



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

January 6, 2020

MEMORANDUM FOR UNDER SECRETARY OF DEFENSE (COMPTROLLER)/CHIEF  
FINANCIAL OFFICER, DOD  
COMMANDING GENERAL, U.S. ARMY CORPS OF ENGINEERS  
DIRECTOR, U.S. ARMY CORPS OF ENGINEERS-CIVIL WORKS  
AUDITOR GENERAL, DEPARTMENT OF THE ARMY

SUBJECT: Oversight of the Audit of the FY 2020 U.S. Army Corps of Engineers-Civil Works  
Financial Statements (Project No. D2020-D000FI-0048.000)

Our planned oversight will begin immediately. The Chief Financial Officers Act of 1990, as amended, requires this audit. In accordance with the Chief Financial Officers Act of 1990, the DoD Office of Inspector General is the principal auditor for the U.S. Army Corps of Engineers-Civil Works Financial Statements. We contracted with the independent public accounting firm of KPMG LLP, (KPMG) to audit the U.S. Army Corps of Engineers-Civil Works Financial Statements for fiscal years ending September 30, 2020, and September 30, 2019. The objective of KPMG's audit is to determine whether the FY 2020 U.S. Army Corps of Engineers-Civil Works Financial Statements and related notes are presented fairly and in conformity with accounting principles generally accepted in the United States. The objective of our oversight project is to provide contract oversight of KPMG's audit of the U.S. Army Corps of Engineers-Civil Works Financial Statements for fiscal years ending September 30, 2020, and September 30, 2019, to determine if KPMG complied with applicable auditing standards.


We will rely on the Government Accountability Office/Council of the Inspectors General on Integrity and Efficiency, "Financial Audit Manual," Section 670, "IG Oversight of Audits Performed by Contracted Independent Public Accounting (IPA) Firms," to design and perform oversight procedures to review KPMG's work and, if applicable, disclose instances in which KPMG did not comply, in all material respects, with generally accepted government auditing standards. Our review will not enable us to express opinions on the U.S. Army Corps of Engineers-Civil Works Financial Statements, conclusions about the effectiveness of internal control, conclusions on whether the financial management systems substantially complied with the Federal Financial Management Improvement Act of 1996, or on conclusions of U.S. Army Corps of Engineers-Civil Work's compliance with laws and regulations. We will provide oversight and review KPMG's audit work, but KPMG will be responsible for expressing the opinion on the financial statements.

Please provide us with a point of contact for the audit within **5 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](mailto: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](http://www.dodig.mil).

If you have any questions, please contact [REDACTED]

or [REDACTED]



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