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Description of document: Small Business Administration (SBA) records provided to Senator Charles E. Grassley and Senator Tom Coburn concerning the independence of Inspectors General necessary to promote efficiency and prevent fraud, waste and abuse in agency programs, in response to the Senators' inquiry, 2011-2012

Requested: 14-April-2012

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Source of document: FOIA Request
Small Business Administration
FOI/PA Office/Requester Service Center
409 Third St., SW
Washington, D.C. 20416
Email: foia@sba.gov

Note: This is one of several files on the same subject for various agencies available on governmentattic.org. See: <http://www.governmentattic.org/6docs/GrassleyCoburn.htm>

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**U.S. SMALL BUSINESS ADMINISTRATION
OFFICE OF INSPECTOR GENERAL
WASHINGTON, D.C. 20416**

MAY 08 2012

Re: Freedom of Information Act Request
(F-04/12-14; Case No. 2012-02534)

This is in response to your Freedom of Information Act request dated April 14, 2012, in which you sought "a copy of each biannual response to Senators Grassley and Coburn regarding their April 8, 2010, request to the SBA Office of the Inspector General to provide a summary of... non-public management advisories and closed investigations" as well as "[e]ach and every biannual response/report to Senators Grassley and Coburn."

In our search, we located 11 pages of information responsive to your request. We are releasing these records in full and have enclosed a copy for your convenience.

Sincerely,

A handwritten signature in black ink, appearing to read "Glenn P. Harris".

Glenn P. Harris
Counsel to the Inspector General

cc: Lisa Babcock, Freedom of Information/Privacy Acts Office

ATTACHMENT 2

Cases Closed 1-1-2009 to 4-30-2010 That Were Not Reported in SBA OIG Semi-annual Reports

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	ALLEGATION 5	DISPOSITION
01-1204-01	False Statements					Declined by DOJ
02-0104-01	False Statements					Declined by DOJ
02-1000-02	Theft/Embezzlement/ Conversion of Government Property or Funds	Misappropriation of SBA Collateral				Declined by DOJ
02-1202-03	False Statements					Declined by DOJ
06-0402-01	False Statements					Declined by DOJ
06-0501-12	Conflict of Interest					Civil Settlement
06-0704-01	False Statements					Declined by DOJ
06-0903-05	Failure to Report Violation	False Statements				Declined by DOJ
06-0904-01	Conspiracy	False Statements				Unable to locate subjects
06-1203-02	False Statements	Theft/Embezzlement/ Conversion of Government Property or Funds	Misappropriate of SBA Collateral			Declined by DOJ
C-BL-06-0038-I	Conspiracy	False Statements	Bank Fraud			Declined by DOJ
C-BL-07-0250-I	False Claims/ False Entries/ Overvaluation	False Statements				Declined by DOJ
C-BT-09-0069-I	Conflict of Interest					Declined by DOJ
C-DL-07-0269-I	Theft/Embezzlement/ Conversion of Government Property or Funds					Unsubstantiated
C-IA-07-0213-I	Online Solicitation of a Minor					Conviction
C-IA-08-0076-I	Bribery/Graft/ Gratuity					Declined by DOJ

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CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	ALLEGATION 5	DISPOSITION
E-BL-06-0069-I	False Tax Returns	Misappropriation of SBA Collateral				Declined by DOJ
E-BL-06-0103-I	False Statements	Misappropriation of SBA Collateral				Declined by DOJ
E-BL-07-0045-I	False Statements	Bank Fraud				Declined by DOJ
E-BL-07-0069-I	False Claims/ False Entries/ Overvaluation/False Statements	Loan Packager Fraud	Mail Fraud/Wire Fraud	Conflict of Interest	Misappropriation of SBA Collateral	Unsubstantiated
E-BL-07-0070-I	False Statements					Indictment dismissed
E-BL-07-0184-I	False Claims/ False Entries/ Overvaluation	False Statements				Declined by DOJ
E-BL-07-0205-I	False Statements					Declined by DOJ
E-BL-08-0154-I	Other					Declined by DOJ
E-BL-08-0190-I	False Statements	Bank Fraud				Deferred Prosecution Agreement
E-BL-08-0260-I	False Statements	Bank Fraud				Declined by DOJ
E-BL-08-0315-I	Loan Packager Fraud	Bank Fraud	Mail Fraud/Wire Fraud			Unsubstantiated
E-CC-06-0197-I	Antitrust Violations	Conspiracy	Extortion/Kickback Scheme	False Statements	Bribery/Graft/Gratuity	Declined by DOJ
E-CC-07-0093-I	False Statements					Declined by DOJ
E-CC-07-0197-I	False Claims/ False Entries/ Overvaluation	False Statements				Declined by DOJ
E-CC-07-0340-I	Conspiracy	False Statements	Solicitation/Receipt of Gift/Gratuity			Declined by DOJ

