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## United States Senate

COMMITTEE ON HOMELAND SECURITY AND GOVERNMENTAL AFFAIRS WASHINGTON, DC 20510-6250

January 22, 2015

The Honorable John McHugh Secretary of the Army 1400 Defense Pentagon Washington, DC 20301

Dear Mr. Secretary:

In March 2014, I received information raising concerns about the renovation of Building 660 at Fort Greely by the U.S. Army Corps of Engineers (USACE). This information indicated that, in 2012 and 2013, contracting regulations may not have been followed during the procurement process for contracts to renovate Building 660. Allegations were also made regarding misuse of the Small Business Association's 8(a) program, and USACE's failure to adequately solicit competition for the project.<sup>1</sup>

In response to my inquiry into the contracting process at Fort Greely, the Small Business Administration Office of Inspector General (SBA IG) conducted a review of the Small Business Administration's (SBA) role in the procurement process at Ft. Greely and found that SBA officials had acted appropriately throughout the contract procurement and negotiation.<sup>2</sup> After receipt of SBA IG's findings, I sent a letter to USACE asking for information regarding their role in the Fort Greely procurement.<sup>3</sup> USACE's response provided a log of correspondence between SBA and USACE regarding the Fort Greely contracts and contended that USACE contracting officers acted in good faith and in compliance with regulations.<sup>4</sup>

I continue to question whether best practices where adhered to during the procurement process. Because the integrity of the contracting process is imperative to ensuring that government funds are judiciously spent, I request that you commission a comprehensive review

<sup>&</sup>lt;sup>1</sup> Letter from Chairman to Inspector General, Small Business Administration Office of Inspector General (March 28, 2014); Letter from Chairman to Commanding General, U.S. Army Corps of Engineers (June 30, 2014).

<sup>&</sup>lt;sup>2</sup> Letter from Inspector General, Small Business Administration Office of Inspector General to Chairman (June 6, 2014).

<sup>&</sup>lt;sup>3</sup> Letter from Chairman to Commanding General, U.S. Army Corps of Engineers (June 30, 2014).

<sup>&</sup>lt;sup>4</sup> Letter from Office of Principal Assistant, U.S. Army Corps of Engineers to Chairman (July 14, 2014).

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of the Army's procurement management at Fort Greely and determine whether Army contracting protocols at are in compliance with federal laws, regulations, and best practices.

Please contact Margaret Daum with the Subcommittee staff at (202) 224-7155 with any questions. Please send any official correspondence related to this request to Kelsey Stroud at Kelsey\_Stroud@hsgac.senate.gov.

Sincerely,

Claire McCaskill Ranking Member

Permanent Subcommittee on Investigations

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cc: Rob Portman Chairman

Permanent Subcommittee on Investigations