



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

**FEB 11 2014**

MEMORANDUM FOR UNDER SECRETARY OF DEFENSE FOR ACQUISITION,  
TECHNOLOGY, AND LOGISTICS  
DIRECTOR, DEFENSE CONTRACT MANAGEMENT AGENCY  
DIRECTOR, DEFENSE LOGISTICS AGENCY  
NAVAL INSPECTOR GENERAL

SUBJECT: Audit of the U.S. Navy's Performance-Based Logistics Contract With the Raytheon Missile Systems Company for the Phalanx Close-In Weapons System  
(Project No. D2014-D000AT-0110.000)

We plan to begin the subject audit in February 2014. Our objective is to determine whether DoD is making cost-effective material purchases for the Phalanx Close-In Weapons System through the performance-based logistics contract with the Raytheon Missile Systems Company. We will consider suggestions from management on additional or revised objectives.

We will perform the audit at the Office of the Under Secretary of Defense for Acquisition, Technology, and Logistics; Naval Sea Systems Command; Naval Supply Systems Command; Defense Contract Management Agency; Defense Logistics Agency; and the Raytheon Missile Systems Company. We may identify additional locations during the audit.

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 [audcleve@dodig.mil](mailto:audcleve@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](http://www.dodig.mil).

If you have any questions, [REDACTED]

*Jacqueline L. Wiccarver*

Jacqueline L. Wiccarver  
Assistant Inspector General  
Acquisition, Parts, and Inventory