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Description of document: First page of each National Reconnaissance Office (NRO) Office of Inspector General (OIG) Report of Investigation, Closing Memo or Final Report for closed NRO Investigations, 2012

Requested date: 28-May-2012

Released date: 12-October-2012

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Source of document: National Reconnaissance Office
MS&O/Information Access and Release Team
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Chantilly, VA 20151-1715
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[Online Request Form](#)

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NATIONAL RECONNAISSANCE OFFICE

14675 Lee Road
Chantilly, VA 20151-1715

12 October 2012

This is in response to your email request, dated 28 May 2012, received in the Information Management Services Center of the National Reconnaissance Office (NRO) on 28 May 2012. Pursuant to the Freedom of Information Act (FOIA), you are requesting *"a copy of the first page only of each Report of Investigation, Closing Memo or Final Report for an NRO Office of Inspector General Investigation closed in Calendar Year 2012 to date"*.

Your request was processed in accordance with the Freedom of Information Act, 5 U.S.C. § 552, as amended. A thorough search of our files and databases located 17 pages responsive to your request. These are being released to you in part.

The material being withheld is denied pursuant to the following exemptions:

- (b) (1), as properly classified information under Executive Order 13526, Section 1.4(c), (f), and (g); and (b) (3) which applies to information specifically exempt by statute, specifically 50 U.S.C. § 403-1, which protects intelligence sources and methods from unauthorized disclosure;
- (b) (3) 10 U.S.C. § 424 which states: "Except as required by the President or as provided in subsection (c), no provision of law shall be construed to require the disclosure of (1) The organization or any function... (2)... number of persons employed by or assigned or detailed to any such organization or the name, official title, occupational series, grade, or salary of any such person... (b) Covered Organizations... the National Reconnaissance Office"; and

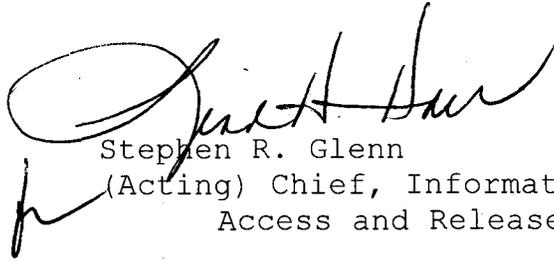
- (b)(6) which applies to records which, if released, would constitute a clearly unwarranted invasion of the personal privacy of individuals.

The FOIA authorizes federal agencies to assess fees for record services. Based upon the information provided, you have been placed in the "other" category of requesters, which means you are responsible for the cost of search time exceeding two hours (\$44.00/hour) and reproduction fees (.15 per page) exceeding 100 pages. In this case, no assessable fees were incurred. Additional information about fees can be found on our website at www.nro.gov.

You have the right to appeal this determination by addressing your appeal to the NRO Appeal Authority, 14675 Lee Road, Chantilly, VA 20151-1715 within 60 days of the date of this letter. Should you decide to do so, please explain the basis of your appeal.

If you have any questions, please call the Requester Service Center at (703) 227-9326 and reference case number **F12-0098**.

Sincerely,



Stephen R. Glenn
(Acting) Chief, Information
Access and Release Team

Enclosure: 1st Page of each CY 2012 Closed IG Investigation
(17 pgs)

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~~(U//FOUO)~~ REPORT OF INVESTIGATION
FALSE CLAIMS - TIME AND ATTENDANCE
(CASE NUMBER 2011-068 I)

~~(U)~~ EXECUTIVE SUMMARY

~~(U//FOUO)~~ On 27 December 2010, the National Reconnaissance Office (NRO) Office of Inspector General (OIG) received a complaint alleging that [REDACTED] an employee of [REDACTED]

[REDACTED] at the Aerospace Data Facility – East (ADF-E), was fraudulently recording the hours she claimed to have worked. The OIG initiated an investigation as [REDACTED] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent.

~~(U//FOUO)~~ The OIG investigation found that [REDACTED] recorded 954.5 hours from September 2008 through February 2011, which she did not work, and for which she received compensation in the amount of \$44,094.50. ADF-E badge records prior to September 2008 were not available for OIG review. However, during the OIG interview with [REDACTED] on 18 May 2011, she admitted to intentionally submitting hours that she did not work over the last five years. [REDACTED] explained her actions in a written statement (See Appendix 1).

~~(U//FOUO)~~ [REDACTED] admissions and the investigative findings are sufficient to support a conclusion that her actions violated 18 U.S.C. § 287, as well as [REDACTED] *Hours of Work and Premium Pay*. Accordingly, the OIG presented this matter to the United States Attorney's Office (USAO) for the Eastern District of Virginia, which declined prosecution in favor of administrative action.

