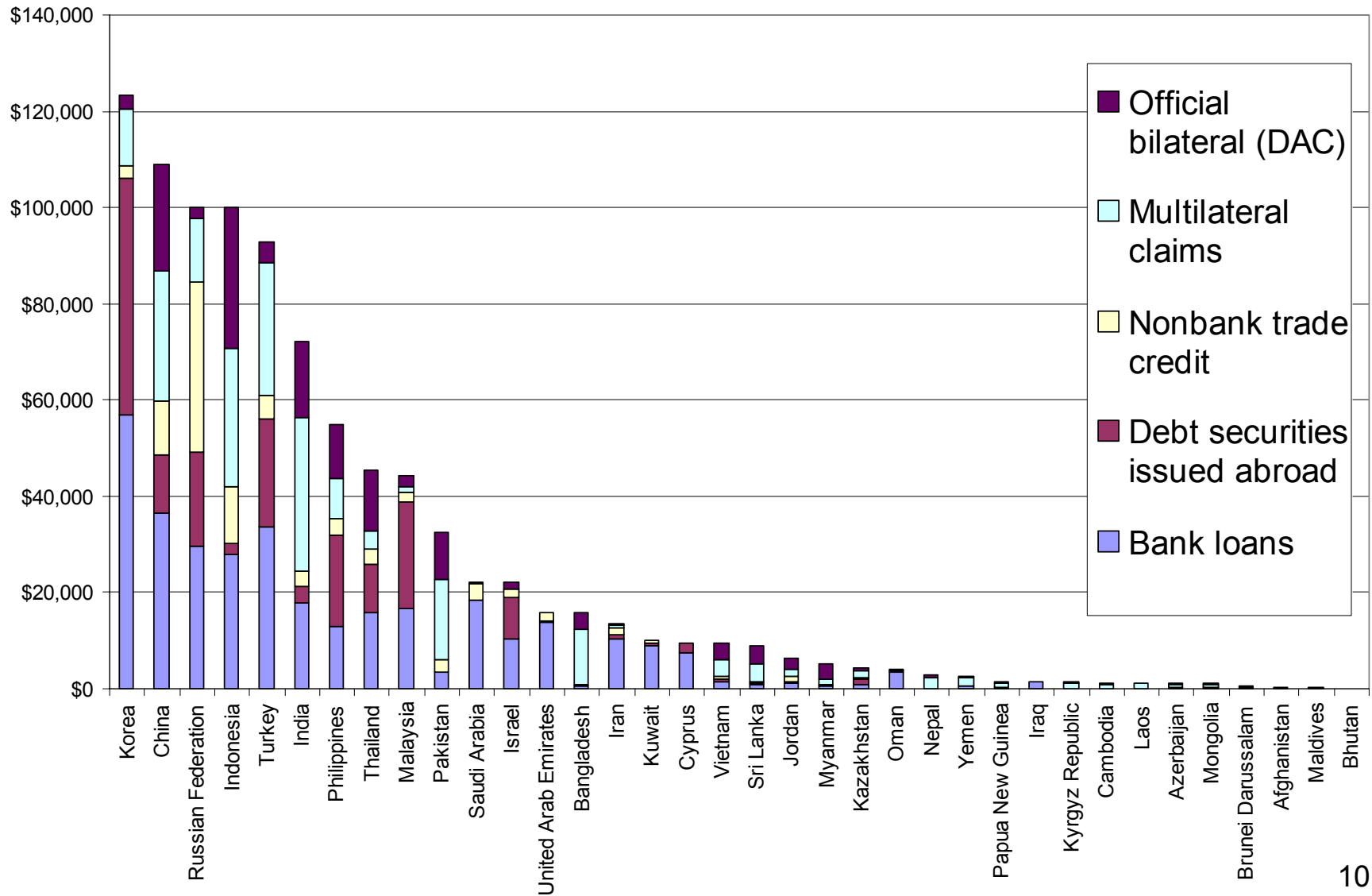
Who are the World Bank Borrowers, by INTOSAI Region

Region	Countries with IBRD loans+ IDA credits	Countries with IDA credits only	Countries with IBRD loans only	Members with no IBRD loans, no IDA credits
AFROSAI-E	12	8	2	1
AFROSAI-F	4	15	1	1
ARABOSAI	5	5	2	10
ASOSAI	10	10	4	15
CAROSAI	6	1	3	11
EUROSAI	5	3	13	24
OLACEFS	8	2	8	3
SPASAI	1	4	0	15

External Public Debt Profile of OLACEFS Members



External Public Debt Profile of ASOSAI Members



Possible Preference Ranking for Specific Guidance on Substantive Audit Procedures, According to External Public Debt

Regional Working Group	Multilateral & IDA Credits (includes HIPC)	Bank loans	Debt securities
AFROSAI-E			
AFROSAI-F			
ARABOSAI			
ASOSAI			
CAROSAI			
EUROSAI			
OLACEFS			
SPASAI			