

**REVISION HISTORY:
DIRECTIVE #2 – COST REIMBURSABLE CONTRACT PAYMENT REQUEST AUDITS**

Release	Summary of Changes
04/25/13	<ul style="list-style-type: none"> • Adds reporting requirements pursuant to Mayoral Executive Order 16, Section 4.d., dated July 26, 1978. • Adds a requirement for filing overhead multiplier findings. • Clarifies that particular attention is to be paid to contract provisions associated with grants/funding for contract. • Clarifies compensation rules for principals performing specific technical assignments, and annual rate increase limits for technical personnel. • Adds a new section regarding allowable costs connected with contractor-owned construction equipment. • Adds a new section outlining audit steps to determine overhead multiplier. • Expands the section on <i>Excess Compensation</i>.
05/13/98	<ul style="list-style-type: none"> • Reflects changes to the City Charter. • Distinguishes the applicability of its provisions between consultant and construction contracts. • Clarifies the formula for computing the overhead multiplier and its subcomponents. • Clarifies audit steps and procedures. • Enhances the discussion of cost accounting standards and their application in determining cost allowability. • Clarifies the policy for unallowable indirect costs. Expands listing of specific unallowable costs. • Adds a standard auditability clause that should be included in all cost reimbursable contracts.
Initial Release	<ul style="list-style-type: none"> • Establishes rules to which agency audit staff must adhere for auditing payment requests issued against cost reimbursable contracts.