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Cases Closed 1-1-2009 to 4-30-2010 That Were Not Reported in SBA OIG Semi-annual Reports

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	ALLEGATION 5	DISPOSITION
E-CC-08-0157-I	False Statements					Declined by DOJ. Terminated from the 8(a) program.
E-IA-09-0379-I	Prohibited Personnel Practices					Referred to Office of Special Counsel
E-OT-07-0107-I	False Statements					Declined by DOJ
E-OT-09-0332-I	Misuse of SBA Seal/ Insignia/Emblem/ Name/Acronym					Unsubstantiated
S-CC-09-0449-I	False Statements	Violation of SBA Regulations				Declined by DOJ
S-DL-06-0212-I	False Statements	State or Local Crimes on SBA Facilities	Theft/Embezzlement/ Conversion of Government Property or Funds			Declined by DOJ
S-DL-07-0014-I	False Statements	Theft/Embezzlement/ Conversion of Government Property or Funds				Declined by DOJ
S-DL-07-0024-I	False Statements	Theft/Embezzlement/ Conversion of Government Property or Funds				Unsubstantiated
S-DL-07-0031-I	False Claims/ False Entries/ Overvaluation	False Statements	Theft/Embezzlement/ Conversion of Government Property or Funds			Declined by DOJ
S-DL-07-0096-I	False Claims/ False Entries/ Overvaluation/ False Statements	Forgery/Passing Bad Check/Counterfitting	Mail Fraud/Wire Fraud	Other Federal Crimes on SBA Facilities	Theft/Embezzlement/ Conversion of Government Property or Funds	Declined by DOJ

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Cases Closed 1-1-2009 to 4-30-2010 That Were Not Reported in SBA OIG Semi-annual Reports

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	ALLEGATION 5	DISPOSITION
S-DL-07-0111-I	False Statements					Declined by DOJ
S-DL-07-0121-I	False Statements					Unsubstantiated
S-DL-07-0126-I	False Claims/ False Entries/ Overevaluation	False Statements				Declined by DOJ
S-DL-07-0219-I	False Statements					Declined by DOJ
S-DL-07-0230-I	False Claims/ False Entries/ Overevaluation	False Statements	Mail Fraud/Wire Fraud	Theft/Embezzlement/ Conversion of Government Property or Funds		Declined by DOJ
S-DL-07-0254-I	False Statements	Theft/Embezzlement/ Conversion of Government Property or Funds				Unable to locate subject.
S-DL-07-0367-I	False Statements					Declined by DOJ
S-DL-08-0008-I	False Claims/ False Entries/ Overevaluation	False Statements	Mail Fraud/Wire Fraud	Theft/Embezzlement/ Conversion of Government Property or Funds	Misappropriation of SBA Collateral	Conviction
S-DL-08-0083-I	False Statements					Declined by DOJ
S-DL-08-0095-I	False Statements					Declined by DOJ
S-DL-08-0195-I	False Statements					Conviction
S-DL-08-0266-I	False Statements					Conviction
S-DL-08-0328-I	False Statements					Declined by DOJ
S-DL-08-0329-I	False Statements					Declined by DOJ
S-DL-08-0330-I	False Statements					Declined by DOJ
S-DL-09-0008-I	False Claims/ False Entries/ Overevaluation					Conviction

