



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D.C. 20555-0001

OFFICE OF THE
INSPECTOR GENERAL

July 22, 2008

MEMORANDUM TO: R. William Borchardt
Executive Director for Operations

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

SUBJECT: STATUS OF RECOMMENDATIONS: MEMORANDUM
REPORT: AUDIT OF NRC'S CONTINUITY OF
OPERATIONS (OIG-08-A-10)

REFERENCE: DIRECTOR, OFFICE OF INFORMATION SERVICES,
MEMORANDUM DATED JUNE 18, 2008

Attached is the Office of the Inspector General (OIG) analysis and status of the recommendations as discussed in the agency's response dated June 18, 2008. Based on this response, recommendations 1 and 2 are resolved. Please provide an update on the resolved recommendations by December 31, 2008.

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

Attachment: As stated

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

Audit Report

AUDIT OF NRC'S CONTINUITY OF OPERATIONS

OIG-08-A-10

Status of Recommendations

<u>Recommendation 1:</u>	Revise current agency guidance governing security surveys of NRC continuity facilities to reflect Federal requirements (as originally stated in Federal Preparedness Circular 65 and superseded by Federal Continuity Directive 1) regarding annual physical security surveys of continuity facilities.
Response Dated June 18, 2008:	Agree. The Office of Administration (ADM)/Division of Facilities and Security (DFS) has implemented an interim policy change to ensure annual physical security surveys are conducted for continuity facilities. We will also revise Management Directive (MD) 12.1 to reflect the Federal Continuity Directive 1 requirement to provide for annual physical security inspections of continuity facilities. The action to revise MD 12.1 will be completed by February 27, 2009.
OIG Analysis:	The proposed corrective actions address the intent of the recommendation. This recommendation will be closed when OIG receives documentation that MD 12.1 has been revised to reflect the Federal Continuity Directive 1 requirement to provide for annual physical security inspections of continuity facilities.
Status:	Resolved.

Audit Report

AUDIT OF NRC'S CONTINUITY OF OPERATIONS

OIG-08-A-10

Status of Recommendations

<u>Recommendation 2:</u>	Conduct the physical security surveys annually as required by Federal requirements (as originally stated in Federal Preparedness Circular 65 and superseded by Federal Continuity Directive 1), and maintain appropriate documentation in accordance with MD 12.1 guidelines.
Response Dated June 18, 2008:	Agree. ADM/DFS conducted a physical security survey for the NRC Headquarters Operations Center June 4, 2008, (report pending) and will conduct a physical security survey of the alternate continuity facility by September 30, 2008. ADM/DFS will also conduct a physical security survey for the remaining three regional operations centers by December 31, 2008.
OIG Analysis:	The proposed corrective action addresses the intent of the recommendation. This recommendation will be closed when OIG reviews the headquarters and regional office physical security surveys.
Status:	Resolved.