~~(U//FOUO)~~ RECOMMENDATIONS

~~(U//FOUO)~~ The OIG recommends that the Director [REDACTED] determine what disciplinary action is warranted and provide a written response to the OIG indicating the action taken, or planned to be taken, on this matter within 45 days.

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(U//~~FOUO~~) REPORT OF INVESTIGATION
FALSE CLAIMS - TIME AND ATTENDANCE
(CASE NUMBER 2011-069 I)

(U) EXECUTIVE SUMMARY

(U//~~FOUO~~) On 27 December 2010, the National Reconnaissance Office (NRO) Office of Inspector General (OIG) received a complaint alleging that [REDACTED]

[REDACTED] at the Aerospace Data Facility – East (ADF-E), was fraudulently recording the hours she claimed to have worked. The OIG initiated an investigation as [REDACTED] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent.

(U//~~FOUO~~) The OIG investigation found that [REDACTED] recorded 803.75 hours from September 2008 through February 2011, which she did not work, and for which she received compensation in the amount of \$32,770.03. ADF-E badge records prior to September 2008 were not available for OIG review. However, during an interview with the OIG on 23 May 2011, [REDACTED] admitted to intentionally submitting hours that she did not work over the last five years. [REDACTED] explained her actions in a written statement (See Appendix 1).

(U//~~FOUO~~) [REDACTED] admissions and the investigative findings are sufficient to support a conclusion that her actions violated 18 U.S.C. § 287, as well as [REDACTED] *Hours of Work and Premium Pay*. Accordingly, the OIG presented this matter to the United States Attorney's Office (USAO) for the Eastern District of Virginia, which declined prosecution in favor of administrative action.

(U//~~FOUO~~) RECOMMENDATIONS

(U//~~FOUO~~) The OIG recommends that the Director [REDACTED] determine what disciplinary action is warranted and provide a written response to the OIG indicating the action taken, or planned to be taken, on this matter within 45 days.

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~~(U//FOUO)~~ REPORT OF INVESTIGATION
FALSE CLAIMS - TIME AND ATTENDANCE
(CASE NUMBER 2011-099 I)

~~(U)~~ EXECUTIVE SUMMARY

~~(U//FOUO)~~ On 27 December 2010, the National Reconnaissance Office (NRO) Office of Inspector General (OIG) received a complaint alleging that [REDACTED]

[REDACTED] at the Aerospace Data Facility – East (ADF-E), was fraudulently recording the hours he claimed to have worked. The OIG initiated an investigation as [REDACTED] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent.

~~(U//FOUO)~~ The OIG investigation found that [REDACTED] recorded 508.5 hours from September 2008 through April 2011, which he did not work, and for which he received compensation in the amount of \$21,179.80. ADF-E badge records prior to September 2008 were not available for OIG review. However, during an interview with the OIG on 8 July 2011, [REDACTED] admitted to intentionally submitting hours that he did not work since 1996. [REDACTED] explained his actions in a written statement (See Appendix 1).

~~(U//FOUO)~~ [REDACTED] admissions and the investigative findings are sufficient to support a conclusion that his actions violated 18 U.S.C. § 287, as well as [REDACTED] *Hours of Work and Premium Pay*. Accordingly, the OIG presented this matter to the United States Attorney's Office (USAO) for the Eastern District of Virginia, which declined prosecution in favor of administrative action.

~~(U//FOUO)~~ RECOMMENDATIONS

~~(U//FOUO)~~ The OIG recommends that the Director [REDACTED] determine what disciplinary action is warranted and provide a written response to the OIG indicating the action taken, or planned to be taken, on this matter within 45 days.

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(U//~~FOUO~~) REPORT OF INVESTIGATION
FALSE CLAIMS - TIME AND ATTENDANCE
(CASE NUMBER 2011-103 1)

(U) EXECUTIVE SUMMARY

(U//~~FOUO~~) On 18 May 2011, the National Reconnaissance Office (NRO) Office of Inspector General (OIG) developed information alleging that [REDACTED]

[REDACTED] at the Aerospace Data Facility – East (ADF-E), was fraudulently recording the hours he claimed to have worked. The allegation developed during the investigation of a coworker involved in similar behavior. The OIG initiated an investigation as [REDACTED] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent.

