

Management Letter 11-21

Subcontract Cost Submitted by a NARA Prime Contractor

Pursuant to a request from NARA contract officials we audited subcontract costs submitted by a NARA prime contractor to determine if there was sufficient supporting documentation; and whether the subcontract costs submitted by the prime contractor and paid by NARA were accurate, supported, and allowable. We questioned the entire amount of \$3,970,827.24 of subcontract cost submitted because the costs were unsupported. Despite numerous requests the subcontractor failed to provide documentation sufficient for performing a contract review in accordance with government audit policy and standards.