

1. Accounting Principles – Assessment and Classification – other conditions

The financial statements consist of Income Statement, Statement of Financial Position, Statement of Cash Flow and Notes, and are prepared in accordance with the Norwegian Foundation Act, the Norwegian Accounting Act and Norwegian generally accepted accounting principles as of 31 December 2020. The financial statements fully describe the foundation's assets, liabilities, financial position and results. All numbers are in Norwegian currency (NOK).

The financial statements are based on the basic principles of historical nominal balance, comparativeness, continuous business, congruence and due caution. Transactions are accounted for a nominal value. All costs are accounted for at the time of origin.

All Donor grants are accounted for as Donor Liabilities at the time of receipt. Upon delivery of activities, amounts are transferred at the end of the year from Donor Liabilities to the Income Statement and accounted for as Grant from Donors. Grant from the Office of the Auditor General (OAG), Norway, is accounted for according to the same principles.

Current assets and liabilities include balances due within one year. All other values are classified as fixed assets. Current assets and liabilities are valued at the lower/higher of cost and net realisable value. Fixed assets are valued at cost but written down to realisable value if the decline in value is expected to be permanent. Long-term debt is normally disclosed at the historical nominal value.

2. Foreign Currency - Exchange Rates Policy

Revenues and expenses arising from a foreign currency transaction are converted into Norwegian kroner (NOK) using the exchange rate in effect at the date of the transaction. Current assets and liabilities arising from a foreign currency transaction and reflected in the balance sheet are converted into Norwegian kroner (NOK) using the exchange rate in effect at the date of the transaction but are adjusted to reflect the net realisable value as of balance sheet date. Net exchange loss or gain arising from conversions or settlements of foreign currency items are debited or credited to the relevant financial expenses or income account.

3. Liquid Assets Policy

Contributions from donors are deposited in the Nordea Bank as bank deposits. The IDI does not invest in securities or other financial instruments.

4. Grants in 2020

Only grants used in 2020 are accounted for as revenues. All excess funds are accounted for as Donor Liabilities and will be spent on activities in future years or be returned to the donors. Donor Grants contracted and which pertain to future years, but are not received, are not part of the financial statements.

The IDI has in 2020 received a grant amounting to NOK 27 000 000 from Office of the Auditor General of Norway, to cover the running expenses of the IDI Secretariat and some capacity development initiatives. The IDI will repay NOK 6 000 000 to the Office of the Auditor General of Norway as a result of COVID-19 and a significant reduction in expenses caused by stop in all travel activities from March 2020.

The IDI agreed with Sida, Sweden, to forfeit SEK 7 500 000 or 50 % of the grant for 2020 due to the consequences of COVID-19

The IDI receives a yearly grant from INTOSAI amounting to 5% of the INTOSAI incomes from the membership fees.

Several donors provide grants to cover direct expenses and recover running costs related to the IDIs capacity development initiatives.

Grants not yet received from FCDO and USAID for 2020 are not included in funding received 2020 as the agreements stipulates that grant payments are settled in arrears. They are, however, accounted for as grants in 2020 as they pertain to 2020 costs and are included as a receivable in the total current assets. All of the NOK 1 513 564 expensed from USAID below and NOK 2 590 220 expensed from FCDO below, NOK 4 103 784 in total, are included as a receivable.

IDI Secretariat and Capacity Development Programmes					
Donor	Donor liability 01.01.2020	Funding 2020	Accrued interest	Expenses 2020	Donor liability 31.12.2020
<i>Unrestricted Grants</i>					
INTOSAI	1 057 536	177 748	930	-	1 236 214
State Audit Bureau, Kuwait	164 356	-	144	-	164 500
General Court of Audit, Saudi Arabia	129 319	-	872	-	130 191
<i>Sub-total Unrestricted Grants</i>	1 351 211	177 748	1 946	-	1 530 905
<i>Restricted Grants</i>					
General Court of Audit, Saudi Arabia	357 272	955 480	-	-	1 312 752
OAG Norway	2 224 404	27 000 000	23 188	14 309 698	14 937 894
Sida, Sweden	2 276 873	7 673 397	12 241	8 926 143	1 036 369
IADB	-	652 747	-	652 747	-
BMZ (GIZ), Germany	-	2 558 903	-	1 790 635	768 268
Global Affairs Canada	-	4 374 208	8 651	4 382 859	-
MFA, France	-	1 076 426	913	1 077 339	-
MFA Estonia for SDG's	-	317 195	789	-	317 985
MFA, Iceland	-	919 230	751	919 981	-
USAID, USA	-	1 513 564	-	1 513 564	-
FCDO, UK	-	6 573 379	1 692	6 575 071	-
Norwegian Embassy South Sudan	1 599	1 376 000	879	876 000	502 478
ADA, Austria	21 272	1 377 451	2 435	745 195	655 962
Norwegian Embassy Kenya	527 158	1 500 000	2 065	955 376	1 073 847
SECO, Switzerland	2 207 081	6 516 431	9 477	5 455 851	3 277 138
European Commission, EU	848 700	9 262 604	2 947	5 386 119	4 728 132
State Audit Bureau, Qatar	530 250	1 829 620	2 798	533 048	1 829 620
Norad, Norway	8 251	-	-	-	8 251
MFA, Ireland	472 138	2 614 150	2 240	1 297 195	1 791 332
OAG, Zambia	-	-	-	-	-
Undistributed Interest Debt	73 012	-73 012	31 742	-	31 742
<i>Sub-total Restricted Grants</i>	9 548 010	78 017 774	102 807	55 396 821	32 271 770
Total (Resource Basis)	10 899 221	78 195 522	104 753	55 396 821	33 802 675
<i>Adjustment for Grants paid in arrears</i>					
USAID, USA		- 1 513 564			-1 513 564
FCDO, UK	-4 281 915	1 691 695			-2 590 220
Total (Cash Received Basis)	6 617 306	78 373 653	104 753	55 396 821	29 698 891

