On July 22, 2010, the President signed into law the Improper Payments Elimination and Recovery Act of 2010 (IPERA). The law includes improper payment reporting requirements for agencies and oversight requirements for inspectors general.

As required, we are initiating an audit of the Department of Transportation's (DOT) implementation of IPERA. Our objectives are to determine whether: (1) the improper payment information reported in DOT's fiscal year 2012 Annual Financial Report was accurate; and (2) DOT complied with IPERA's requirements.

We will begin this audit immediately and conduct it at DOT's Headquarters in Washington DC. We will contact your audit liaison to schedule an entrance conference. If you have any questions or need additional information, please contact George Banks, Program Director, at (410) 962-0186, or Mark Rielly, Project Manager, at (410) 962-0699.

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cc: Assistant Administrator for Financial Services/CFO
    Chief Financial Officer, HCF-1
    DOT Audit Liaison, M-1