GAO

United States General Accounting Office Washington, D.C. 20548

Office of the General Counsel

B-230497

May 19, 1988

Sylvester L. Green, Director Contract Standards Operations U.S. Department of Labor Room S3518 200 Constitution Avenue, N.W. Washington, D.C. 20210

Dear Mr. Green:

Subject: Needles and Associates, Inc. - Prime Contractor CTL Engineering - Subcontractor Contract No. DACW69-78-C-0110 DOL File No. 0H-87-80

By letter dated March 1, 1988, the Administrator, Employment Standards Administration, United States Department of Labor, submitted to us the above-referenced case involving violations of the Davis-Bacon Act, 40 U.S.C. §§ 276a to 276a-5 (1982). She indicated that the Department of Labor does not recommend debarment of CTL Engineering.

We agree that CTL Engineering should not be debarred. Our review of the record confirms that the violations in this case were not substantial and did not constitute a disregard of obligations to employees with respect to the minimum wage provisions of the Davis-Bacon Act.

The funds on deposit with our Claims Group, \$2,580.84, will be disbursed to the wage claimants in accordance with established procedures.

Sincerely yours,

Herry R. Wr

Henry R. Wray Associate General Counsel

cc: Needles and Associates, Inc.

CTL Engineering

Mr. Oliver W. Krueger Associate Director/GGD - Claims Group