



Memorandum

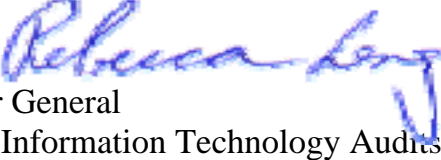
**U.S. Department of
Transportation**

Office of the Secretary
of Transportation

Office of Inspector General

Subject: **INFORMATION:** Notification of Audit —
Implementation of Earned Value Management System
and Security Costs Reporting, DOT
Project Number: 07F3017F000

Date: February 19, 2008

From: Rebecca Leng 
Assistant Inspector General
for Financial and Information Technology Audits

Reply To
Attn Of: JA-20

To: Chief Information Officer, DOT

The Office of Inspector General is initiating an audit of the Department of Transportation's (DOT) management of major information technology (IT) investment projects. DOT requested \$2.1 billion for 46 major IT investments in fiscal year 2008, including about \$100 million in security funding. Twenty-two of these major investment projects are included in the Office of Management and Budget's high-risk list for close monitoring.

Our audit objectives will determine whether (1) the Earned Value Management measures included in the Exhibit 300 submissions properly reflect project performance; (2) security costs included in the Exhibit 300 submissions are supported, and (3) Operating Administration management actively monitors its major IT investments to meet departmental requirements.

We have contracted with KPMG, LLP, to assist us in conducting this audit. The audit will be conducted at DOT and Modal Administration Headquarters in Washington, D.C., and at selected field sites. We will contact your audit liaison to establish an entrance conference in order to discuss the audit. If you have any questions, please call me at (202) 366-1496 or Nathan Custer, Acting Program Director at (202) 366-5540.

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cc: Martin Gertel, M-1
CIO Council Members