



INSPECTOR GENERAL
DEPARTMENT OF DEFENSE
4800 MARK CENTER DRIVE
ALEXANDRIA, VIRGINIA 22350-1500

April 13, 2015

MEMORANDUM FOR UNDER SECRETARY OF DEFENSE (COMPTROLLER)/CHIEF
FINANCIAL OFFICER, DOD
ASSISTANT SECRETARY OF THE AIR FORCE (FINANCIAL
MANAGEMENT AND COMPTROLLER)
DIRECTOR, DEFENSE LOGISTICS AGENCY
NAVAL INSPECTOR GENERAL
AUDITOR GENERAL, DEPARTMENT OF THE ARMY

SUBJECT: Examination of the Existence, Completeness, Rights and Obligations, and
Presentation and Disclosure of the Defense Logistics Agency Energy, Distribution,
and Vendor/Service Managed Inventory (Project No. D2015-D000FT-0159.000)

We plan to begin the subject examination in April 2015. The Defense Logistics Agency (DLA) asserted audit readiness of its energy, distribution, and vendor/service managed inventory. Our objective is to determine whether the existence, completeness, rights and obligations, and presentation and disclosure of the asserted DLA energy, distribution, and vendor/service managed inventory are ready for audit in accordance with Financial Improvement and Audit Readiness Guidance. In addition, we will review internal controls related to accountability and compliance with laws and regulations as it relates to our examination objective.

We will perform the examination at the Defense Logistics Agency Headquarters and selected Defense Distribution Depots, Defense Fuel Supply Points, and vendor managed inventory sites. We may identify additional locations during the audit.

Please provide us with a point of contact for the examination within **10 days** of the date of this memorandum. The point of contact should be a Government employee—a GS-15, pay band equivalent, or the military equivalent. Send the contact's name, title, grade/pay band, phone number, and e-mail address to audcolu@dodig.mil.

You can obtain information about the Department of Defense Office of Inspector General from DoD Directive 5106.01, "Inspector General of the Department of Defense (IG DoD)," April 20, 2012; DoD Instruction 7600.02, "Audit Policies," October 16, 2014; and DoD Instruction 7050.03, "Office of the Inspector General of the Department of Defense Access to Records and Information," March 22, 2013. Our website is www.dodig.mil.

If you have any questions, please contact [REDACTED] (614) 751-2001

[REDACTED]

Lorin T. Venable
Lorin T. Venable, CPA
Assistant Inspector General
Financial Management and Reporting