



DEPARTMENT OF THE TREASURY
WASHINGTON, D.C. 20220

OFFICE OF
INSPECTOR GENERAL

July 13, 2016

OIG-CA-16-030

MEMORANDUM FOR THOMAS J. CURRY
COMPTROLLER OF THE CURRENCY

FROM: Kieu T. Rubb /s/
Audit Director

SUBJECT: Termination Memorandum – Audit of OCC’s Oversight and
Management of Contracts

In May 2011, we initiated an audit of Office of the Comptroller of the Currency’s (OCC) contracting activities in response to an anonymous complaint our office received detailing concerns with the solicitation and award of the Critical Infrastructure Protection and Security (CIPS) National Physical Security Program contract. The objective of the audit was to determine whether OCC conducted contracting activities in accordance with federal and Department of the Treasury (Treasury) acquisition requirements and OCC policies and procedures. We focused specifically on OCC’s evaluation of the CIPS National Physical Security Program solicitations.

We are terminating this audit because OCC management had performed an internal review of its acquisition process, which identified many of the same weaknesses over the CIPS contract files that we raised.

During our audit, we found that OCC did not maintain the CIPS National Physical Security Program contract files in accordance with Federal Acquisition Regulation. We also noted that the acquisition staff and CIPS program staff did not consistently communicate. We discussed our preliminary results with OCC management who told us that OCC had conducted an internal review of the controls over OCC’s acquisition process. We evaluated documentation of the internal review and found that OCC cited documentation weaknesses that were consistent with our preliminary results, recommended improvements to internal controls, and identified the next steps that OCC would take to address the documentation weaknesses.

Since OCC’s internal review identified next steps that would address our preliminary results, we believe that continuing our audit would not significantly

enhance the acquisition process. Accordingly, we will reassess OCC's acquisition practices as part of our audit planning process.

We appreciate the courtesies and assistance provided by your staff. If you have any questions concerning this audit, please contact me at (202) 927-5904.

cc: Mark Williams, Audit Liaison