

NATIONAL SCIENCE FOUNDATION
WASHINGTON, D.C. 20550



Office of
Inspector General

CLOSEOUT MEMORANDUM

DATE: April 9, 1991

REPLY TO

ATTN OF: [REDACTED], Special Agent, Investigations Unit

SUBJECT: [REDACTED]

Case No. I91030009

TO: File

On March 15, 1991, we were notified that in August 1987, [REDACTED] Internal Auditors discovered that a university clerk had embezzled an estimated \$30,000 by submitting falsified expense reimbursement requests. The matter was turned over to the [REDACTED] Police and the university terminated the clerk. University officials are not aware of the outcome of the [REDACTED] Police action.

[REDACTED] internal auditors determined that \$11,108.26 of the estimated \$30,000 embezzled was directly charged to NSF grants. The internal auditors also determined that \$5723.92 of indirect or overhead charges were related to the NSF grant. The University established an account to repay all lost federal funds and implemented new internal controls to protect against similar embezzlement schemes. On April 2, 1991, NSF received a check from the university totaling \$16,832.18, which covered the direct and indirect charges. DCAA, the cognizant Federal Agency, is reviewing the internal audit to ensure all federal funds were recovered.

Because: [REDACTED]

This file is closed.