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Cases Closed 1-1-2009 to 4-30-2010 That Were Not Reported in SBA OIG Semi-annual Reports

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	ALLEGATION 5	DISPOSITION
S-DL-09-0013-I	False Claims/ False Entries/ Overevaluation					Conviction
S-DL-09-0022-I	False Claims/ False Entries/ Overevaluation					Conviction
S-DL-09-0026-I	Theft/Embezzlement/ Conversion of Government Property or Funds					Declined by DOJ
S-DL-09-0061-I	False Statements					Declined by DOJ
S-DL-09-0091-I	False Statements	Theft/Embezzlement/ Conversion of Government Property or Funds				Declined by DOJ
S-DL-09-0102-I	False Statements					Declined by DOJ
S-DL-09-0121-I	False Statements					Unsubstantiated
S-DL-09-0309-I	False Statements					Conviction
S-DL-09-0375-I	False Statements					Declined by DOJ
S-IA-08-0030-I	False Statements	Misuse of Equipment/Position and Time				Declined by DOJ. Terminated from SBA temporary position.
W-BL-06-0128-I	Loan Packager Fraud					Unsubstantiated
W-BL-07-0137-I	False Statements					Declined by DOJ
W-BL-07-0163-I	False Statements					Declined by DOJ
W-BL-07-0191-I	False Statements	Bank Fraud				Declined by DOJ

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Cases Closed 1-1-2009 to 4-30-2010 That Were Not Reported in SBA OIG Semi-annual Reports

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	ALLEGATION 5	DISPOSITION
W-BL-07-0307-I	False Statements					Unable to locate subject
W-BL-09-0101-I	False Statements					Unsubstantiated
W-CC-08-0251-I	False Claims/ False Entries/ Overevaluation					Declined by DOJ
W-CC-08-0294-I	False Statements	Mail Fraud/Wire Fraud				Declined by DOJ. SBA contract terminated.
W-CC-09-0482-I	False Statements					Declined by DOJ. Decertified from HUBZone program.
W-DL-05-0031-I	False Statements	Theft/Embezzlement/ Conversion of Government Property or Funds				Declined by DOJ
W-IA-07-0330-I	Bribery/Graft/ Gratuity					Unsubstantiated
W-IA-07-0364-I	False Statements	Miscellaneous Employee Misconduct	Misuse of Equipment/Postion and Time	Violations of SBA Regulations	Conflict of Interest	Administrative Actions

CLOSED CASES 5-1-2010 TO 9-30-2010 NOT PUBLICLY REPORTED

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	ALLEGATION 5	DISPOSITION
S-DL-10-0280-I	Theft/Embezzlement/ Conversion of Government Property or Funds	Identity Theft	Fraud in Connection with Major Disaster			Declined by DOJ *
E-BL-06-0127-I	False Statements					Loan cancelled
W-BL-07-0190-I	Antitrust Violations	Conspiracy	False Claims/False Entries/Overvaluation	False Statements	Bank Fraud	Declined by DOJ
C-BL-08-0166-I	False Statements	False Tax Returns				Declined by DOJ
E-OT-08-0282-I	False Statements					Declined by DOJ
W-BL-09-0018-I	Money Laundering	Bank Fraud				Declined by DOJ
C-BL-07-0305-I	Conspiracy	False Statements	Bank Fraud			Loan paid in full. No loss.
S-DL-09-0377-I	False Statements					Did not meet prosecutorial threshold.
E-BL-09-0085-I	False Statements	False Statements to a Bank	Civil False Claims Act			Declined by DOJ
W-IA-09-0458-I	Hatch Act Violations					Oral admonishment
E-BL-06-0190-I	False Statements					Combined with case number E-BL-10-0009-I
C-DL-08-0252-I	False Statements	Mail Fraud/Wire Fraud	Theft/Embezzlement/ Conversion of Government Property or Funds			Declined by DOJ
E-BL-10-0051-I	Bank Fraud					Declined by DOJ
S-DL-09-0430-I	False Statements	Mail Fraud/Wire Fraud	Theft/Embezzlement/ Conversion of Government Property or Funds	Identity Theft		Declined by DOJ
W-CC-10-0197-I	False Statements					Declined by DOJ
C-BL-10-0453-I	Lack of Due Diligence by Lender					Loan cancelled
S-DL-10-0283-I	False Statements					Declined by DOJ
W-BL-10-0317-I	False Statements	Bank Fraud				Declined by DOJ

