



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

September 1, 2016

MEMORANDUM FOR UNDER SECRETARY OF DEFENSE (COMPTROLLER)/CHIEF
FINANCIAL OFFICER, DOD DIRECTOR,
DEFENSE FINANCE AND ACCOUNTING SERVICE

SUBJECT: Audit of the DoD Closing Package Financial Statements for
Fiscal Years Ending September 30, 2016, and September 30, 2015
(Project No. D2016-D000FE-0212.000)

We plan to begin the subject audit in September 2016. This audit is required by Office of Management and Budget Bulletin 15-02, "Audit Requirements for Federal Financial Statements," August 4, 2015. Our audit objective is to determine whether the audited DoD Closing Package Financial Statements and accompanying notes as of September 30, 2016, and September 30, 2015, present fairly, in all material respects, DoD's financial position, net costs, and changes in net position, in conformity with accounting principles generally accepted in the United States of America and the presentation requirements set forth in the Treasury Financial Manual, volume 1, part 2, chapter 4700, (TFM 2-4700). We will consider suggestions from management on additional or revised objectives.

The purpose of the audit of the DoD Closing Package Financial Statements is to provide an additional level of assurance on the process of reclassifying the audited DoD general-purpose financial statements into the formats of the Closing Package financial statements, as required by TFM 2-4700. We will review the reclassified Balance Sheet as of September 30, 2016, and September 30, 2015; the related Statement of Net Cost; the Statement of Changes in Net Position; and the accompanying notes to determine whether they conform to the accounting principles generally accepted in the United States of America. In addition, we will review the internal controls over the financial reporting process related to the Closing Package financial statements. We will also assess whether the Other Data, as defined by TFM 2-4700, are materially consistent with the information in the Closing Package financial statements.

We will conduct this audit in accordance with generally accepted government auditing standards and Office of Management and Budget Bulletin No. 15-02, or subsequent issuances, as limited by section 1008(d) of the National Defense Authorization Act of Fiscal Year 2002.

We will perform the audit at the Under Secretary of Defense (Comptroller)/Chief Financial Officer, DoD and at the Defense Finance and Accounting Service. We may identify additional locations during the audit.

Please provide us with a point of contact for the audit in writing within **10 days** of the date of the 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; DoD Instruction 7600.02, "Audit Policies," April 27, 2007; 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]

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