



World Food Programme
Programme Alimentaire Mondial
Programa Mundial de Alimentos
برنامج الأغذية العالمي

Executive Board
Annual session
Rome, 23–26 June 2025

Distribution: General

Agenda item 7

Date: 7 May 2025

WFP/EB.A/2025/7-I/1

Original: English

Oversight functions

For information

Executive Board documents are available on WFP's website (<https://executiveboard.wfp.org>).

Workplan of the External Auditor

For the period from July 2025 to June 2026

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EXTERNAL AUDIT OF THE WORLD FOOD PROGRAMME

WORKPLAN OF THE EXTERNAL AUDITOR FOR THE PERIOD JULY 2025 TO JUNE 2026

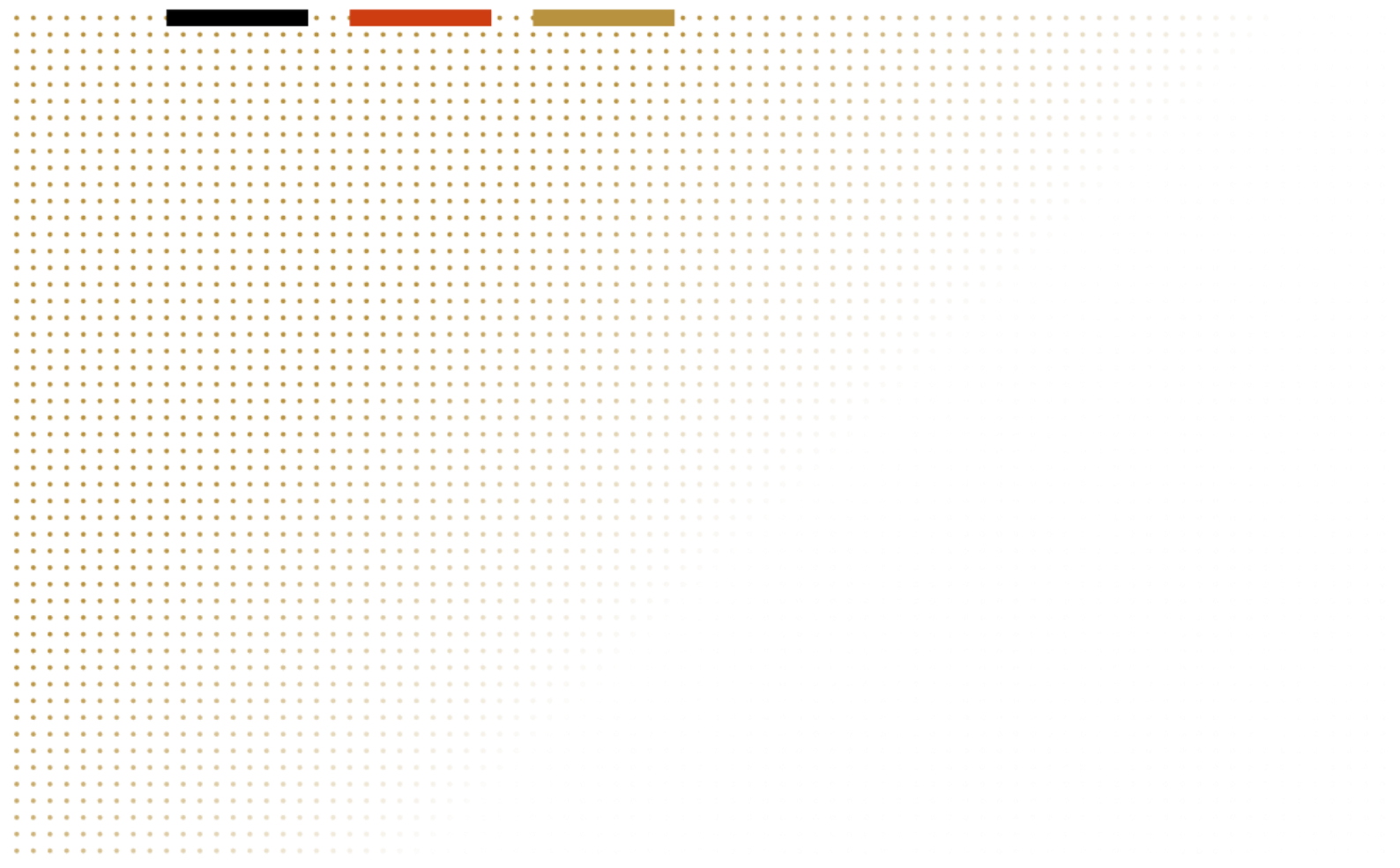


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1. Preface

1. By its decision 2021/EB.2/4, on 16 November 2021 the Executive Board of WFP appointed the President of the Bundesrechnungshof of Germany as the WFP External Auditor to perform the audit of the accounts of WFP for a six-year term from 1 July 2022 to 30 June 2028 in accordance with WFP Financial Regulation 14.1.
2. This document provides our annual audit workplan for the cycle from 1 July 2025 to 30 June 2026 and is submitted to the Executive Board for information.

