October 18, 2005

United Space Alliance  
Attn: Office of General Counsel  
1150 Gemini  
Houston, TX 77058

Dear General Counsel of United Space Alliance:

The Project On Government Oversight (POGO) is overhauling and renewing its Federal Contractor Misconduct Database (www.pogo.org/db/index.cfm), a compilation of information from public resources regarding government contractors, including United Space Alliance. I have enclosed the findings relevant to United Space Alliance and am requesting verification or refutation of the data from you by Friday, November 4, 2005.

Any response would be greatly appreciated, as the accuracy of this information is in the best interest of all parties. Out of fairness to United Space Alliance, please be assured that any response received by POGO will be posted on the website along with the data.

Please note that the instance included involves a shared settlement in which the percentage of responsibility on the part of United Space Alliance is not known. The number has been split in half between the two defendants until the proper number can be affirmed.

Changes to the database include: the addition of more current instances, removal of Superfund cleanup costs, and removal of information that could not be verified with official documents. Additionally, pending cases will still be included, but this information will be kept separate from the resolved cases and will not be included in any totals.

If you have any questions, I can be reached at (202) 347-1122. Thank you for your time and consideration.

Sincerely,

Kevin L. Phelps  
Project Director
Instance of Misconduct

1.
Case Name: N/A
Date: 11/9/2000
Misconduct Type: Government Contract Fraud
Contracting Party: Government Defense
Court Type: Civil
Amount: $1,012,500
Synopsis:
Boeing and United Space Alliance agreed to pay a total of $825,000 and to give up their rights to
$1.2 million in unpaid invoices to settle allegations of False Claims Acts violations, 31 U.S.C. §§
3729-3733, submitted to the government between 1986 and 1992 under NASA’s Space Shuttle
and Space Station Freedom programs.
“In 1993, the United States sued Omniplan and secured a consent judgment, but the company
went bankrupt before it was able to pay the full judgment. On January 11, 2000, the government
filed a civil suit alleging that [Rockwell Space Operations Company (ROSC)- later purchased by
Boeing] violated the False Claims Act by knowingly submitting to NASA the improper
Omniplan invoices. The complaint alleged that RSOC knew or should have known that the
subcontractor's invoices contained false claims.”

Documents: