

April 3, 2008

MEMORANDUM TO: Luis A. Reyes
Executive Director for Operations

FROM: Stephen D. Dingbaum */RA/*
Assistant Inspector General for Audits

SUBJECT: STATUS OF RECOMMENDATIONS: AUDIT OF NRC'S
INTEGRATED PERSONNEL SECURITY SYSTEM
(OIG-06-A-06)

REFERENCE: DIRECTOR, OFFICE OF ADMINISTRATION,
MEMORANDUM DATED MARCH 14, 2008

Attached is the Office of the Inspector General (OIG) analysis and status of recommendations as discussed in the agency's response dated March 14, 2008. Based on this response, recommendation 17 is closed. Recommendations 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, and 16 were closed previously. This closes all recommendations in this report.

If you have questions or concerns, please call me at 415-5915, or Beth Serepca at 415-5911.

Attachment: As stated

cc: V. Ordaz, OEDO
J. Arlidsen, OEDO
P. Shea OEDO

Audit Report
Audit of NRC's Integrated Personnel Security System
OIG-06-A-06

Status of Recommendations

Recommendation 17: Conduct a cost-benefit analysis to determine whether the agency should continue to develop IPSS versus replacing the system. As part of the cost-benefit analysis consider current Federal personnel security requirements.

Response Dated
March 14, 2008:

The Office of Administration (ADM) included a task to conduct a cost-benefit analysis as part of a Homeland Security Presidential Directive-12 (HSPD-12) consulting contract that was awarded on September 28, 2007. However, the contractor was not able to identify any commercial off-the-shelf systems (COTS) that could potentially replace IPSS. Therefore, a cost-benefit analysis could not be conducted.

ADM independently conducted market research with vendors and other Federal agencies, and was also not able to identify COTS that could meet all system requirements currently satisfied by IPSS. A memorandum documenting this research is enclosed. ADM will continue to maintain and upgrade IPSS as needed until a suitable replacement can be identified that meets our requirements for personnel security and HSPD-12.

OIG Analysis:

The corrective action described addresses the intent of OIG's recommendation. The agency provided evidence that it tried to conduct a cost-benefit analysis and has made a decision regarding IPSS that it will be replaced when a suitable replacement system is found. This recommendation is closed.

Status:

Closed.