CASE STUDY: Labor Errors in Non-Contractual Overtime Charges

PROBLEM:

A review of invoices listed in the accompanying supplemental schedule indicate an overbilling of \$67,382.84 during the review period occurred.

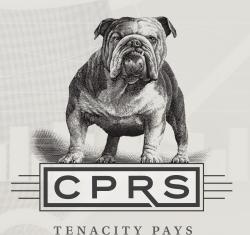
Overtime (OT) was billed before the 40-hour work week was reached. There were hours invoiced that did not meet the criteria for OT being billable.

SOLUTION:

The CPRS team has a proven track record of helping organizations like yours uncover and resolve financial inefficiencies and errors. Our team of seasoned auditors and experts will work closely with you to analyze your records thoroughly, leaving no stone unturned to ensure we identify any existing issues and opportunities for improvement.

| | | EXAMPLE: IN | VOICE #44070 |)000026-00 |)1 |
|-----------------------|-----------|---------------|-----------------|------------|--|
| CLASS | # OF DAYS | AMOUNT BILLED | AMOUNT BILLABLE | VARIANCE | NOTES |
| HSE MANAGER | 4 | 1,011.00 | 576.00 | 435.00 | Per Diem \$144/day - Less than 5 days worked |
| SR PROJECT MANAGER | 4 | 1,011.00 | 576.00 | 435.00 | Per Diem \$144/day - Less than 5 days worked |
| PIPING SUPERINTENDENT | 3 | 1,011.00 | 432.00 | 579.00 | Per Diem \$144/day - Less than 5 days worked |
| QA / QC SPECIALIST | 3 | 1,011.00 | 432.00 | 579.00 | Per Diem \$144/day - Less than 5 days worked |
| PROJECT ENGINEER | 4 | 1,011.00 | 576.00 | 435.00 | Per Diem \$144/day - Less than 5 days worked |
| PROJECT ENGINEER | 4 | 1,011.00 | 576.00 | 435.00 | Per Diem \$144/day - Less than 5 days worked |

| 0' | OVERTIME VARIANCE | | | | |
|--------------|-------------------|-------------|--|--|--|
| INVOICE # | INVOICED TOTAL | AE AMOUNT | | | |
| 1113IN010128 | 5,483.09 | 2,229.75 | | | |
| 1429IN005114 | 50,480.06 | 736.00 | | | |
| 1429IN005115 | 11,932.71 | 826.50 | | | |
| 1113IN010154 | 8,918.28 | 4,271.25 | | | |
| 1113IN010295 | 4,469.93 | 1,780.07 | | | |
| 1113IN010489 | 89,829.82 | 17,420.96 | | | |
| 1429IN005242 | 99,978.41 | 2,642.50 | | | |
| 1113IN010613 | 56,997.78 | 10,406.75 | | | |
| 1429IN005355 | 52,150.21 | 331.50 | | | |
| 1429IN005414 | 15,659.50 | 38.50 | | | |
| 1113IN010862 | 49,592.63 | 10,014.47 | | | |
| 1429IN005574 | 52,704.23 | 616.00 | | | |
| 1113IN011236 | 13,789.44 | 2,612.30 | | | |
| 1429IN005625 | 16,783.15 | 248.00 | | | |
| 1113IN011295 | 16,463.11 | 2,688.09 | | | |
| 1113IN011521 | 12,819.71 | 1,986.29 | | | |
| 1113IN011697 | 17,811.03 | 3,550.78 | | | |
| 1113IN011815 | 12,254.43 | 2,107.61 | | | |
| 1113IN011964 | 12,006.15 | 1,510.63 | | | |
| 1113IN012039 | 9,202.37 | 932.60 | | | |
| 1113IN012264 | 4,801.46 | 391.03 | | | |
| 1113IN012454 | 521.78 | 41.26 | | | |
| GRAND TOTAL | \$614,649.28 | \$67,382.84 | | | |



OUT OF THE TOTAL AMOUNT PAID

18.5% *Savings*