




National Science Foundation • Office of Inspector General
4201 Wilson Boulevard, Suite I-1135, Arlington, Virginia 22230

MEMORANDUM

DATE: January 13, 2016

TO: Jeffrey M. Lupis
Director, Division of Acquisition and Cooperative Support (DACS)

FROM: Dr. Brett M. Baker 
Assistant Inspector General for Audit

SUBJECT: **NSF OIG Audit Report No. OIG-16-1-003**, *Independent Audit Report on CH2M HILL Companies, Ltd.'s (LTD) Proposed Amounts on Unsettled Flexibly Priced Contracts for FY 2008*

We contracted with the Defense Contract Audit Agency (DCAA) to participate in an incurred cost audit of CH2M HILL Constructors, Inc. (CCI) for FY 2008 that included NSF's U.S. Arctic Program contract (ARC-0520837). In conjunction with this audit, DCAA also conducted an audit of CH2M HILL Companies, Ltd.'s (LTD) proposed amounts on unsettled flexibly-priced contracts for FY 2008 (the attached report). The impact of this report is reflected in DCAA's overall CCI 2008 incurred cost report (transmitted separately by OIG report No. OIG-16-1-001).

To fulfill our monitoring responsibilities, the Office of Inspector General:

- Reviewed the approach and planning of the audit;
- Evaluated the qualifications and independence of the auditors;
- Monitored the progress of the audit at key points;
- Coordinated periodic meetings with DCAA and NSF officials as necessary to discuss audit progress, findings and recommendations;
- Reviewed the report prepared by DCAA; and
- Coordinated issuance of the report.

DCAA is responsible for the attached report and the resulting conclusions.

We thank you and your staff for the assistance extended to us during the audit. If you have any questions about this report, please contact Sherrye McGregor at (703) 292-5003 or Jannifer Jenkins at (703) 292-4996.

Attachment: DCAA Audit Report No. 03151-2008E10100104, *Independent Audit Report on CH2M HILL Companies, Ltd.'s (LTD) Proposed Amounts on Unsettled Flexibly Priced Contracts for FY 2008*, dated November 13, 2014

cc: Richard Buckius
Kelly Falkner
Mary Rouse
Martha Rubenstein
Dale Bell
Ruth David
Michael Van Woert
Christina Sarris
Allison Lerner

DCAA has protected this report, which contains non-public material; thus, the DCAA report is not posted.