



**STATE AUDIT OFFICE
OF GEORGIA**



Higher Impact through ICT and Contribution to Safety

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State Audit Office of Georgia

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Strategic Goals of SAO for 2018-2022

**Strengthening
independence
and mandate**

**Increasing
impact through
high quality
audit**

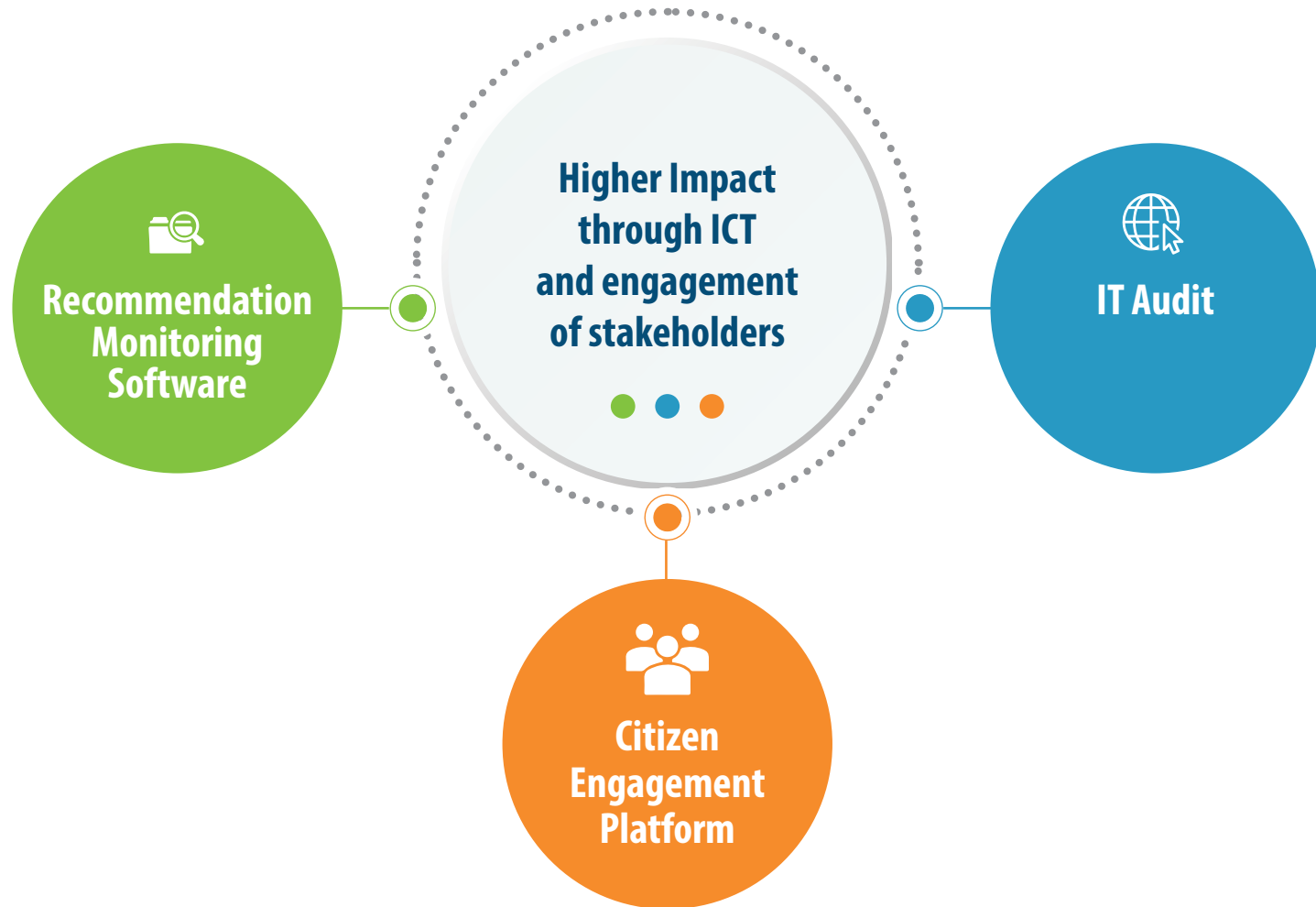
**Enhancing the
capacity of
employees**

**Strengthening
internal
governance for
more efficiency**

**Effective
engagement
of the main
stakeholders**

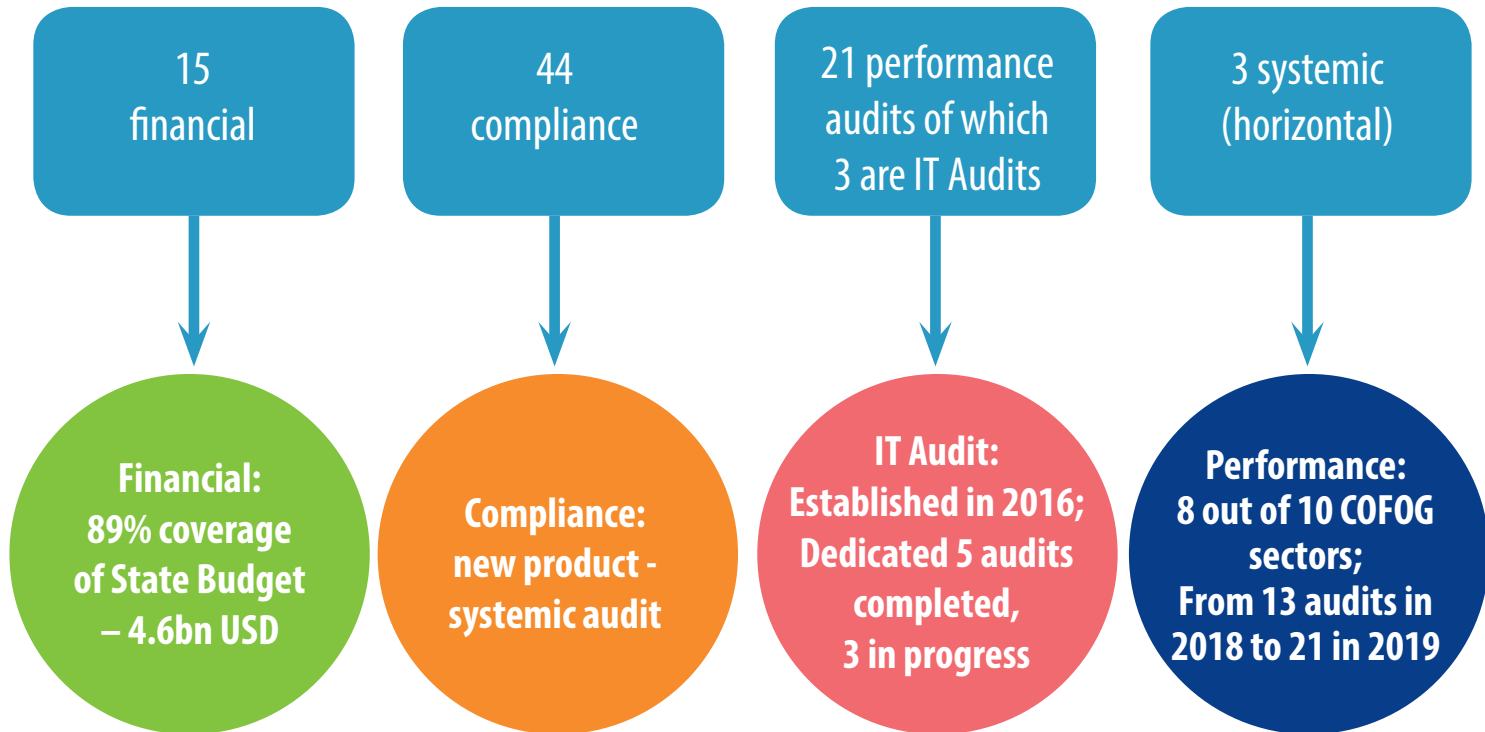
Strategic goals addressing challenges of SAI-PMF assessment and increased demand for higher efficiency and digitalization

Higher Impact through ICT



Need for Recommendations Monitoring Software

2019 Audit Plan



Recommendations: Engagement of Stakeholders

2015-2017 Recommendations
1,475 recommendations issued.
Implementation rate stood at 43%



In 2018, implementation rate for 2015-2017 recommendations reached 60% following SAI's proactive involvement

Parliament

Next stage

**Monitoring Software
to ensure better accountability:**

- ▶ Communication with Auditees
- ▶ Auditee Action Plans
- ▶ Ranking of Auditees
- ▶ SAI Impact Assessment

Government

SAI

IT Audit - Addressing Challenges in Digitalisation

Established in 2016 following increased digitalization in public services and demand for higher information security

- ▶ **5 dedicated audits completed since inception and 3 in progress**
 - ▶ **21 integrated IT audits completed**
 - ▶ **6 internal IT audits/assessments performed**

6 IT auditors:

CISA, CISSP, CEH, MCSA, MCSE, MCTS, BS 27001 LI/LA

Dedicated Data Center:
data processing and Big Data analysis

Data Analysis tools:
IDEA, MS SQL

Security Audit Tools:
RAPID7, KALI, Nessus

Audit Management System:
AMS MKinsight

Information Security Board:
implementing IEC/ISO 27001:2013

