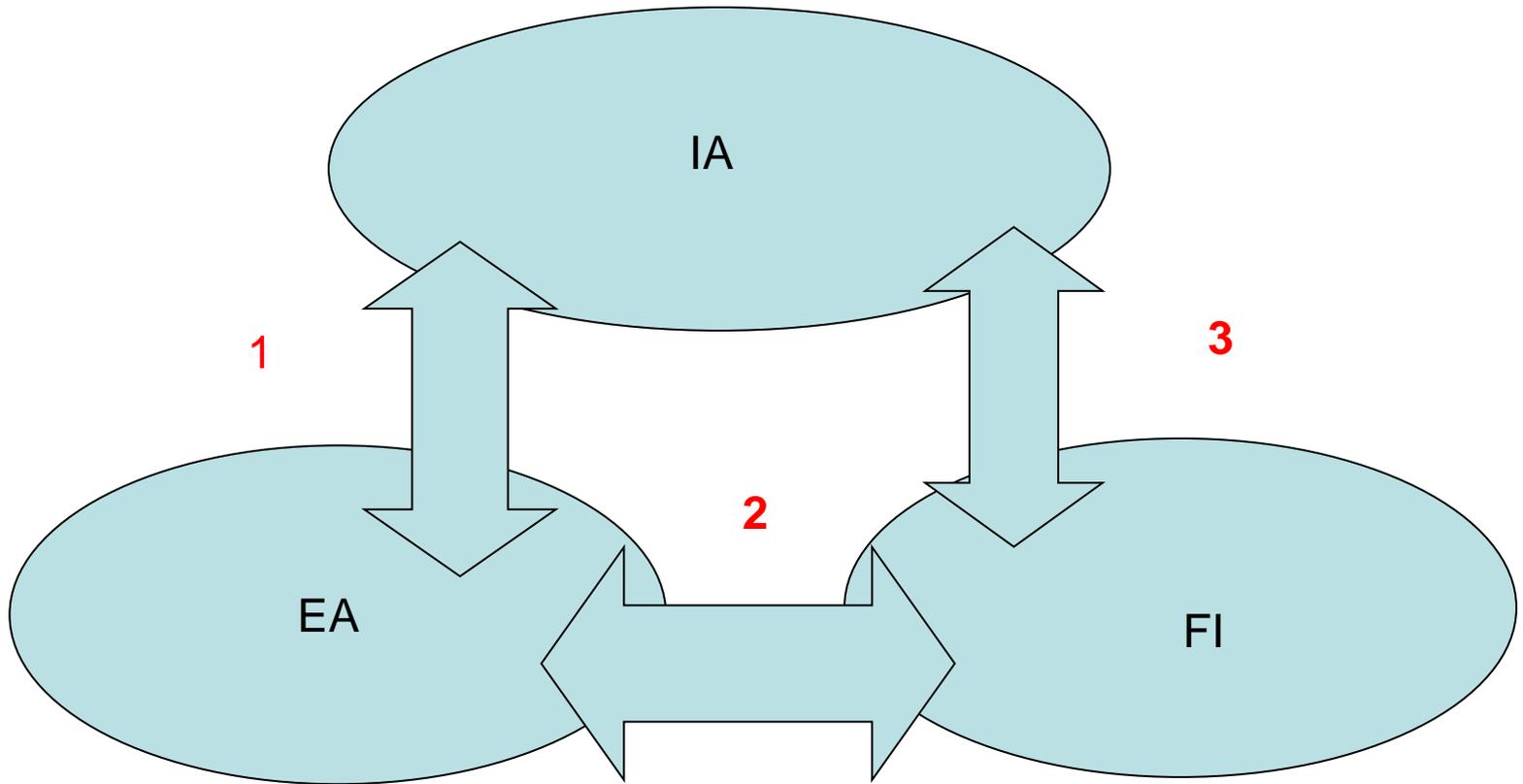


The reciprocal influence of Internal Audit, External Audit and Inspection in reform process

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Triangle of interrelation



IA vs EA and FI

- *IA is one of the main pillars of Pi(f)C. IA examines for the management the internal control (systems) and advises how to improve the internal control.*
- *Fi is part of a Financial Control system that ex-post examines the confirmation of the activities of public entities with laws and regulations. It is geared at finding irregularities, misuse, abuse and violations of laws with an aim of punishing the perpetrators. FI has special ties with other law enforcement bodies.*
- *EA is an independent institute that examines for the Parliament the financial management of the public entities in particular the financial accounting and financial reporting. EA is not part of PI(f)C. In many European countries EA and IA have close co-operation in the fields of methodology, programming, reporting.*

IA, Fi and EA not only differ in position, role and responsibilities but also in objects, subjects, objectives, scope and methodologies of examination.

What does all this mean for IA?



Discussion points

- What do the presented roles of IA/EA/FI mean for:
 - Planning the IA-work?
 - Performing the IA-function?
 - Reporting lines / information sharing?
 - Organizing the IA-function?

Discussion points

- What can IA learn from FI/EA?



Discussion points

- What should be the first prioritization(s) for IA in order to make IA/EA/FI work together like a well oiled machine?

