



OFFICE OF THE
INSPECTOR GENERAL

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

November 8, 2018

MEMORANDUM TO: Margaret M. Doane
Executive Director for Operations

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

SUBJECT: STATUS OF RECOMMENDATIONS: AUDIT OF NRC'S
FORCE-ON-FORCE SECURITY INSPECTIONS OF FUEL
CYCLE FACILITIES (OIG-18-A-21)

REFERENCE: DEPUTY EXECUTIVE DIRECTOR FOR REACTOR AND
PREPAREDNESS PROGRAMS, MEMORANDUM DATED
OCTOBER 24, 2018

Attached is the Office of the Inspector General's (OIG) analysis and status of the recommendations as discussed in the agency's response dated October 24, 2018. Based on this response, recommendations 1 and 2 are resolved.

Please provide an updated status of the resolved recommendations by March 15, 2019.

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

Attachment: As stated

cc: R. Lewis, OEDO
H. Rasouli, OEDO
J. Bowen, OEDO
J. Jolicoeur, OEDO
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Audit Report

AUDIT OF NRC'S FORCE-ON-FORCE SECURITY INSPECTIONS OF FUEL CYCLE FACILITIES

OIG-18-A-21

Status of Recommendation

Recommendation 1: Develop and implement a procedure to ensure classified information is handled and secured properly on force-on-force inspections for Category I fuel cycle facilities.

Agency Response Dated
October 24, 2018:

The NRC staff agrees with the recommendation. The Information Security Branch, Division of Security Operations, Office of Nuclear Security and Incident Response (NSIR) in coordination with the Security Performance Evaluation Branch, will develop and implement a procedure to ensure classified information is handled and secured properly during force-on-force inspections at Category I fuel cycle facilities.

Target Completion Date: March 1, 2019.

OIG Analysis: The proposed actions meet the intent of the recommendation. OIG will close the recommendation after verifying that NRC has developed and implemented a procedure to ensure classified information is handled and secured properly during force-on-force inspections at Category I fuel cycle facilities.

Status: Resolved.

Audit Report

AUDIT OF NRC'S FORCE-ON-FORCE SECURITY INSPECTIONS OF FUEL CYCLE FACILITIES

OIG-18-A-21

Status of Recommendation

Recommendation 2: Update Inspection Procedure 96001 to revise how and when the target area inspection is conducted and consider options such as: allow Region II to conduct target area inspection prior to the force-on-force inspection or conduct target area inspection during planning week.

Agency Response Dated
October 24, 2018:

The NRC staff agrees with the recommendation. The Security Oversight and Support Branch, Division of Security Operations, NSIR, will review Inspection Procedure 96001, "NRC Force-on-Force Inspections at Category I Fuel Cycle Facilities," and work to identify the most efficient and effective way target area inspections can be conducted at Category I fuel cycle facilities. Inspection Procedure 96001 will be updated accordingly, with anticipated completion in fiscal year 2019.

Target Completion Date: March 1, 2019.

OIG Analysis:

The proposed actions meet the intent of the recommendation. OIG will close the recommendation after verifying that NRC has updated Inspection Procedure 96001, "NRC Force-on-Force Inspections at Category I Fuel Cycle Facilities," to revise how and when the target area inspection is conducted and identify the most efficient and effective way target area inspections can be conducted at Category I fuel cycle facilities.

Status:

Resolved.