

**ChildFund Alliance
Financial Standards**

Financial Standards

Standard 1: Accountability

Member is fully accountable to donors and beneficiaries.

- Member is required to comply with generally accepted accounting principles of its respective countries and to submit to ChildFund Alliance annual financial statements audited by an independent registered public auditor.
- Member is required to ensure accountability to donors by making available, upon request, their annual audited financial information.
- Member is in compliance with applicable governmental regulations in their respective countries.
- Member ensures that adequate internal controls are in place and that documented financial policies and procedures have been developed and are regularly implemented.

Standard 2: Stewardship

Member demonstrates good stewardship in managing donor's and partner's resources.

- With respect to revenue, member ensures it is in compliance with governmental and intergovernmental contracts, corporate and foundation grants and other major donor (non-sponsorship) requirements.
- With respect to expenditures, member's contracts and agreements with third parties (sub-contracted partners including other ChildFund Alliance members) clearly define respective roles and responsibilities, expected results and service costs, and hold contracted parties to the same ethical and professional standards as espoused by member.
- Member is encouraged to join, and ensure compliance with, non-government industry bodies and associations as well as meeting industry or publicly perceived standards of excellence.
- Gifts in kind are a valuable way to assist member but shall only be accepted if they are of good quality and appropriate for intended beneficiaries or are easily converted to cash. The valuation shall be determined by the member organisation as documented by fair market value or national law.

Approved 2008