(U//~~FOUO~~) The OIG investigation found that [REDACTED] recorded 326 hours from September 2008 through April 2011, which he did not work, and for which he received compensation in the amount of \$21,681.76. ADF-E badge records prior to September 2008 were not available for OIG review. However, during an interview with the OIG on 7 July 2011, [REDACTED] admitted to intentionally submitting hours that he did not work since 2005. [REDACTED] explained his actions in a written statement (See Appendix 1).

(U//~~FOUO~~) [REDACTED] admissions and the investigative findings are sufficient to support a conclusion that his actions violated 18 U.S.C. § 287, as well as [REDACTED] *Hours of Work and Premium Pay*. Accordingly, the OIG presented this matter to the United States Attorney's Office (USAO) for the Eastern District of Virginia, which declined prosecution in favor of administrative action.

(U//~~FOUO~~) RECOMMENDATIONS

(U//~~FOUO~~) The OIG recommends that the Director [REDACTED] determine what disciplinary action is warranted and provide a written response to the OIG indicating the action taken, or planned to be taken, on this matter within 45 days.

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~~(U//FOUO)~~ REPORT OF INVESTIGATION
FALSE CLAIMS - TIME AND ATTENDANCE
(CASE NUMBER 2011-116 I)

~~(U)~~ EXECUTIVE SUMMARY

~~(U//FOUO)~~ On 18 May 2011, the National Reconnaissance Office (NRO) Office of Inspector General (OIG) developed information alleging that [REDACTED]

[REDACTED] at the Aerospace Data Facility – East (ADF-E), was fraudulently recording the hours she claimed to have worked. The allegation developed during the investigation of a coworker involved in similar behavior. The OIG initiated an investigation as [REDACTED] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent.

~~(U//FOUO)~~ The OIG investigation found that [REDACTED] recorded 167.5 hours from May 2010 through April 2011, which she did not work, and for which she received compensation in the amount of \$5,937.06. [REDACTED] arrived at ADF-E in May 2010 after completing various tours elsewhere. No badge records prior to May 2010 were examined. However, during an interview with the OIG on 9 August 2011, [REDACTED] admitted to intentionally submitting hours that she did not work since 1995. [REDACTED] explained her actions in a written statement (See Appendix I).

~~(U//FOUO)~~ [REDACTED] admissions and the investigative findings are sufficient to support a conclusion that her actions violated 18 U.S.C. § 287, as well as [REDACTED] *Hours of Work and Premium Pay*. Accordingly, the OIG presented this matter to the United States Attorney's Office (USAO) for the Eastern District of Virginia, which declined prosecution in favor of administrative action.

~~(U//FOUO)~~ RECOMMENDATIONS

~~(U//FOUO)~~ The OIG recommends that the Director [REDACTED] determine what disciplinary action is warranted and provide a written response to the OIG indicating the action taken, or planned to be taken, on this matter within 45 days.

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(U//~~FOUO~~) REPORT OF INVESTIGATION
FALSE CLAIMS - TIME AND ATTENDANCE
(CASE NUMBER 2012-029 I)

(U) EXECUTIVE SUMMARY

(U//~~FOUO~~) On 8 December 2011, the National Reconnaissance Office (NRO) Office of Inspector General (OIG) received a complaint alleging that [REDACTED] was fraudulently recording the hours she claimed to have worked. [REDACTED]

[REDACTED] NRO, Advanced Systems and Technology Directorate, [REDACTED]

[REDACTED] The OIG initiated an investigation as [REDACTED] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent.

(U//~~FOUO~~) The OIG investigation found that [REDACTED] recorded 244.25 hours from January 2010 through December 2011, which she did not work, and for which she received compensation in the amount of \$6,341.41. During an interview with the OIG on 6 March 2012, [REDACTED] admitted to knowingly recording hours that she did not work and explained her actions in a written statement (See Appendix A).

(U//~~FOUO~~) [REDACTED] admissions and the investigative findings are sufficient to support a conclusion that her actions violated 18 U.S.C. § 287, as well as [REDACTED] *Hours of Work and Premium Pay*. Accordingly, the OIG presented this matter to the United States Attorney's Office for the Eastern District of Virginia, which declined prosecution in favor of administrative action.

(U//~~FOUO~~) RECOMMENDATIONS

(U//~~FOUO~~) The OIG recommends that the Director, [REDACTED] determine what, if any, disciplinary action is warranted and provide a written response to the OIG within 45 days indicating that determination and the action taken, or planned to be taken, on this matter.