IT Audit - Addressing Challenges in Digitalisation

State Pension
Management
System IT Audit

0.6bn

USD annually

Identified social support algorithm deficiencies

Assessed security vulnerabilities

Public Debt
Management IT
Audit

6.7bn

USD

Assessed county's debt portfolio management practices

Identified inconsistencies and deficiencies in portfolio management and analysis

eProcurement
IT Audit

1.5bn

USD annually

Identified system deficiencies in promoting transparency and fair competition

ICT Tools for Communication with Citizens

Budget Monitor

Analytical tool

Data visualization portal

Interactive platform

- ▶ Better public awareness and engagement
- ▶ Better transparency and government accountability
 - ▶ Better control of public resources
- ▶ Improved two-way communication / audit proposals from citizens

2 International Awards



Global Initiative for Fiscal
Transparency



UN World Summit Award
in Digital Innovations for Government
& Citizen Engagement

www.BudgetMonitor.ge



Budget Monitor: Coverage



Contribution to Safety: Audits

Sustainable Development Goals (SDGs)

Parallel Performance Audit of up to 45 countries on Preparedness for Implementation of SDGs

Joint Audit on Air Quality Performed by 16 SAIs led by the Netherlands and Poland

► As part of the joint audit, Georgia performed national 2018 Performance Audit on Air Pollution Reduction Measures - 6 out of 8 recommendations are being implemented in alignment with the EU regulations

2018 Performance Audit on Fire Safety

In progress



Contribution to Safety: Audits

Road Safety

- ▶ 2017-2018 Audit of the World Bank funded project on Rehabilitation of Secondary Roads in Georgia
- ▶ 2018 Performance Audit on Road Safety – 4 out of 7 recommendations are being implemented



Food Safety

- ▶ 2019-2021 Audit of the USAID Project at Food Safety Agency of Georgia



THANK YOU

www.sao.ge