

Expressly Unallowable Costs

FRAUD INDICATORS

- **Claiming expressly unallowable costs.**
- **Claiming costs determined to be unallowable/non-reimbursable prior to the certification of the incurred cost submission.**
- **Claiming mutually agreed to unallowable costs, including directly associated costs, in a certified incurred cost submission.**
- **Claiming costs that were verbally agreed to or conceded to as unallowable in a certified incurred cost submission when:**
 - **the agreement occurred prior to the submission in question;**
 - **the process involved bidding rates, billing rates or a prior year's final indirect rates; and**
 - **the contractor changed the account that the costs were charged to in an apparent attempt to hide or conceal the costs.**
- **Repeated failure to correct reported accounting system deficiencies involving charging or claiming of unallowable costs.**
- **Billing expressly unallowable costs, costs determined unallowable, or mutually agreed to be unallowable.**