INVESTIGATIVE SUMMARY

Mail Fraud [REDACTED]
(Case Number 2006-089 I)

(U) EXECUTIVE SUMMARY

(U//~~FOUO~~) The National Reconnaissance Office (NRO) Office of Inspector General (OIG), in partnership with the Defense Criminal Investigative Service (DCIS) and the United States Attorney's Office (USAO), Central District of California, completed a five-year investigation into allegations that [REDACTED] employee of Raytheon Space and Airborne Systems (Raytheon), engaged in fraudulent financial activity. [REDACTED] was solely responsible for a financial scheme perpetrated via the US Postal Service between 1989 and 2006, in which he billed Raytheon on multiple occasions for the same cellular telephone (cell phone) invoices related to an NRO program. As a consequence, [REDACTED] illegally obtained payments indirectly from the Government by submitting fraudulent invoices to Raytheon.

(U//~~FOUO~~) [REDACTED] was indicted for violating 18 U.S.C. § 1341, which makes it illegal to engage in fraud via the U.S. Postal Service or a private or commercial interstate carrier. He pled guilty on 30 November 2010 and was subsequently sentenced to nine months imprisonment followed by six months home confinement. [REDACTED] was also ordered to pay \$264,825 in restitution to Raytheon. These funds were ultimately credited back to NRO.

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(U//~~FOUO~~) Investigative Summary:
Cost Mischarging
 (Case Number 2011-121 I)

(U) BACKGROUND

(U//~~FOUO~~) On 19 April 2011, the Compliance Manager for the International Telephone and Telegraph (ITT) Space Systems Limited Liability Company informed the National Reconnaissance Office (NRO) Office of Inspector General (OIG) that [REDACTED] a software engineer employed by ITT in Rochester, New York, inappropriately charged hours that he had not worked to an NRO contract. The OIG subsequently determined [REDACTED] alleged mischarged hours would have been billed to NRO contract 000-08-C-0459 within the Advanced Science and Technology Directorate (AS&T). [REDACTED] alleged actions potentially violated 18 U.S.C. § 287, *False, Fictitious, and Fraudulent Claims*, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent. The OIG initiated an investigation to examine the evidence and conclusions reported by ITT and to validate credits or reimbursements to the NRO contract for the mischarged hours.

(U) INVESTIGATIVE FINDINGS

(U//~~FOUO~~) In April 2011, ITT initiated an internal review of [REDACTED] time and attendance because of suspicions reported by [REDACTED] supervisor. Specifically, the supervisor was concerned with [REDACTED] continued lack of productivity at ITT. The supervisor attempted to address the issue with [REDACTED] however, she was unable to locate or contact him on several occasions when he was expected to be present in the office. In addition to this recent lack of accountability, the supervisor was aware that [REDACTED] had a history of attendance issues in the past year caused in part by a depletion of leave due to documented health problems. As a result of this history and the most recent development, the supervisor became increasingly suspicious that [REDACTED] was mischarging hours. Based on the supervisor's observations and suspicions, ITT initiated a review of [REDACTED] time card submissions as compared to badge access records at his assigned work location.

(U//~~FOUO~~) The ITT review disclosed discrepancies between January 2010 and April 2011 from the hours [REDACTED] charged to the NRO contract and the hours that could be verified through badge records at his assigned place of work. Specifically, ITT determined that [REDACTED] mischarged 608 hours to NRO contract 08-C-0459. After reviewing [REDACTED] time and attendance worksheets and other appropriate internal employment records, ITT ethics officers determined that in 2010, [REDACTED] had been absent with approval for various extended periods to address some medical issues. During that period, ITT permitted [REDACTED] to work from home for approximately five weeks between April and May 2010. This period was not charged to a contract. Despite accounting for this and several other approved absences, there remained a pattern of discrepant time between January 2010 and April 2011 that was not supported by documentation or corroborated by his supervisor. Further, ITT records illustrated that [REDACTED] shortage of hours occurred on almost a weekly basis. A typical week consisted of shortages of a few hours caused by either arriving to work late and/or leaving early. In some instances, [REDACTED] was not present for the entire day, but claimed a full day of work. In

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~~SECRET//TK~~



NATIONAL RECONNAISSANCE OFFICE

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



20 January 2012

MEMORANDUM FOR CHIEF, PERSONNEL SECURITY DIVISION, OFFICE OF
SECURITY AND COUNTERINTELLIGENCE

SUBJECT: (~~U//FOUO~~) Investigative Security Closure Memo
[REDACTED] (Case Number 2011-043 I)

(~~S//TK~~) The National Reconnaissance Office (NRO) Office of Inspector General (OIG) completed an investigation involving a Lockheed Martin (LM) employee, [REDACTED] for violation of 18 USC § 287 False, Fictitious, and Fraudulent Claims, which makes it unlawful for anyone to make a claim that is knowingly false to a department of the United States Government. The OIG received information alleging [REDACTED] claimed more labor hours than he worked. [REDACTED] was assigned to NRO Contract 08-C-0006 working at the Aerospace Data Facility-Southwest as a computer systems engineer.

