



OFFICE OF INSPECTOR GENERAL

Memorandum

DATE: July 12, 2016

TO: Tom Wheeler, Chairman
Mignon Clyburn, Commissioner
Jessica Rosenworcel, Commissioner
Ajit Pai, Commissioner
Michael O'Rielly, Commissioner

FROM: David Hunt, Inspector General *for RM, AIGA*

SUBJECT: Audit of Federal Communications Commission (FCC) Compliance with the Improper Payments Elimination and Recovery Improvement Act (IPERIA or IPERA) Reporting for Fiscal Year 2015.

In accordance with Office of Management and Budget Memorandum for the Heads of Executive Departments and Agencies, M-15-02 Appendix C to Circular No. A-123, *Requirements for Effective Estimation and Remediation of Improper Payments*, dated October 20, 2014, the FCC Office of Inspector General (OIG) submits the attached report regarding FCC IPERIA compliance.

OIG engaged the services of independent certified public accounting firm Lani Eko & Company, CPA's, PLLC (LEC) to audit FCC compliance with IPERIA for FY 2015 in accordance with generally accepted government auditing standards. In the attached report dated July 12, 2016, LEC determined that the FCC was non-compliant with IPERIA requirements as defined in Office of Management and Budget Memorandum M-15-02 Appendix C to Circular No. A-123, *Requirements for Effective Estimation and Remediation of Improper Payments*. LEC identified three findings and made five recommendations to FCC's Management. The FCC did not concur with the findings presented in the report.

OIG monitored performance of our contract with LEC and attended interviews LEC conducted as part of its audit, regularly met with LEC to discuss the audit status and any outstanding issues, and reviewed LEC's report and related documentation. LEC is wholly responsible for the attached auditor's report and the conclusions expressed therein. Our review disclosed no instances where LEC did not comply in all material respects with generally accepted government auditing standards.

Questions regarding this report may be directed to Sophie Jones, Deputy Assistant Inspector General for Audit at (202)418-1655 or sophila.jones@fcc.gov; or Robert McGriff, Assistant Inspector General for Audit, at (202)418-0483 or robert.mcgriff@fcc.gov.

Attachment

cc: Managing Director
Chief of Staff
Chief Financial Officer