2. Mandate and responsibilities

3. The External Auditor's mandate is set out in Article XIV of the WFP Financial Regulations and their Annex. The External Auditor's terms of reference comprise the call for applications, together with the offer of services of the External Auditor - in particular the detailed technical offer.
4. The External Auditor's responsibilities consist of conducting the audit in accordance with Common Auditing Standards of the Panel of External Auditors of the United Nations, the Specialized Agencies and the International Atomic Energy Agency and in accordance with the additional terms of reference set out in the Annex to the WFP Financial Regulations (Financial Regulation 14.3). The External Auditor may make observations with respect to the efficiency of the financial procedures, the accounting system, the internal financial controls and, in general, the administration and management of WFP (Financial Regulation 14.4).
5. The Executive Director of WFP is fully responsible and accountable to the Executive Board for the financial management of the activities of WFP (Financial Regulation 3.1). The Executive Director submits to the Executive Board for its approval annual financial statements in respect of the WFP Fund, including its funds and accounts (Financial Regulation 13.1). The Executive Director certifies the financial statements and submits them, not later than 31 March following the end of each financial period, to the External Auditor for examination and opinion (Financial Regulation 13.3). The WFP financial statements are to be prepared in accordance with the International Public Sector Accounting Standards (Financial Regulation 13.1).

The Executive Director is responsible for establishing internal controls, including internal audit and investigation, to ensure the effective and efficient use of the resources of WFP and the safeguarding of its assets.

6. According to the Annex to the WFP Financial Regulations, the Executive Director has to ensure that the External Auditor and the External Auditor's staff have free access at all convenient times to all books, records and other documentation which are, in the opinion of the External Auditor, necessary for the performance of the audit.

3. Objective and scope of the audit

3.1 Financial audit

7. With our financial audit we will assess whether the WFP financial statements present fairly the financial position of WFP as at 31 December 2025 in compliance with International Public Sector Accounting Standards and whether the financial statements have been prepared in accordance with the relevant accounting guidelines and policies applied on a basis consistent with that of the preceding financial period.

8. We plan, prepare, conduct and report on our audit in compliance with internationally accepted standards. We apply the International Standards on Auditing (ISA) and the INTOSAI Framework of Professional Pronouncements (IFPP) of Supreme Audit Institutions.

9. The International Standards on Auditing oblige us to comply with ethical requirements and to obtain reasonable assurance that the financial statements are free from material misstatement.¹ We comply with the ethical requirements specified in International Standards of Supreme Auditing Institutions (ISSAI).²

10. The primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management. Oversight by those charged with governance includes considering the potential for override of controls or other inappropriate influence over the financial reporting process. Owing to the inherent limitations of an audit, there is an unavoidable risk that some material misstatements of the financial statements may not be detected, even though the audit

¹ ISA 200 "Overall Objective of the Independent Auditor, and the Conduct of an Audit in Accordance with International Standards on Auditing".

² ISSAI 130 "Code of Ethics" and ISSAI 140 "Quality management for Supreme Audit Institutions".

is properly planned and performed in accordance with the International Standards on Auditing.³

11. We follow a risk-based audit approach.⁴ We take into account that WFP's internal control environment is characterized by a high level of inherent risk owing to the nature and location of its main operations and its highly decentralized structure, which gives significant autonomy to country-level officials.

12. We will continue to assess the strengths and weaknesses of controls in WFP's financial systems to determine the likelihood of material errors occurring. The results of this risk assessment will help us to determine the level of audit evidence needed to support the audit opinion, to concentrate efforts on addressing high risk areas, and to improve the cost effectiveness of audit testing.

