



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

May 1, 2018

MEMORANDUM TO: Maureen E. Wylie
Chief Financial Officer

Victor M. McCree
Executive Director for Operations

FROM: Dr. Brett M. Baker */RA/*
Assistant Inspector General for Audits

SUBJECT: STATUS OF RECOMMENDATIONS: AUDIT OF NRC'S
BUDGET EXECUTION PROCESS (OIG-13-A-18)

REFERENCE: CHIEF FINANCIAL OFFICER MEMORANDUM DATED
MARCH 29, 2018

Attached is the Office of the Inspector General's (OIG) analysis and status of recommendations as discussed in the agency's response dated March 29, 2018. Based on this response, recommendation 3 remains in resolved status. Recommendations 1, 2, and 4 through 8 were previously closed. Please provide an updated status on the resolved recommendation by August 31, 2018.

Action to close this audit recommendation have not been taken in a timely manner. As of June 2018, this audit recommendation will have been in resolved status for 5 years. Office of Management and Budget Circular No. A-123 (M-16-17), Section C, dated July 15, 2016, states that "Management has a responsibility to complete action, in a timely manner, on audit recommendations on which agreement with the OIG has been reached."

If you have any questions or concerns, please call me at (301) 415-5915 or Eric Rivera, Team Leader, at (301) 415-7032.

Attachment: As stated

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Audit Report

AUDIT OF NRC'S BUDGET EXECUTION PROCESS

OIG-13-A-18

Status of Recommendations

Recommendation 3: Enforce the use of correct budget object codes.

Agency Response Dated
March 29, 2018:

Status: Ongoing

Corrections to Identified BOC Exceptions: The Division of the Controller, Financial Reporting and Accounting Branch continues to work with the Office of Administration, Acquisition Management Division (AMD) to make the BOC corrections to obligation transactions in both Financial Accounting and Integrated Management Information System (FAIMIS) and Strategic Acquisition System (STAQS). Corrections to obligation transactions in FAIMIS will be done using the Document Re-organization Notebook functionality. AMD staff are working with Compusearch, the developer of the commercial off-the-shelf software that runs STAQS, to develop a solution that will allow for the correction of the BOC code on obligation transactions in STAQS, which will then be coordinated to correct the BOC in FAIMIS. The estimated completion date for deploying the solution to STAQS production after testing is projected to be early August 2018.

Target Completion Date: 4th Quarter FY 2018

OIG Analysis:

The proposed corrective action addresses the intent of OIG's recommendation. This recommendation will be closed when OIG reviews agency documentation of completed reviews to assess the accuracy and consistent use of budget object codes.

Status:

Resolved.