(~~U//FOUO~~) The investigation revealed that from 1 October 2009 through 30 September 2010, [REDACTED] charged eight hours to an NRO contract that he did not work. This determination was based on information reported to the LM Ethics and Business Conduct Office on 7 January 2011 and subsequently corroborated by the OIG.

(~~U//FOUO~~) Total monetary damage to the NRO was \$488 (fully burdened rate) of which [REDACTED] received \$267 as salary. Upon concluding its review, LM gave [REDACTED] a written reprimand and credited the affected contract for the fully burdened value of the eight hours that [REDACTED] falsely charged.

(~~U//FOUO~~) The OIG briefed this matter to the United States Attorney's Office (USAO), District of Colorado, for prosecution consideration. The USAO declined prosecution due to the *de minimis* loss and the contractor's full reimbursement to the government. The OIG considered the contractor's effort sufficient and the case was settled administratively.

~~SECRET//TK~~

~~SECRET//TALENT KEYHOLE//NOFORN~~



NATIONAL RECONNAISSANCE OFFICE

*Office of Inspector General
14675 Lee Road
Chantilly, VA 20151-1715*



21 February 2012

MEMORANDUM FOR CHIEF, PERSONNEL SECURITY DIVISION, OFFICE OF
SECURITY AND COUNTERINTELLIGENCE

SUBJECT: (U//FOUO) Investigative Security Closure Memorandum
[REDACTED] (Case Number 2011-057 I)

(U//FOUO) The National Reconnaissance Office (NRO) Office of Inspector General (OIG) completed an investigation of [REDACTED] an employee of BIT Systems, for violation of 18 U.S.C. § 287, which makes it unlawful for anyone to make a claim upon or to the United States knowing the claim to be false, fictitious, or fraudulent.

(S//TK//NF) The OIG developed information indicating [REDACTED] was not working his full eight hours per day as required under contract. [REDACTED] was assigned to NRO contracts 03-C-4064 and 10-C-4124, at the Aerospace Data Facility-Colorado (ADF-C).

(U//FOUO) The OIG investigation revealed that, from 4 January through 31 December 2010, [REDACTED] charged to his assigned contracts 280 hours he did not work. This was discovered through an analysis of the hours claimed by [REDACTED] on his timecards compared to badge records showing when he was in the ADF-C facility. The nature of [REDACTED] job was such that he was required to conduct the majority of his work inside this facility.

(U//FOUO) When interviewed, [REDACTED] admitted to OIG investigators that he took extended lunches and several extended smoke breaks throughout the day without making up the lost time. Total monetary damage to the government from both contracts based on a fully burdened rate was \$24,662.58. BIT Systems terminated [REDACTED] employment and credited the affected contracts for \$24,662.58, the amount equal to 280 hours of direct time charged by [REDACTED]

CL BY: [REDACTED]
DECL ON: 20370221
DRV FROM: NRO CG 6.0
21 May 2006

~~SECRET//TALENT KEYHOLE//NOFORN~~

~~SECRET//TALENT KEYHOLE~~



NATIONAL RECONNAISSANCE OFFICE

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



2 February 2012

MEMORANDUM FOR CHIEF, PERSONNEL SECURITY DIVISION, OFFICE OF
SECURITY AND COUNTERINTELLIGENCE

SUBJECT: (U//FOUO) Investigative Security Closure Memo
[REDACTED] (Case Number 2010-142 I)

(U//FOUO) The National Reconnaissance Office (NRO) Office of Inspector General (OIG) completed an investigation of [REDACTED] for violation of 18 U.S.C. § 287, False, Fictitious, and Fraudulent Claims, which makes it unlawful for anyone to make a claim upon or to the United States, knowing the claim to be false, fictitious or fraudulent.

(S//TK) [REDACTED] was a Northrop Grumman (NG) employee working under [REDACTED] supporting operations at [REDACTED]. A review of badge ingress and egress data at [REDACTED] and subsequent interviews showed that [REDACTED] mischarged approximately 250 hours over the period of 2 September 2008 through 29 January 2009 causing a loss to the government in the amount of \$22,224. During OIG interviews, [REDACTED] acknowledged that the shortages in his time were due to his departures during the middle of the workday for exercising, eating lunch, or addressing childcare issues.