3.2 Performance audit

13. Pursuant to Financial Regulation 14.4 we will make observations on the administration and management of WFP. This part of the audit will focus on economy, efficiency and effectiveness in line with the International Standards of Supreme Auditing Institutions.⁵

4. Audit reports and schedule

4.1 Audit reports

14. We will issue an audit report for the Executive Board's annual session in June 2026. The audit report will include the audit opinion on the financial statements 2025 and will enable the Executive Board to approve the financial statements. Alongside with the audit opinion, the audit report will contain the results of our financial and performance audit.

15. We will issue a separate report on the field visits conducted for the Executive Board's second regular session in November 2026.

³ ISA 240 "The Auditor's Responsibility Relating to Fraud in an Audit of Financial Statements".

⁴ ISA 315 "Identifying and Assessing the Risks of Material Misstatement Through Understanding the Entity and its Environment".

⁵ ISSAI 300 "Performance Audit Principles" and ISSAI 3000 "Performance Audit Standard".

4.2 Audit schedule

16. We will conduct audit visits to WFP headquarters in the period of the workplan as deemed necessary to perform on-site financial and performance audit procedures. Details will be coordinated with WFP.

17. We will conduct audit visits to regional offices⁶ and country offices in the period August 2025 to January 2026. A list of planned visits is shown in the annex.

18. Regarding Financial Regulation 13.3 which defines the Executive Director's certification as the beginning of the audit of the financial statements and of forming an opinion, we continue the financial audit after the date of certification as long as deemed necessary exercising our professional judgement to build our opinion on a solid basis.

5. Audit areas

5.1 Financial audit

19. We have carried out a preliminary analysis of WFP's internal control environment. The analysis shows that WFP's internal control environment is characterized by a high level of inherent risk owing to WFP's worldwide operations resulting in a highly decentralized structure which gives managers at the country level a large degree of autonomy.

20. Based on our preliminary risk assessment, we plan to focus on the following audit areas:

- Inventories and commodities distributed;
- Cash-based transfers distributed;
- Cooperating partner management;
- Employee benefits; and
- Recognition of voluntary contributions.

21. In these areas we will conduct substantive testing and testing of controls. Regardless of focus areas all material line items will be audited.

⁶ WFP issued an Executive Director's Circular (OED 2025/002) and renamed regional bureaux into regional offices, effective from 1 May 2025.

22. WFP highly depends on information systems. The enterprise resource planning system WINGS II is paramount for the maintenance of accounting records and the preparation of financial statements.

23. We will identify the required audit procedures and assertions about classes of transactions and account balances for the financial year 2025 and at the end of 2025. In respect of some risks, we may judge that it is not possible or practicable to obtain sufficient appropriate audit evidence only from substantive procedures. WFP's controls over such risks are relevant to the audit, and we will develop an understanding of those controls.

24. We will obtain an understanding on how WFP makes accounting estimates, in particular in the area of employee benefit liabilities which are based on actuarial assumptions. We will focus on these liabilities and communicate with the actuary as deemed necessary.

5.2 Performance audit

25. As noted above we will make observations on the administration and management of WFP. In our 2025 audit, we will focus on selected areas of:

- Programme operations;
- Workplace and management;
- Partnership and innovation;
- Risk management.

26. On the basis of our independence and sole responsibility for the audit, we reserve the right to audit any additional topic or area of WFP activities, as deemed necessary in the course of our audit and exercising our professional auditor's judgement.

5.3 Field visits

27. The country offices implement WFP's mandate by providing food assistance and crisis response. Round 90 per cent of WFP staff work in field presences. Therefore, visits to regional and country offices are crucial to our audits. Our criteria to visit a country office are our preliminary financial risk assessment, the volume of the budget and when the most recent visit of the External Auditor was.

28. WFP operates in a number of countries where the security situation is unstable. Considering security risks, it might be advisable to cancel already scheduled visits or plan the audit to be conducted remotely anyway.

29. A list of regional and country offices we plan to visit in this audit cycle is shown in the annex.⁷ Cross-cutting observations during our field visits to the regional and country offices may be included in the audit report and the separate report on the field visits conducted.

⁷ The final list of regional and country offices we plan to visit might change in view of ongoing WFP discussions and pending management decision on potential office closures.

Annex

Regional and country offices to be visited for the 2025 audit⁸

Regional offices	<ul style="list-style-type: none">• Dakar• Nairobi• Panama
Country offices	<ul style="list-style-type: none">• Afghanistan (remote)• Honduras• Mauritania• Moldova• Rwanda

⁸ Preliminary list due to potential office closure decisions by WFP management.