



U.S. Department of
Transportation
Office of the Secretary
of Transportation
Office of Inspector General

Memorandum

Subject: INFORMATION: Audit Announcement
DOT Implementation of the Improper Payments
Elimination and Recovery Act of 2010
Project Number: 12F3005F000

Date: December 20, 2011

From: Louis King *Louis King*
Assistant Inspector General for Financial
and Information Technology Audits

Reply to
Attn. of: JA-20

To: Assistant Secretary for Budget and Programs/Chief Financial Officer

On July 22, 2010, the President signed into law the Improper Payments Elimination and Recovery Act of 2010 (IPERA). The law includes new improper payment reporting requirements for agencies and new 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 2011 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 Earl Hedges, Program Director, at (410) 962-1729, 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
Martin Gertel, M-1