

The Coalition Provisional Authority Inspector General issued a report entitled *Federal Deployment Center Forward Operations at the Kuwait Hilton* (CPA IG Report Number 04- 003).

This report found that as a result of poor oversight, Halliburton charged U.S. taxpayers for unauthorized and unnecessary expenses at the Kuwait Hilton Hotel.

Under its logistical support contract with the U.S. Army (the “LOGCAP” contract), Halliburton was responsible for receiving, training, and deploying executive personnel for the CPA. Halliburton carried out this function at the Hilton Hotel in Kuwait. The IG found that the CPA did not monitor Halliburton’s charges adequately. According to the IG, the CPA “did not apply adequate oversight” over Halliburton, the CPA did not “review and analyze the details of the cost reports” submitted by Halliburton, and the CPA did not “establish clear limitations on the costs” Halliburton charged.

As a result of this inadequate oversight, Halliburton overcharged for unauthorized and unnecessary expenses at the Hilton. According to the CPA IG, “The resulting additional costs incurred under the task order amounted to \$3.6 million annually.”

Documents and Links

- [Fact Sheet: Coalition Provisional Authority Inspector General Issues Report on Halliburton Overcharging](#)