



Company / Division Name	Housing & Urban Development, Ginnie Mae	Product / Service	Financial and Performance Auditing Services
Scope and Magnitude of Effort and Complexities	<p>CliftonLarsonAllen (prime) and Thomas & Reed (subcontractor) are participating on an audit of Ginnie Mae, Government National Mortgage Association within the Department of Housing & Urban Development (HUD).</p> <p>Our Team is conducting the fiscal year 2020 comparative financial statements audit in accordance with auditing standards generally accepted in the United States, as established by AICPA. We are providing qualified personnel, including travel, to conduct a financial audit for the purpose of expressing an opinion on the fairness of the presentation of Ginnie Mae's financial statements in accordance with the GAO auditing standards ("Yellow Book") as interpreted by the FAM and FISCAM/NIST standards and guidelines and the AICPA standards related to a commercial entity.</p> <p>We are preparing complete and accurate audit documentation providing a clear understanding of the work performed, evidence obtained, and its source, and to support conclusions reached. The financial statement audit documentation is prepared in accordance with the documentation requirements included in the GAO/CIGIE FAM and AICPA standards.</p> <p>Our Team was engaged to support the assessment by gathering, analyzing, and assessing the internal controls and document our findings and recommendations. We reviewed the financial positions to ensure accordance with OMB Super Circular A-123 for internal controls generally accepted accounting principles (GAAP).</p> <p>Key activities included:</p> <ul style="list-style-type: none"> • Assessing internal accounting and administrative control systems for reasonable assurance that financial statements are free of material misstatements. • Ensure transactions are properly recorded and accounted for to permit the preparation of reliable financial statements and to maintain accountability over assets. • Financial data gathering, analyzing, reconciling, and auditing information from various sources • Funds, property, and other assets are safeguarded against loss from unauthorized use or disposition. • Eligibility testing, financial data gathering and analyzing, reconciling, and auditing information from various sources. • Preparing management and internal control letter that included best practices suggestions to be implemented • Ensuring compliance with the industry's laws, regulations, and statutes • Preparing audited financial statements with opinion letter and notes 		



Reviewing the Management Discussion and Analysis (MD&A), Required Supplementary Information (RSI) Required Supplementary Stewardship Information (RSSI) and other information, in addition to the audit of the financial statements:

- Read the MD&A, RSI, RSSI, and other information and consider whether it, or the manner of its presentation, is materially inconsistent with the auditors' understanding of the facts or with information appearing in the financial statements.
- Performing an attestation engagement with respect to MD&A, RSI, RSSI, and other information.
- Assessing whether the information and manner of its presentation in the MD&A of the Reporting Entity is materially consistent with the information in the principal statements while considering supplementary information and the guidelines presented in the American Institute of Certified Public Accountants' (AICPA) AU-C Sections 725 and 730, Codification of Statements on Auditing Standards.
- Team is obtaining an understanding of the design of internal controls relating to the existence and completeness assertions over performance measures and determining whether they have been placed in operation, as required by OMB Bulletin 19-03, as amended, or the most current OMB audit guidance.
- With respect to Required Supplementary Stewardship Information (RSSI) and Required Supplementary Information (RSI), we are assessing whether the information and its presentation are materially consistent with the information in the principal statements.
- We are following the guidelines presented in the AICPA's AU-C Sections 725 and 730, Codification of Statements on Auditing Standards.