



Agreed Upon Procedures on Indirect Cost Rates Proposed by the Center for International Private Enterprise, Inc.

As part of the overall audit of the National Endowment for Democracy, the Office of Inspector General contracted with an independent auditor to perform agreed-upon procedures on indirect cost rates submitted by the Center for International Private Enterprise, Inc. (CIPE) for the years ended September 30, 2004 and September 30, 2005. The objective was to provide recommended final rates for those two years for use in reimbursing costs incurred under awards made to CIPE by the Department of State (Department). The independent auditor took no exceptions to the proposed rates.

The independent auditor recommended that the Department use the proposed rates for purposes of determining the final costs incurred by CIPE during the year ended September 30, 2004 and September 30, 2005, under awards made by the Department to CIPE.