

**Agreed Upon Procedures for  
TIRNO-99-D-00001**

**December 1999**

**Reference Number 2000-1C-020**

**This report has cleared the Treasury Inspector General for Tax Administration disclosure review process and information determined to be restricted from public release has been redacted from this document.**



INSPECTOR GENERAL  
for TAX  
ADMINISTRATION

DEPARTMENT OF THE TREASURY  
WASHINGTON, D.C. 20220

December 10, 1999

MEMORANDUM FOR JAMES A. WILLIAMS  
DIRECTOR OF PROCUREMENT  
INTERNAL REVENUE SERVICE

FROM: Pamela J. Gardiner *Pamela J. Gardiner*  
Deputy Inspector General for Audit

SUBJECT: Agreed Upon Procedures for TIRNO-99-D-00001

In response to your request, the Defense Contract Audit Agency (DCAA) examined direct labor rates to determine the basis and reasonableness of the proposed rates, and examined indirect expense rates to determine the basis and reasonableness of the proposed rates. The report pertains only to the performance of agreed-upon procedures and does not reflect an audit. Accordingly DCAA does not express an opinion on the adequacy and compliance of the submitted cost or pricing data.

In summary, DCAA took no exception to the proposed direct labor rates, the proposed general and administrative rate, or the proposed project management rate. DCAA questioned costs related to the proposed premise overhead rates for the government Fiscal Years 2000 and 2001. See page 3 of the DCAA report for additional details.

The information in this report should not be used for purposes other than that intended without prior consultation with the Treasury Inspector General for Tax Administration regarding its applicability.

If you have any questions, please contact me at (202) 622-6510, or your staff may call Maurice S. Moody, Associate Inspector General for Audit (Headquarters Operations & Exempt Organizations Programs), at (202) 622-8500.

# **NOTICE:**

The Office of Inspector General for Tax Administration has no objection to the release of this report, at the discretion of the contracting officer, to duly authorized representatives of the contractor.

The contractor information contained in this report is proprietary information. The restrictions of 18 USC 1905 must be followed in releasing any information to the public.

This report may not be released without the approval of this office, except to an agency requesting the report for use in negotiating or administering a contract with the contractor.

Seal removed due to its size.