(U//FOUO) The OIG notified NG ethics officials of [REDACTED] labor mischarging. NG ethics officials reported [REDACTED] received a two-week unpaid suspension and a final written warning as a result of the mischarging. On 10 November 2011, NG provided the NRO with a check in the amount of \$22,224.¹

(U//FOUO) Prior to interviewing [REDACTED] the OIG presented the facts of this case to the United States Attorney's Office (USAO), Eastern District of Virginia.

(S//TK) [REDACTED] was being closed and in the process of settlement at the time this case was completed. NG and the NRO contracting officer mutually agreed that a check was the best way to expedite the return of funds to the NRO.

CL BY: [REDACTED]

DECL ON: [REDACTED]

DEV FROM: NRO [REDACTED]

21 May 2006

~~SECRET//TALENT KEYHOLE~~

UNCLASSIFIED//FOR OFFICIAL USE ONLY - Closure Memorandum

<i>Closure Memorandum</i>	
Case Number: 2012-001	Case Title: Cost Mischarging
Lead Agency: NRO IG	Case Category: False Claims - T&A
Investigator: [REDACTED] NMIS	Other OIG Personnel Assigned: [REDACTED]
Entered By: [REDACTED]	Date of Entry: 02/01/2012

Allegation Information

Individual/Entity Name:
[REDACTED] Lockheed Martin Space Systems Company (LMSSC)

Component/Employer:
[REDACTED] LMSSC General Counsel

Narrative:
This issue started at LMSSC as a hostile worker investigation. During the course of that investigation, LMSSC learned that [REDACTED] spent excessive time on the internet checking personal emails and viewing web sites. [REDACTED] charged time on two Government contracts, #3009 in Sunnyvale, CA and #4160 in Denver, CO.

Intake Database # 411

Investigator Recommendation: Close <input checked="" type="radio"/> Open
Reason for recommendation: To review Lockheed Martin's investigation and findings and determine if [REDACTED] mischarged an NRO contract for hours he did not actually work. This would be a false claims violation of 18 USC Section 287.
Resolution Deadline: 01/04/2012

Last Investigative Step:
Resolution: Substantiated Unresolved
 Unsubstantiated

Case Closure Justification

(U//FOUO) On 27 September 2011, pursuant to NRO NAM clause N52.203-001, [REDACTED] General Counsel for Lockheed Martin Space Systems Company (LMSSC), notified the National Reconnaissance Office (NRO) of a confirmed labor mischarging. [REDACTED] indicated that between 5 January 2010 and 6 May 2010, LMSSC [REDACTED] charged time to NRO contracts that he did not actually work. [REDACTED] also indicated that this information had been mistakenly overlooked and as a result, this notification to the NRO did not occur in a timely manner as required by the NAM and the FAR. Based on the notification, the OIG opened this case on 5 October 2011 to document the investigative findings. [REDACTED] misrepresentation of his hours represents a false claim under USC Title 18, Section 287, False Claims.

(U//FOUO) LMSSC provided the OIG with a copy of its Report of Investigation

~~TOP SECRET//SI//TK//25X1~~ - Closure Memorandum

Closure Memorandum	
Case Number: 2012-010	Case Title: Cost Mischarging
Lead Agency: NRO IG	Case Category: False Claims - T&A
Investigator: (b) (3) (U), (b) (6) /NMIS	Other OIG Personnel Assigned: (b) (3) (U), (b) (6)
Entered By: (b) (3) (U), (b) (6)	Date of Entry: 01/25/2012

Allegation Information

Individual/Entity Name:
 (U//FOUO) (b) (3) (U), (b) (6) Lockheed Martin Space Systems Company (LMSSC)

Component/Employer:
 (U//FOUO) (b) (3) (U), (b) (6), LMSSC General Counsel

Narrative:
 (U//FOUO) On 1 Nov 2011, the National Reconnaissance Office (NRO), Office of Inspector General (OIG), LA Office, received notification from LMSSC General Counsel of labor mischarging by (b) (3) (U), (b) (6) a LMSSC employee. LMSSC completed an investigation into (b) (3) (U), (b) (6) expense reports which revealed that (b) (3) (U), (b) (6) charged approximately 107 hours of time not worked on various contracts. The majority of this time, 45.5 hours, was charged to an NRO contract.

