



## GSA Office of Inspector General Summary of Contract Audit Reports Issued from April 1, 2016 Through September 30, 2016

The Office of Audits provides assistance to contracting officials in awarding and administering GSA contracts through:

- **Preaward Audits** - provide GSA contracting officials with information to use when negotiating fair and reasonable GSA contract prices.
- **Postaward Audits** - examine GSA contractors' adherence to contract terms and conditions.

**During the period from April 1 to September 30, 2016, we issued 46 contract audit reports that were not publically disclosed. In these reports, we found:**

24 contractors did not submit accurate, current, and complete information.

16 contractors did not maintain sales monitoring and billing systems that ensure proper administration of the price reduction and billing provisions of the GSA contract.

16 contractors did not adequately accumulate and report schedule sales for Industrial Funding Fee payment purposes or did not correctly calculate and submit their Industrial Funding Fee payments.

16 contractors overcharged GSA customers.

12 contractors did not comply with price reduction provisions.

9 contractors did not assign employees qualified to work on GSA schedule task orders for their billable positions.

3 contractors failed to comply with other contract terms and conditions.

1 contractor did not adequately segregate and accumulate labor hours, material costs, and other direct costs on time and material task orders.

We also recommended the cost savings below. This includes funds be put to better use, which is how much money could be saved if our audit findings and recommendations are implemented. It also includes questioned costs, which is money that should not have been spent such as overbillings, unreported price reductions, or refunds due to the government.

Funds Be Put to Better Use	\$324,114,547
Questioned Costs and Settlements	\$20,087,015