

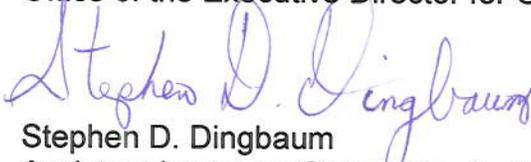


**UNITED STATES
NUCLEAR REGULATORY COMMISSION**
WASHINGTON, D.C. 20555-0001

**OFFICE OF THE
INSPECTOR GENERAL**

February 17, 2011

MEMORANDUM TO: Mary Muesle
Acting Assistant for Operations
Office of the Executive Director for Operations

FROM: 
Stephen D. Dingbaum
Assistant Inspector General for Audits
Office of the Inspector General

SUBJECT: STATUS OF OPEN AUDIT RECOMMENDATIONS –
FEBRUARY 2011

Attached is the OIG up-to-date status of all open audit recommendations as of February 14, 2011. Should you have any questions, please feel free to contact Steven Zane at 301-415-5912.

Attachment: As stated

cc: J. Arildsen, OEDO
J. Andersen, OEDO
C. Jaegers, OEDO

Status of Audit Recommendations - Open Audits

| Report # & Name | Unresolved | Resolved | Closed | Total |
|--|------------|-----------|-----------|------------|
| OIG-01-A-03 Government Performance and Results Act: Review of the Fiscal Year 1999 Performance Report | 0 | 2 | 0 | 2 |
| OIG-03-A-15 Audit of NRC's Regulatory Oversight of Special Nuclear Materials | 0 | 2 | 6 | 8 |
| OIG-05-A-09 Audit of the Budget Formulation Process | 0 | 3 | 1 | 4 |
| OIG-05-A-13 Audit of NRC's Telecommunications Program | 0 | 1 | 12 | 13 |
| OIG-05-A-17 Audit of NRC's Decommissioning Program | 0 | 1 | 3 | 4 |
| OIG-07-A-06 Audit of NRC's Regulation of Nuclear Fuel Cycle Facilities | 0 | 1 | 0 | 1 |
| OIG-08-A-06 Memorandum Report: NRC's Planned Cybersecurity Program | 0 | 1 | 0 | 1 |
| OIG-08-A-10 MEMORANDUM REPORT: AUDIT OF NRC'S CONTINUITY OF OPERATIONS PLAN | 0 | 1 | 1 | 2 |
| OIG-08-A-11 Audit of NRC's Accounting and Control Over Time and Labor Reporting | 0 | 2 | 4 | 6 |
| OIG-08-A-16 Audit of NRC's Premium Class Travel | 0 | 1 | 6 | 7 |
| OIG-08-A-17 Audit of NRC's Enforcement Program | 0 | 2 | 1 | 3 |
| OIG-08-A-18 Independent Evaluation of NRC's Implementation of FISMA for FY 2008 | 0 | 1 | 3 | 4 |
| OIG-09-A-06 Audit of the Committee to Review Generic Communications | 0 | 1 | 1 | 2 |
| OIG-09-A-08 Audit of NRC's Agreement State Program | 0 | 3 | 2 | 5 |
| OIG-09-A-09 Audit of NRC's Warehouse Operations | 0 | 1 | 8 | 9 |
| OIG-09-A-16 Audit of NRC's Grant Management Program | 0 | 3 | 6 | 9 |
| OIG-09-A-17 Audit of NRC's Oversight of Construction at Nuclear Facilities | 0 | 1 | 0 | 1 |
| OIG-10-A-02 Audit of NRC's Quality Assurance Planning for New Reactors | 0 | 1 | 3 | 4 |
| OIG-10-A-11 Social Engineering Assessment Report | 0 | 8 | 4 | 12 |
| OIG-10-A-12 Audit of NRC's Management of Agreements with Department of Energy Laboratories | 0 | 6 | 1 | 7 |
| OIG-10-A-13 Audit of NRC's Telework Program | 0 | 7 | 1 | 8 |
| OIG-10-A-14 Memorandum Report: Audit of NRC's Process for Closed Meetings | 0 | 2 | 0 | 2 |
| OIG-10-A-15 Audit of NRC Employee Use of the Federal Calling Card | 0 | 3 | 0 | 3 |
| OIG-10-A-16 Audit of NRC's Deployment of the National Source Tracking System | 0 | 1 | 3 | 4 |
| OIG-10-A-17 Audit of NRC's Oversight of Irradiator Security | 0 | 3 | 0 | 3 |
| OIG-10-A-18 Assessment of Wireless devices | 0 | 17 | 1 | 18 |
| OIG-10-A-20 Audit of NRC's Vendor Inspection Program | 2 | 8 | 0 | 10 |
| OIG-10-A-21 Audit of NRC's Oversight of the Access Authorization Program for Nuclear Power Plants | 0 | 3 | 0 | 3 |
| OIG-11-A-02 Audit of NRC's Non-Concurrence Process | 1 | 7 | 0 | 8 |
| OIG-11-A-03 Independent Evaluation of NRC's Implementation of the Federal Information Security Management Act for Fiscal Year 2010 | 0 | 2 | 0 | 2 |
| Grand Total | 3 | 95 | 67 | 165 |

