

Errors and Omissions:

The Office of Inspector General (OIG) conducted an audit of Errors and Omissions (E&O) claim settlement payments to the Florida Department of Transportation (Department) from January 1, 2016, to October 1, 2019. The purpose was to determine if these costs were appropriately accounted for in the Indirect Cost Rate audits. The results of the OIG audit determined some of the sampled firms were not in compliance with Federal Rules and Regulations in their treatment of these payments. As the result of this discovery, we will be sampling some Consultants 2020 audit reports for additional inquiry and review of detailed financial information to help determine compliance with the Federal Acquisition Regulations. The Office of Inspector General may follow-up on these efforts, as well. To minimize any negative impact of this sampling effort, please be diligent in proper reporting of Error & Omission costs, as well as all other costs.