Intake Database # 428

Investigator Recommendation: Close <input type="radio"/> Open <input checked="" type="radio"/>
Reason for recommendation: To review Lockheed Martin's investigation and findings and determine if (b) (3) (U), (b) (6) mischarged an NRO contract for hours he did not actually work. This would be a false claims violation of 18 U.S.C. § 287, <i>False Fictitious and Fraudulent Claims</i> .
Resolution Deadline: 02/15/2012

Last Investigative Step:
 Resolution: Substantiated Unresolved
 Unsubstantiated

Case Closure Justification

(U//FOUO) On 1 November 2011, pursuant to NRO NAM clause N52.203-001, (b) (3) (U), (b) (6) General Counsel for Lockheed Martin Space Systems Company (LMSSC), notified the National Reconnaissance Office (NRO) of confirmed labor mischarging. (b) (3) (U), (b) (6) indicated that between February 2009 and July 2010 LMSSC (b) (3) (U), (b) (6) charged time to an NRO contract that he did not actually work. (b) (3) (U), (b) (6) also indicated that this information had been mistakenly overlooked and as a result, this notification to the NRO did not occur in a timely manner as required by the NAM and the FAR. Based on the notification, the OIG opened this case on 8 November 2011 to document (after the fact) the investigative findings. (b) (3) (U), (b) (6) misrepresentation of his hours represents a false claim under USC Title 18,

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Closure Memorandum	
Case Number: 2012-022	Case Title: Misuse of Government Equipment
Lead Agency: NRO IG	Case Category: Other Administrative
Investigator: [REDACTED] NMIS	Other OIG Personnel Assigned: [REDACTED]
Entered By: [REDACTED]	Date of Entry: 01/09/2012

Allegation Information

Individual/Entity Name:

Northrop Grumman Corp., [REDACTED]

Component/Employer:
NRO/PSD/SAS

Narrative:

On 2 December 2011, the National Reconnaissance Office (NRO), Office of Inspector General (OIG), Westfields, received an e-mail from the Office of Security and Counterintelligence (OS&CI), Personnel Security Division (PSD), [REDACTED] regarding a potential misuse of government equipment. According to the [REDACTED] referral, [REDACTED], an employee of Northrop Grumman, has independently run an inner office lottery poll for the local [REDACTED] lottery on his NMIS email account. [REDACTED] utilizes an Excel spreadsheet to track the members of the poll and the numbers played. [REDACTED] stated he spent about an hour a week using the NMIS station to run the poll and denied any other misuse of government systems.

REF ID#: 434

Investigator Recommendation: Close <input type="radio"/> Open <input checked="" type="radio"/>
Reason for recommendation: Recommend initiation of case to facilitate management referral of issue.
Resolution Deadline: 03/04/2012

Last Investigative Step:
Resolution: Substantiated Unresolved
 Unsubstantiated

Case Closure Justification

[REDACTED] leadership was contacted and informed of the potential misuse. An internal review by the responsive government management determined, since about 2008, the employee supported a lottery pool with other employees at site. That support consisted of collecting money from fellow employees, purchasing lottery tickets outside work and maintaining an Excel spreadsheet on government computers tracking the purchases and participation. The employee also would email the spreadsheet to fellow employees. The employee estimated he spent no more than 5 - 10 minutes per week of his personal time on this activity. The employee ceased use

~~SECRET//25X1~~ - Closure Memorandum

Closure Memorandum			
Case Number:	2012-039	Case Title:	False Degree
Lead Agency:	NRO IG	Case Category:	False Statements
Investigator:	(b)(6) (b)(7)(C) USC 424 NMIS	Other OIG Personnel Assigned:	(b)(6) (b)(7)(C) USC 424
Entered By:	(b)(6) (b)(7)(C) USC 424	Date of Entry:	01/11/2012

Allegation Information

Individual/Entity Name:
 ██████████
 Lockheed Martin

Component/Employer:
 NRO/PSD ██████████

Narrative:
 On 9 Jan 12, National Reconnaissance Office (NRO), Office of Security and Counterintelligence (OS&CI), Personnel Security Division (PSD), ██████████ referred a potential false degree case to the NRO Office of Inspector General (OIG). According to the ██████████ referral, ██████████ Lockheed Martin, claimed to possess a Bachelor's Degree from North Carolina Agricultural & Technical State University, May 2011. Information gathered from ██████████ Background Investigation (BI) contradicts this claim.

Further interviews with ██████████ determined she submitted false information on her Standard Form (SF) 86, Personnel History Statement, when she claimed to possess an Engineering degree. ██████████ also provided a fraudulent diploma to the background investigator, which she admitted she created from the internet. ██████████ added her current employer, Lockheed Martin, was unaware of her lack of a degree.

