MEMORANDUM FOR UNDER SECRETARY OF DEFENSE (COMPTROLLER)/
CHIEF FINANCIAL OFFICER, DOD
UNDER SECRETARY OF DEFENSE FOR PERSONNEL AND
READINESS
DIRECTOR, DEFENSE FINANCE AND ACCOUNTING SERVICE
DIRECTOR, DEFENSE INFORMATION SYSTEMS AGENCY
NAVAL INSPECTOR GENERAL

SUBJECT: Review of the FY 2018 Military Retirement Fund Basic Financial Statements Audit
(Project No. D2018-D000FP-0117.000)

We plan to begin the subject review in March 2018. We have contracted with the
independent public accounting firm of Kearney and Company to audit the Military Retirement
Fund Basic Financial Statements for FY 2018. This audit is required by the Chief Financial
Officers Act of 1990, as amended, which requires that financial statements of a Government
agency be audited by the Inspector General or by an independent external auditor, as determined
by the Inspector General. The objective of the audit is to determine whether the financial
statements as of September 30, 2018 and 2017, are presented fairly 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 perform oversight procedures to review Kearney and Company’s audit work and, if
applicable, disclose instances where Kearney and Company does not comply, in all material
respects, with U.S. generally accepted government auditing standards. Our review will not
enable us to express opinions about the Military Retirement Fund financial statements or internal
controls or on whether the financial management systems substantially complied with the
Federal Financial Management Improvement Act of 1996, or conclusions on compliance with
laws and regulations.

Please provide us with a point of contact for this audit within 5 days of the date of this
memorandum. The point of contact should be a Government employee—a GS-15 or 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 address is
www.dodig.mil.
If you have any questions, please contact

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