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

September 7, 2016

MEMORANDUM FOR UNDER SECRETARY OF DEFENSE (COMPTROLLER)/CHIEF FINANCIAL OFFICER, DOD
DIRECTOR, DEFENSE LOGISTICS AGENCY

SUBJECT: Oversight of the Audit of the FY 2017 Defense Logistics Agency General Fund Financial Statements (Project No. D2016-D000FE-0208.000)

The subject oversight will begin immediately. We contracted with the independent public accounting firm of Ernst and Young LLP to audit the FY 2017 Defense Logistics Agency General Fund Financial Statements. This audit is in support of the DoD Agency-Wide financial statement audit, which is required by the Chief Financial Officers Act of 1990, as amended. The objective of the audit is to determine whether the financial statements and related note disclosures were fairly presented in all material respects, and in conformity with accounting principles generally accepted in the United States of America.

We will rely on the Government Accountability Office/President's Council on Integrity and Efficiency, Financial Audit Manual, section 650, "Using the Work of Others," to design and perform oversight procedures to review Ernst and Young LLP's audit work, and if applicable, disclose instances in which Ernst and Young LLP did not comply, in all material respects, with U.S. generally accepted government auditing standards. Our review will not enable us to express an opinion on the financial statements, on internal controls, on whether the financial management systems substantially complied with the Federal Financial Management Improvement Act of 1996, or on conclusions of compliance with laws and regulations.

Please provide us with a point of contact for the audit 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 audfmr@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, as amended; DoD Instruction 7600.02, "Audit Policies," October 16, 2014, as amended; 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]

Lorin T. Venable

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