



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

October 3, 2022

**MEMORANDUM FOR DIRECTOR, DEFENSE CONTRACT AUDIT AGENCY**  
**DIRECTOR, DEFENSE LOGISTICS AGENCY**

**SUBJECT:** Evaluation of Incurred Cost Audits Performed by Non-Federal Auditors for Compliance with the Government Auditing Standards (Project No. D2023-DEV0SO-0010.000)

We plan to begin the subject audit in October 2022. The objective of this evaluation is to determine the extent to which non-Federal auditors complied with the Government Auditing Standards and other professional standards when they performed audits of DoD contractor incurred costs. We may revise the objective as the evaluation proceeds, and we will also consider suggestions from management for additional or revised objectives. To accomplish the objective, we plan to evaluate the non-Federal audits on a representative sample of audits completed from September 1, 2019 through September 30, 2020. We will perform site visits as we deem necessary to accomplish the evaluation objective.

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. Send the contact's name, title, grade/pay band, phone number, and e-mail address to

[REDACTED]

You can obtain information about the DoD 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, as amended. Our website is [www.dodig.mil](http://www.dodig.mil).

If you have any questions, please contact [REDACTED]

[REDACTED]

A handwritten signature in black ink, appearing to read "R. Stone".

Randolph R. Stone  
Assistant Inspector General for Evaluations  
Space, Intelligence, Engineering and Oversight