Status of OIG Audit Recommendations

| Rec # | Description | Responsible Office | Last OIG Correspondence | Agency Response Due | Agency Response Received | Status |
|--|---|--------------------|-------------------------|---------------------|--------------------------|----------|
| OIG-01-A-03 Government Performance and Results Act: Review of the Fiscal Year 1999 Performance Report | | | | | | |
| 1 | Develop a Management Directive | OCFO | 12/3/2010 | 5/31/2011 | | Resolved |
| 3 | Include guidance on reporting unmet goals | OCFO | 12/3/2010 | 5/31/2011 | | Resolved |
| OIG-03-A-15 Audit of NRC's Regulatory Oversight of Special Nuclear Materials | | | | | | |
| 1 | Conduct periodic inspections | EDO,NMSS | 1/12/2011 | 12/30/2011 | | Resolved |
| 3 | Document risk informed approach | EDO,NMSS | 1/12/2011 | 12/30/2011 | | Resolved |
| OIG-05-A-09 Audit of the Budget Formulation Process | | | | | | |
| 1 | EDO, CFO Roles | OCFO | 12/2/2010 | 5/31/2011 | | Resolved |
| 2 | PRC Role | OCFO | 12/2/2010 | 5/31/2011 | | Resolved |
| 3 | Document Process | OCFO | 12/2/2010 | 5/31/2011 | | Resolved |
| OIG-05-A-13 Audit of NRC's Telecommunications Program | | | | | | |
| 3 | Revise MD 2.3. | EDO,OCIO | 1/6/2011 | 3/18/2011 | | Resolved |
| OIG-05-A-17 Audit of NRC's Decommissioning Program | | | | | | |
| 1 | Retain Supporting Documentation | EDO,NMSS,OCFO | 12/3/2010 | 4/21/2011 | | Resolved |
| OIG-07-A-06 Audit of NRC's Regulation of Nuclear Fuel Cycle Facilities | | | | | | |
| 1 | Fuel Cycle Facility framework | EDO,NMSS | 1/7/2011 | 9/30/2011 | | Resolved |
| OIG-08-A-06 Memorandum Report: NRC's Planned Cybersecurity Program | | | | | | |
| 1 | Develop and implement plans for a cybersecurity oversight program | EDO,NSIR | 9/1/2010 | 10/29/2011 | | Resolved |
| OIG-08-A-10 MEMORANDUM REPORT: AUDIT OF NRC'S CONTINUITY OF OPERATIONS PLAN | | | | | | |
| 1 | Physical Security Survey Guidance | ADM,EDO,NSIR | 12/1/2010 | 5/27/2011 | | Resolved |
| OIG-08-A-11 Audit of NRC's Accounting and Control Over Time and Labor Reporting | | | | | | |
| 3 | Detailed System analysis | OCFO | 10/20/2010 | 2/25/2011 | | Resolved |
| 4 | Electronic Signatures | OCFO | 10/20/2010 | 2/25/2011 | | Resolved |
| OIG-08-A-16 Audit of NRC's Premium Class Travel | | | | | | |
| 1 | Update MD 14.1 | OCFO | 11/3/2010 | 10/14/2011 | | Resolved |
| OIG-08-A-17 Audit of NRC's Enforcement Program | | | | | | |
| 2 | Define data collection requirements | EDO,OE | 1/31/2011 | 7/29/2011 | | Resolved |
| 3 | Develop QA process | EDO,OE | 1/31/2011 | 7/29/2011 | | Resolved |
| OIG-08-A-18 Independent Evaluation of NRC's Implementation of FISMA for FY 2008 | | | | | | |
| 4 | Develop process for verifying FDCC controls are implemented on all desktops/laptops | CSO,EDO,OIS | 7/7/2010 | 12/1/2010 | | Resolved |
| OIG-09-A-06 Audit of the Committee to Review Generic Communications | | | | | | |
| 1 | Develop agencywide backfit review process | EDO,RES | | | 1/26/2011 | Resolved |
| OIG-09-A-08 Audit of NRC's Agreement State Program | | | | | | |
| 1 | Develop an IMP/EP self-assessment mechanism | EDO,FSME | 1/7/2011 | 4/15/2011 | | Resolved |