- * As a result of this investigation, the OIG issued an advisory memorandum concerning an SBA management information system. The investigation revealed that unknown parties had obtained bank account information by accessing the system, thus enabling the suspects to create and cash fictitious checks.

The advisory memorandum recommended that SBA:

1. Issue a software change request that would enable the program office to track the identity of any user who views and/or prints information from certain parts of the system;
2. Inform program employees and contractors—without mentioning specific actions—that SBA is enhancing its tracking of those who use the information system; and
3. Apply operational safeguards to all Personally Identifiable Information (PII) (such as Social Security numbers) contained in the information system. These safeguards will be consistent with National Institute of Standards and Technology (NIS T) guidance and SBA's procedures for handling and reporting data security incidents involving PII.

SBA agreed to all the proposed recommendations.

CLOSED CASES 10-1-2010 TO 3-31-2011 NOT PUBLICLY REPORTED

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	DISPOSITION
W-BL-10-0236-I	False Statements				Unsubstantiated
W-DL-08-0310-I	Theft/Embezzlement/Corruption				Declined by DOJ
W-DL-08-0168-I	False Statements				Declined by DOJ
W-OT-08-0108-I	False Statements	Mail Fraud/Wire Fraud			Declined by DOJ
W-BL-05-0083-I	False Statements				Declined by DOJ
W-BL-07-0339-I	False Statements				Declined by DOJ
W-BL-07-0078-I	False Statements				Declined by DOJ
W-BL-08-0233-I	Conspiracy	False Statements	Bank Fraud		Unsubstantiated
W-BL-07-0359-I	False Claims/False Entries/Overevaluation	False Statements			Declined by DOJ
E-CC-09-0074-I	False Claims/False Entries/Overevaluation				Declined by DOJ (criminal & civil)
S-DL-10-0239-I	False Statements				Unsubstantiated
S-DL-10-0299-I	False Statements				Declined by DOJ
S-DL-09-0493-I	False Claims/False Entries/Overevaluation	Forgery/Passing Bad Checks/Counterfitting	Mail Fraud/Wire Fraud		Declined by DOJ

CASE NUMBER	ALLEGATION 1	ALLEGATION 2	ALLEGATION 3	ALLEGATION 4	DISPOSITION
S-DL-06-0213-I	Theft/Embezzlement/Corruption				Declined by DOJ
C-BL-09-0391-I	False Statements	Bank Fraud			Declined by DOJ
C-BL-09-0021-I	False Statements				Declined by DOJ
C-BL-09-0388-I	Bank Fraud	Theft/Embezzlement/Corruption			Declined by DOJ
C-BL-07-0370-I	Conspiracy	False Statements	Loan Packager Fraud	Bank Fraud	Declined by DOJ
W-BL-10-0241-I	False Statements				Declined by DOJ
W-BL-10-0039-I	False Statements				Unsubstantiated
E-CC-08-0287-I	False Statements				Declined by DOJ

CLOSED CASES 4-1-2011 TO 9-30-2011 NOT PUBLICLY REPORTED

CASE NUMBER	ALLEGATION	DISPOSITION
W-CC-11-0045-I	False Statements	Unsubstantiated
S-DL-08-0203-I	False Claims/False Entries	Unsubstantiated
C-IA-09-0514-I	Misuse of Position	Substantiated Personnel action completed.
S-DL-11-0050-I	False Statements	Unsubstantiated
S-DL-10-0473-I	False Statements	Unsubstantiated
S-DL-11-0186-I	False Statements	Unsubstantiated
S-DL-08-0303-I	False Statements	Unsubstantiated