Intake Database #: 487

Investigator Recommendation: Close <input type="radio"/> Open <input checked="" type="radio"/>
Reason for recommendation: Recommend opening this case to determine if Subject's actions violated Title 18 section 1001, False Statements.
Resolution Deadline: 04/09/2012

Last Investigative Step:
 Resolution: Substantiated Unresolved
 Unsubstantiated

Case Closure Justification

Investigation determined ██████████ was never briefed onto any NRO contract. On 11 Jan 12, the United States Attorney's Office (USAO) for the Eastern District of Virginia, declined acceptance of the investigation for prosecution.

~~SECRET//25X1~~ - Closure Memorandum

<i>Closure Memorandum</i>			
Case Number:	2012-046	Case Title:	Cost Mischarging
Lead Agency:	NRO IG	Case Category:	Procurement Fraud - Cost Mischarging
Investigator:	(b)(3) (U//FOUO) NMIS	Other OIG Personnel Assigned:	(b)(3) (U//FOUO)
Entered By:	(b)(3) (U//FOUO)	Date of Entry:	05/18/2012

Allegation Information

Individual/Entity Name:
(U//FOUO) [redacted] United Launch Alliance (ULA)

Component/Employer:
(U//FOUO) [redacted] United States Attorney's Office for the District of Colorado, [redacted]

Narrative:
(S//TK) On 9 January 2012, the National Reconnaissance Office (NRO), Office of Inspector General (OIG), Denver Office, received information from [redacted] that [redacted] for United Launch Alliance (ULA), charged time between 2007 and 2011 to government contracts that he did not work. ULA, via contractor disclosure to DOD IG, reported [redacted] may have mischarged the Atlas [redacted]. It is believed that 3,425 hours were unaccounted for, amounting to \$195,041.03.



 Contractor Disclosure_28 Dec 11.PDF Final Inv Report PDF

REF Intake #495

Investigator Recommendation:	Close <input type="radio"/> Open <input checked="" type="radio"/>
Reason for recommendation: Recommend opening the case to determine if [redacted] mischarged an NRO contract for time not worked which constitutes a violation of <i>18 U.S.C. § 287, False, Fictitious, and Fraudulent Claims.</i>	
Resolution Deadline: 04/29/2012	

Last Investigative Step:
Resolution: Substantiated Unresolved
 Unsubstantiated

Case Closure Justification

CLOSURE MEMO

(U//FOUO) On 9 January 2012, the OIG received a copy of the ULA Final Investigation Report, dated 3 September 2011. [redacted] ULA Ethics Officer, conducted the investigation from June through August 2011, which was predicated on a concern

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Closure Memorandum			
Case Number:	2012-047	Case Title:	Govt Purchase Card Fraud
Lead Agency:	NRO IG	Case Category:	Theft/Misuse of Govt Property
Investigator:	(U//FOUO) NMIS	Other OIG Personnel Assigned:	(U//FOUO)
Entered By:	(U//FOUO)	Date of Entry:	03/06/2012

Allegation Information

Individual/Entity Name:
UNKNOWN

Component/Employee:
(U//FOUO)
ODIR

Narrative:
(U//FOUO) On 23 January 2012, the Office of Inspector General (OIG), National Reconnaissance Office (NRO), received a complaint from source alleging fraudulent charges were made on two Government Purchase Cards (GPC) used by the front office. Both cardholders have contacted US Bank (USB) to report the fraudulent charges. One card had \$981.01 in fraudulent charges; the other had over \$8,000. All of the charges were made at various establishments in Texas. USB opened a fraud investigation on both cards.

(Ref Intake ID #498)

Investigator Recommendation:	Close <input type="radio"/> Open <input checked="" type="radio"/>
Reason for recommendation:	Determine if there was a violation of <i>18 U.S.C. § 287, False, Fictitious, and Fraudulent Claims</i> , and whether the culprit is an NRO employee.
Resolution Deadline:	04/23/2012

Last Investigative Step:
Resolution: Substantiated Unresolved
 Unsubstantiated

Case Closure Justification

(U//FOUO) OIG contacted both GPC cardholders and determined that one was used by Director's (U//FOUO) for training only and was kept in a cypher-locked office on the 4th Floor; the other, was used by ODIR for non-monetary awards, office supplies and for the Honor Guard and was locked up in an office on the 5th floor. Neither of the GPC cardholders suspected their office mates or any other NRO employees of misusing the cards. All of the charges were made in various establishments in Texas. Both cardholders have filed affidavits with USB which has credited the charges to the GPC and has the lead in investigating this matter. No further OIG action is warranted.

Additional Information: