



March 5, 2026

TO: Janet Dhillon
Director

Lisa Carter
Acting Chief Financial Officer

FROM: John Seger
Assistant Inspector General for Audits, Evaluations and Inspections

SUBJECT: Audit of Pension Benefit Guaranty Corporation's Fiscal Years 2026 and 2025 Financial Statements (Project FA-26-197)

In accordance with the Chief Financial Officers Act of 1990, we are initiating an audit of PBGC's FY 2026 and 2025 financial statements. Our office contracted with an independent public accounting firm, KPMG LLP, to conduct this audit. The objective of the audit is to obtain reasonable assurance about whether the financial statements are presented fairly, in all material respect, in accordance with U.S. generally accepted accounting principles. KPMG will also audit the effectiveness of PBGC's internal control over financial reporting and perform tests of compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on PBGC's financial statements.

KPMG will conduct the audits in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards for financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States ("Government Auditing Standards"); and Office of Management and Budget (OMB) Bulletin No. 24-02, Audit Requirements for Federal Financial Statements, as amended.

Our office will oversee the progress of the audits and ensure that the audits are performed in accordance with Government Auditing Standards, OMB requirements, and the terms of the contract.

The audits will be conducted at PBGC's headquarters and KPMG facilities, as needed. If you have any questions or need additional information, please call Anna Oglesby at (202) 262-3597 or Tyson Lee at (202) 229-3015.

Thank you in advance for your time and cooperation.

cc: David Foley, Chief Operating Officer
Karen Morris, General Counsel
John Hanley, Chief of Negotiations and Restructuring
Michael Sinacore, Chief Policy Officer
Latrece Wade, Risk Management Officer
Robert Scherer, Chief Information Officer
Steve Young, Financial Operations Department Director
LaTasha Thomas, Special Advisor to the Director
Charlie Bolton, Senior Policy Advisor