Status of OIG Audit Recommendations

| Rec # | Description | Responsible Office | Last OIG Correspondence | Agency Response Due | Agency Response Received | Status |
|---|---|--------------------|-------------------------|---------------------|--------------------------|----------|
| 2 | Develop guidance for identifying Agreement State information needed if State cannot perform its functions | EDO,FSME | 1/7/2011 | 4/15/2011 | | Resolved |
| 4 | Develop a standardized data collection process as the basis of a national information sharing tool | EDO,FSME | 1/7/2011 | 4/15/2011 | | Resolved |
| OIG-09-A-09 Audit of NRC's Warehouse Operations | | | | | | |
| 2 | Conduct security survey | ADM,EDO | 12/2/2010 | 2/28/2011 | | Resolved |
| OIG-09-A-16 Audit of NRC's Grant Management Program | | | | | | |
| 1 | Resolve LSS Issues | ADM,EDO | 2/7/2011 | 7/31/2011 | | Resolved |
| 2 | Update MD 11.6 | ADM,EDO | 2/7/2011 | 7/31/2011 | | Resolved |
| 5 | Trained Staff | ADM,EDO | 2/7/2011 | 7/31/2011 | | Resolved |
| OIG-09-A-17 Audit of NRC's Oversight of Construction at Nuclear Facilities | | | | | | |
| 1 | Enhance CIP Guidance | EDO,NRO | | | 1/24/2011 | Resolved |
| OIG-10-A-02 Audit of NRC's Quality Assurance | | | | | | |
| 4 | Incorporate assessment results of translation quality into oversight | EDO,NRO | 1/31/2011 | 4/29/2011 | | Resolved |
| OIG-10-A-11 Social Engineering Assessment Report | | | | | | |
| 1 | Secure Coding Practices | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| 3 | Publicly Facing Information | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| 4 | Authentication Controls | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| 5 | Removeable Storage | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| 6 | NRC Network Access | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| 7 | Malicious File Identification | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| 8 | Security Training | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| 10 | Training Assessment | CSO,EDO | 10/28/2010 | 4/29/2011 | | Resolved |
| OIG-10-A-12 Audit of NRC's Management of Agreements with Department of Energy Laboratories | | | | | | |
| 1 | Revise MD 11.7 - market research | ADM,EDO | 12/20/2010 | 2/15/2011 | | Resolved |
| 2 | Clarify MD 11.7 - document rationale | ADM,EDO | 12/20/2010 | 2/15/2011 | | Resolved |
| 3 | Revise MD 11.7 - commercial sources | ADM,EDO | 12/20/2010 | 2/15/2011 | | Resolved |
| 4 | Interim guidance | ADM,EDO | 12/20/2010 | 2/15/2011 | | Resolved |
| 5 | Implement milestones | ADM,EDO | 12/20/2010 | 2/15/2011 | | Resolved |
| 7 | Issue delegation of authority | ADM,EDO,OCM | 12/20/2010 | 2/15/2011 | | Resolved |
| OIG-10-A-13 Audit of NRC's Telework Program | | | | | | |
| 2 | Methods for accessing information technology systems needed. | EDO,HR,NSIR | | | 1/31/2011 | Resolved |
| 3 | Develop manual or other compensating systems | EDO,HR,NSIR | | | 1/31/2011 | Resolved |
| 4 | Coordinate agency efforts to identify and remove IT telework barriers | EDO,HR,NSIR | | | 1/31/2011 | Resolved |
| 5 | Reference procedures in telework guidance. | EDO,HR,NSIR | | | 1/31/2011 | Resolved |

