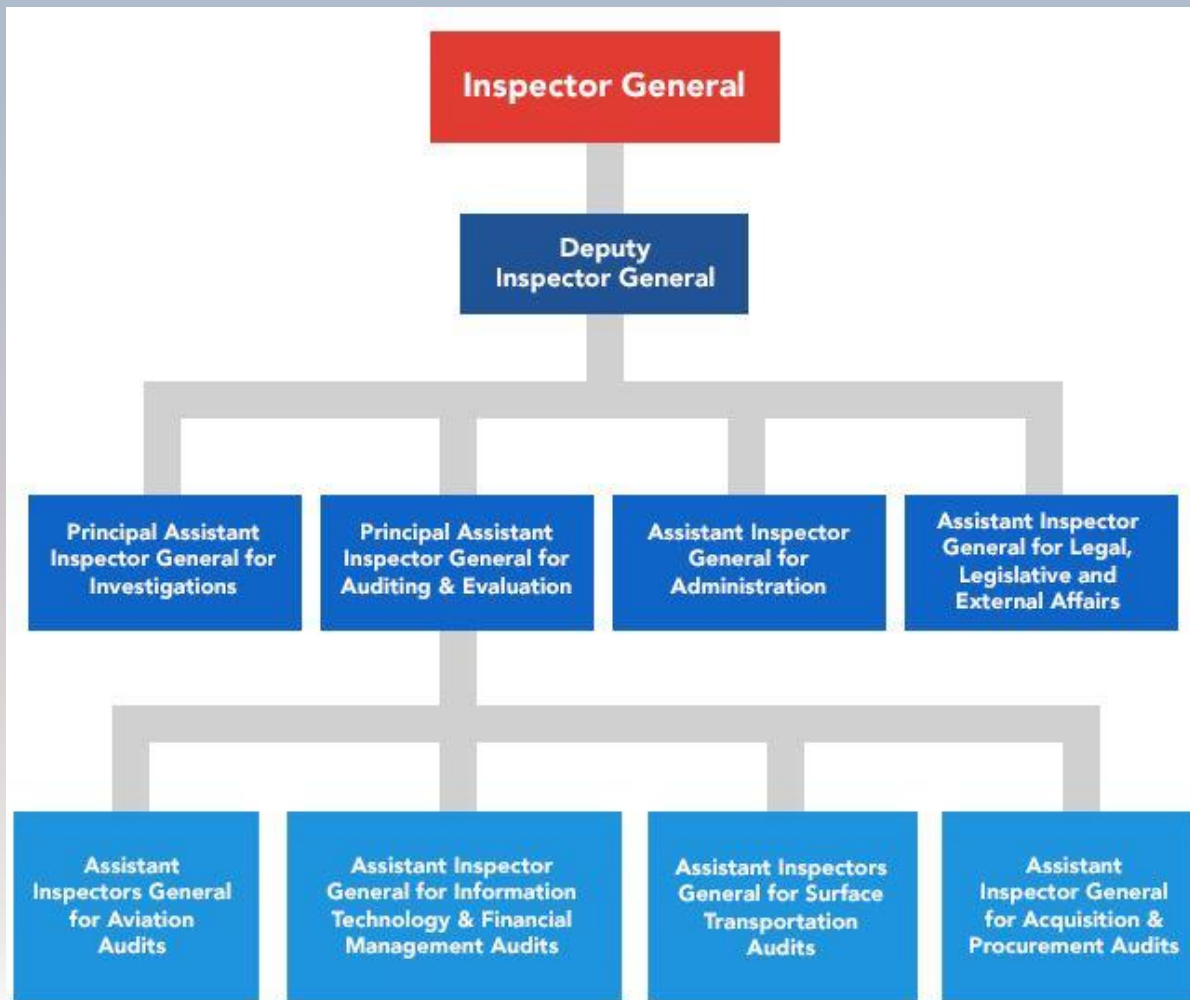


DOT OIG



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Investigations

- On June 30, 2014, Joseph W. Nagle, the former president of Schuylkill Products Inc. (SPI), was sentenced in U.S. District Court, Harrisburg, Pennsylvania, to 84 months imprisonment and ordered to pay fines totaling \$27,600 for his role in the largest reported Disadvantaged Business Enterprise (DBE) fraud in the Department's history.
 - \$136 million disadvantaged business enterprise (DBE) fraud scheme -- the largest in USDOT history
- On May 1, 2014, McHugh Construction Company, Inc., a Chicago, Illinois, based construction company, agreed to pay the United States and the State of Illinois \$12 million to resolve allegations of DBE fraud.

Audits

- April 23, 2013: Weaknesses in the Department's Disadvantaged Business Enterprise Program Limit Achievement of Its Objectives
- FAA Modernization and Reform Act of 2012, Congress directed the OIG to report annually for 3 years on new DBE participation at the Nation's largest airports.
 - June 12, 2014: New Disadvantaged Business Enterprise Firms Face Barriers to Obtaining Work at the Nation's Largest Airports
 - Announced June 10, 2014: New Participants in FAA's Airport Disadvantaged Business Enterprise Program for Fiscal Year 2013

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Reporting Fraud

- **Online:** www.oig.dot.gov
- **Call:** 1-800-424-9071 (toll free).
- **Email:** hotline@oig.dot.gov
- **Mail:** DOT Inspector General, 1200 New Jersey Ave SE, West Bldg 7th Floor, Washington, DC 20590