



NATIONAL RECONNAISSANCE OFFICE
Office of Inspector General
14675 Lee Road
Chantilly, VA 20151-1715



29 December 2015

MEMORANDUM FOR DIRECTOR, OFFICE OF CONTRACTS
EXECUTIVE OFFICER, OFFICE OF SECURITY AND
COUNTERINTELLIGENCE

SUBJECT: (U) Summary Report of Investigation: Cost Mischarging
(Case Number 12-0031 I)

(U//~~FOUO~~) The National Reconnaissance Office (NRO) Office of Inspector General (OIG) received information alleging [redacted] mischarged time on an NRO contract. The attached Summary Report of Investigation details the investigation results.

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(U//~~FOUO~~) We request that the Director, Office of Contracts determine whether debarment of the employee, pursuant to the Federal Acquisition Regulation 9.406, is in the government's interest and report the determination to the OIG. In addition, we request that the Executive Officer, Office of Security and Counterintelligence place a copy of this report in the appropriate security file and annotate security databases. All other copies are for informational purposes only and should be returned to the OIG.

(U//~~FOUO~~) OIG investigation reports are to be read only by the individuals to whom the OIG provides them, or to whom the OIG specifically authorizes their release. Please let me know if there are other persons who require access as part of their official duties. Questions regarding this summary may be directed to Special Agent in Charge [redacted] (secure) or to the undersigned at [redacted] (secure).

(b)(3)

[Redacted signature box]

Assistant Inspector General
for Investigations

Attachment:
(U) Summary Report of Investigation
(Case Number 12-0031 I) (U//~~FOUO~~)

cc:
General Counsel

SUBJECT: (U) Summary Report of Investigation: Cost Mischarging
(Case Number 12-0031 I)

OIG/ [redacted] 29 Dec 15

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DISTRIBUTION:

Hard Copy

Director, Office of Contracts

General Counsel

Executive Officer, Office of Security and Counterintelligence

OIG Official Record ([redacted])

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*(U) National Reconnaissance Office
Office of Inspector General
Investigations Staff*

(U) SUMMARY REPORT OF INVESTIGATION

(U) (12-0031 I)

29 DECEMBER 2015

(U) Section A – Subject:

1. ~~(U//FOUO)~~ Full Name:

(b)(3)
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Employer: Boeing Space and Intelligence Systems

Current Contract Number

(b)(7)(c)

Previous Contract Numbers: N/A

Job Title:

(U) Section B – Predication:

2. (U//~~FOUO~~) On 8 December 2011, Boeing Space and Intelligence Systems (BS&IS) notified the National Reconnaissance Office (NRO) Office of Inspector General (OIG) that it had initiated an internal investigation regarding [redacted] a BS&IS [redacted] [redacted] charging to NRO contracts. The notification stated that [redacted] fraudulently recorded the hours she claimed to have worked on NRO contracts/ [redacted]

(b)(7)(c)

[redacted] at BS&IS in [redacted] As reported by BS&IS, [redacted] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make any claim upon or against the United States, or any department or agency thereof, knowing such claim to be false, fictitious, or fraudulent.

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(U) Section C – Investigative Findings:

3. (U//~~FOUO~~) BS&IS's initial examination of [redacted] activity on a company computer network revealed that she mischarged approximately 2.5 hours per day between 21 and 26 September 2011 for non-work-related activities. BS&IS expanded its investigation to include a review of [redacted] timekeeping records for the period of 1 June 2011 through 29 September 2011. Based on its investigation, BS&IS concluded that [redacted] mischarged a total of 188 hours to the relative NRO contracts. The OIG found no additional information to dispute BS&IS's investigative findings in this matter.

(U) Section D – Conclusion:

4. (U//~~FOUO~~) The United States Attorney's Office, Central District of California subsequently declined prosecution. The OIG briefed the details to the cognizant NRO contracting officers who subsequently reached an administrative settlement with BS&IS. BS&IS gave [redacted] a Letter of Reprimand and credited [redacted] [redacted] This investigation is closed.

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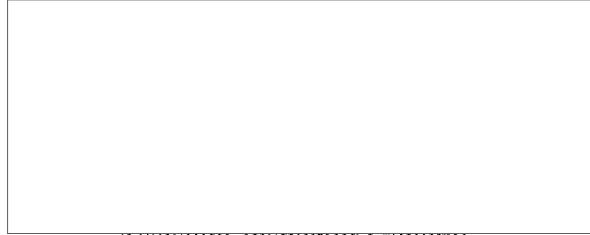
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(U) Section E – Recommendation:

5. (U//~~FOUO~~) The OIG requests that the Director, Office of Security and Counterintelligence place a copy of this report in the security file of the individual identified within, along with a notation in the appropriate security databases.

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6. ~~(U//FOUO)~~ The OIG recommends that the Director, Office of Contracts determine whether debarment of pursuant to the Federal Acquisition Regulation 9.406, is in the Government's interest. The Director, Office of Contracts should report the result of his determination as well as any action taken or anticipated to the OIG within 45 days from the date of this report.



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Assistant Inspector General
for Investigations