Status of OIG Audit Recommendations

| Rec # | Description | Responsible Office | Last OIG Correspondence | Agency Response Due | Agency Response Received | Status |
|---|---|--------------------|-------------------------|---------------------|--------------------------|----------|
| 6 | Develop a management directive | ADM,EDO,HR | | | 1/31/2011 | Resolved |
| 7 | Issue interim guidance | ADM,EDO,HR | | | 1/31/2011 | Resolved |
| 8 | Develop a procedure for assessing and reporting the results of full-time telework arrangements to HR. | ADM,EDO,HR | | | 1/31/2011 | Resolved |
| OIG-10-A-14 Memorandum Report: Audit of NRC's Process for Closed Meetings | | | | | | |
| 1 | Revise MD 3.5 to enhance NRC's closed staff meeting process | EDO | | | 1/12/2011 | Resolved |
| 2 | Establish a timeframe for issuing closed staff meeting notices and summaries | EDO | | | 1/12/2011 | Resolved |
| OIG-10-A-15 Audit of NRC Employee Use of the Federal Calling Card | | | | | | |
| 1 | Assess validity of high calling card usage. | EDO,OIS | 10/20/2010 | 7/31/2011 | | Resolved |
| 2 | Develop policy to conduct annual inventories and reconcile differences. | EDO,OIS | 10/20/2010 | 7/31/2011 | | Resolved |
| 3 | Calculate and communicate the costs of various calling options. | EDO,OIS | 10/20/2010 | 7/31/2011 | | Resolved |
| OIG-10-A-16 Audit of NRC's Deployment of the National Source Tracking System | | | | | | |
| 1 | Assess alternative credentialing strategies | EDO,FSME | 12/2/2010 | 4/30/2011 | | Resolved |
| OIG-10-A-17 Audit of NRC's Oversight of Irradiator Security | | | | | | |
| 1 | Inspection Frequency | EDO,FSME | 11/9/2010 | 10/31/2011 | | Resolved |
| 2 | Periodic terrorist watch list checks | EDO,FSME | 11/9/2010 | 10/31/2011 | | Resolved |
| 3 | Refresher Training | EDO,FSME | 11/9/2010 | 10/31/2011 | | Resolved |
| OIG-10-A-18 Assessment of Wireless devices | | | | | | |
| 1 | Install tamper evident systems on SLES | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 2 | Conduct a system engineering trade study | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 3 | Disable Autorun on SLES | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 5 | Deploy an improved Detection and Reporting Process | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 6 | Develop and implement a technical process for Isolation | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 7 | Separation of Duties Awareness | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 8 | Implement automated audit log reduction | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 9 | Configuration control and baseline documentation system | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 10 | Detection and reporting | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 11 | Revise Management Directive 12.5 | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 12 | Blackberry Account Management | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 13 | Awareness of Separation of Duties | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 14 | Automation of ITI Log Information | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 15 | BES systems are not regularly reviewed | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 16 | Implement a BES Management System | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 17 | BES not managed by automation. | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |

Status of OIG Audit Recommendations

| Rec # | Description | Responsible Office | Last OIG Correspondence | Agency Response Due | Agency Response Received | Status |
|---|--|--------------------|-------------------------|---------------------|--------------------------|------------|
| 18 | BES Maintenance records need to be automated | CSO,EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| OIG-10-A-20 Audit of NRC's Vendor Inspection Program | | | | | | |
| 1 | Develop an NRO Vendor Inspection Program planning document | EDO,NRO | 1/11/2011 | 5/27/2011 | | Unresolved |
| 2 | Develop a methodology to identify vendors. | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| 3 | Develop a methodology to select vendors for inspection. | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| 4 | Develop a vendor outreach/communications plan | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| 5 | Clarify Commercial-Grade Dedication | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| 6 | Commercial-Grade Sampling | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| 7 | Part 21 Compliance Guidance | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| 8 | Part 21 Changes on Web Site | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| 9 | Develop Guidance to Approve Accredited Commercial-Grade Calibration Labs | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Unresolved |
| 10 | Develop a strategy/plan to monitor CFSI | EDO,NRO,NRR | 1/11/2011 | 5/27/2011 | | Resolved |
| OIG-10-A-21 Audit of NRC's Oversight of the Access Authorization Program for Nuclear Power Plants | | | | | | |
| 1 | BOP Training | EDO,NSIR | 1/19/2010 | 4/4/2011 | | Resolved |
| 2 | PADS Access | EDO,NSIR | 11/9/2010 | 4/4/2011 | | Resolved |
| 3 | Screening Procedures | EDO,NSIR | 11/9/2010 | 4/4/2011 | | Resolved |
| OIG-11-A-02 Audit of NRC's Non-Concurrence Process | | | | | | |
| 1 | Define Management Expectations | EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 2 | Revise MD 10.158 | EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 3 | Finalize MD 10.158 | EDO | 12/1/2010 | 3/31/2011 | | Unresolved |
| 4 | On-demand non-concurrence process training | EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 5 | Update the Differing Views Contact Web page | EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 6 | Identify and track all Forms 757 | EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 7 | Develop a Formalized System to Capture and Review Forms 757 | EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| 8 | Perform regularly scheduled assessments of NCP | EDO | 12/1/2010 | 3/31/2011 | | Resolved |
| OIG-11-A-03 Independent Evaluation of NRC's Implementation of the Federal Information Security Management Act for Fiscal Year 2010 | | | | | | |
| 1 | POA&M automated tool | CSO,EDO | 1/5/2011 | 7/15/2011 | | Resolved |
| 2 | POA&M verifications | CSO,EDO | 1/5/2011 | 7/15/2011 | | Resolved |