5. Payroll and related costs

	2020	2019
Direct salaries	26 982 026	26 529 660
Pension	2 664 077	1 499 656
Employers national insurance contribution	3 977 792	3 926 827
Other payroll related costs	3 386 701	2 959 067
Total payroll and related costs	37 010 595	34 915 210

Full time equivalents	29,8	30,3
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Direct Salaries include, among others, housing expenses for foreign staff members amounting to NOK 2 468 515. Payroll and related costs concerning the Director General amounted to NOK 1 606 274 in 2020.

The Director General does not have an early retirement pension agreement or agreement on separate remuneration in the case of discontinuance or change of the conditions of employment. The Director General is only included in the ordinary pension plan. Neither the Director General nor any Board member have loans in IDI. IDI has not guaranteed for loans to the Director General or any Board member.

Members of the IDI Board do not receive salary or any other fee.

As of 31.12.2020, the IDI had a complement of 38 members of staff, 31 Oslo based and 7 regional employees and also drew on Associate resources equivalent to 1,6 staff. The staff members are either employed directly by IDI or seconded by Supreme Audit Institutions.

IDI employees with permanent residence in Norway are members of the Norwegian Public Service Pension Fund (Statens Pensjonskasse). The IDI pays a yearly fee for this membership and has no future pension obligations.

The pension scheme for secondees to the IDI remains the responsibility of the seconding SAI or the secondees.

The IDI paid an audit fee amounting to NOK 61 505 inclusive of VAT, in the fiscal year 2020. They also paid NOK 31 250 for consultancy from their auditor.

6. Travel and Accommodation Costs

Travel and Accommodation Costs include all costs related to the transportation and accommodation of participants and staff attending the various IDI activities.

	2020	2019
IDI Secretariat	299 133	1 023 819
Work Stream activities	3 746 201	24 647 331

7. Restricted assets

The balance on the tax deduction bank account in Nordea was NOK 1 394 625 at the end of the fiscal year.

8. Other Operating Expenses

Other Operating Expenses include, among others:

	2020	2019
Consultants	7 271 769	8 577 797
IT services	1 069 920	990 612
Housing and meeting room costs	1 547 504	1 601 942
Stationery and printing costs	306 160	174 720
Phone and internet costs	483 250	514 421

9. Financial Transactions

Financial transactions consist of the following:

	2020	2019
Net interest	-4 155	3 553
Net foreign currency exchange gain/(loss)	126 421	-58 531
Net financial transactions	122 267	-54 978

Interest received is earned on Basic Capital and Account for Tax Deductions.

Interest received on grants is to be paid back to the donors when agreed in contracts and is therefore accounted for as Donor Liabilities. Interest earned in 2020 for return to donors amounts to NOK 31 742.

10. Specification of capacity development costs

The table shows the direct delivery costs of the IDI capacity development initiatives distributed by regions. This table does not capture how IDI has allocated person days or associated costs to the different regions. The significant reduction in costs in 2020 compared to 2019 should be seen in light of COVID-19. From March 2020 IDI services were delivered at the same level through virtual platforms.

The costs of the Global initiatives have for 2020 been distributed to the INTOSAI regions (and the AFROSAI sub-regions of AFROSAI-E and CREFIAF) based on the participation of the SAIs of different regions. The remaining costs classified as "Global" are mainly related to development and maintenance of global public goods.

	2020	2019
GLOBAL	2 895 307	4 855 039
AFROSAI-E	2 737 504	5 353 767
CREFI AF	1 256 631	8 194 306
ARABOSAI	61 561	2 298 070
ASOSAI (incl. ASEANS AI)	138 909	2 983 625
CAROSAI	13 984	1 574 191
EUROSAI	247 950	1 768 546
OLACEFS	1 552 160	2 080 970
PASAI	137 237	1 953 770
Total	9 041 243	31 062 284

11. Total Value IDI Projects – In kind support

Capacity development expenses transpiring from the IDI financial accounts do not give a full illustration of the total costs. IDI activities have a cost structure with several sources of funding and corresponding cost absorption.

A substantial part of the IDI Secretariat costs, mainly labour and travelling costs, can be identified as direct traceable costs to specific activities. The IDI has often used Secretariat staff to provide in-house services instead of buying services externally.

Numerous SAIs have provided valuable support to IDI in 2020. The IDI has benefitted from the pools of training specialists and subject matter experts who have been made available for IDI capacity development activities by the respective SAI.

12. Consequences of COVID-19

IDI's activities were significantly affected by COVID-19 in 2020. All travel and physical meeting activities were stopped from March 2020 with a significant reduction in expenses. As a consequence, IDI has increased its use of alternative ways of delivering the IDI services online.

IDI maintained full business continuity and delivered on its portfolio of initiatives and commitments in 2020. Support from donors continues to be strong and funding is expected to be at the same level in 2021 as in 2020.