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United States Senate

COMMITTEE ON
HOMELAND SECURITY AND GOVERNMENTAL AFFAIRS

WASHINGTON, DC 20510-6250

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March 27, 2012

Michael G. Carroll
Acting Inspector General
Office of Inspector General
U.S. Agency for International Development
Ronald Reagan Building
Washington, DC 20523

Dear Mr. Carroll:

We are writing to request that you testify before the Subcommittee on Contracting Oversight at a hearing entitled, "The Comprehensive Contingency Contracting Reform Act of 2012." The hearing will be held on Tuesday, April 17, 2012 at 10:30 A.M. in Room SD-342 of the Dirksen Senate Office Building.

In its final report to Congress, the Commission on Wartime Contracting in Iraq and Afghanistan (the Commission) found that "[a]t least \$31 billion, and possibly as much as \$60 billion, has been lost to contract waste and fraud in America's contingency operations in Iraq and Afghanistan." This assessment did not include the costs of projects that cannot be sustained, which will increase the estimate by billions. In addition to the financial costs, the Commission found that "poor planning, management, and oversight of contracts ... damaged [U.S. defense, diplomatic, and development] objectives." The Commission concluded that "[t]he nation's security demands nothing less than sweeping reform."¹

On February 29, 2012, Senator Claire McCaskill and Senator Jim Webb introduced S.2139, "The Comprehensive Contingency Contracting Reform Act of 2012." The legislation builds upon the Commission's recommendations in its final report to Congress. The purpose of this hearing is to review S.2139. The hearing will examine the need for the legislation and assess the steps taken by departments and agencies to date to implement the Commission's recommendations. The hearing will also provide an opportunity to discuss what additional measures, if any, would be required to fully address the Commission's findings.

Your testimony should address the impact this legislation would have on the U.S. Agency for International Development Office of Inspector General. Specifically, you should address the provisions in this legislation that require additional responsibilities for the Inspector General in overseas contingency operations, including the legislation's requirements for a Lead Inspector General for Overseas Contingency Operations to provide effective, independent, and comprehensive oversight in overseas contingency operations in coordination with other agency inspectors general, to report to Congress on

¹ Commission on Wartime Contracting in Iraq and Afghanistan, *Transforming Wartime Contracting: Controlling Costs, Reducing Risks* (Aug. 31, 2011).

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such efforts, and to employ annuitants and other personnel on a temporary basis where necessary. You should also be prepared to discuss the legislation's requirements for management of service contracts, strengthened suspension and debarment provisions, clear lines of authority for contingency contracting support, inclusion of contract support in planning documents and professional training, and strengthened provisions to combat trafficking in persons and how these provisions address relevant findings in audits and investigations by the U.S. Agency for International Development Office of Inspector General.

The Subcommittee requests that you summarize your testimony in 5 minutes, although a longer written statement may be submitted for the official record. This will allow adequate time for you to engage in questions and answers with members of the Subcommittee. **Subcommittee rules require that your testimony be submitted by no later than 10:30 A.M. on Friday, April 13, 2012.** Please send an electronic copy of your written statement and a brief one page biography to Subcommittee Clerk, Kelsey Stroud, at Kelsey_Stroud@hsgac.senate.gov.

The Subcommittee also requests that you provide a briefing for Subcommittee staff on these issues and any proposed technical changes to the legislation on or before **Monday, April 9, 2012**. The jurisdiction of the Subcommittee on Contracting Oversight is set forth in Senate Rule XXV clause 1(k); Senate Resolution 445 section 101 (108th Congress); and Senate Resolution 73 (111th Congress).

We look forward to your participation. Please contact Alan Kahn with Senator McCaskill's Subcommittee staff at (202) 224-3230 or Senator Portman's Subcommittee staff at (202) 224-3353 with any questions.

Sincerely,



Claire McCaskill
Chairman
Subcommittee on Contracting Oversight



Rob Portman
Ranking Member
Subcommittee on Contracting Oversight