

NATIONAL SCIENCE FOUNDATION
4201 WILSON BOULEVARD
ARLINGTON, VIRGINIA 22230



OFFICE OF
INSPECTOR GENERAL

MEMORANDUM

Date: December 16, 1996

To: I96010009

From: [REDACTED] Special Agent [REDACTED]

Via: [REDACTED], Special Agent-in-Charge [REDACTED]

Re: Resolution of Case

On December 11, 1995, our office received an anonymous allegation claiming that Friday [REDACTED], an NSF contractor, was falsifying its employee's timecards, obtaining task orders without amending its original contracts, and billing NSF under an exaggerated indirect cost rate.

Initially, we interviewed the NSF contracting officer managing [REDACTED] contracts and determined that he was aware of (and took into account when making his official decisions) [REDACTED]'s cost overruns and modified time cards.¹ We forwarded information regarding this case to the Office of Audit, who later determined that, though [REDACTED] had complied with the Fair Labor Standards Act and had properly charged its employees wages to its current NSF fixed-price service contract, there were still cost overruns under this contract² and that the organization was poorly managed. An OIG draft audit report (including recommendations) is being prepared at this time.

Since the OIG audit adequately addressed issues raised in the allegation, this case is closed.

¹ [REDACTED]

² [REDACTED]