



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

**OFFICE OF THE
INSPECTOR GENERAL**

September 10, 2014

MEMORANDUM TO: Melanie Galloway
Assistant for Operations

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

SUBJECT: STATUS OF OPEN AUDIT RECOMMENDATIONS –
SEPTEMBER 2014

Attached is the Office of the Inspector General's (OIG) status report on all open audit recommendations as of September 5, 2014.

Should you have any questions, please feel free to contact Steven Zane, Deputy Assistant Inspector General for Audits, at 301-415-5912.

Attachment: As stated

cc: K. Brock, OEDO
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Summary of Audit Recommendations for Open OIG Audits

<u>Report #</u>	<u>Report Title</u>	<u>Unresolved</u>	<u>Resolved</u>	<u>Closed</u>
OIG-01-A-03	Government Performance and Results Act: Review of the Fiscal Year 1999 Performance Report	0	2	0
OIG-03-A-15	Audit of NRC's Regulatory Oversight of Special Nuclear Materials	0	2	6
OIG-05-A-17	Audit of NRC's Decommissioning Program	0	1	3
OIG-07-A-06	Audit of NRC's Regulation of Nuclear Fuel Cycle Facilities	0	1	0
OIG-08-A-16	Audit of NRC's Premium Class Travel	0	1	6
OIG-09-A-06	Audit of the Committee to Review Generic Communications	0	1	1
OIG-10-A-11	Social Engineering Assessment Report	0	2	10
OIG-10-A-13	Audit of NRC's Telework Program	0	1	7
OIG-10-A-20	Audit of NRC's Vendor Inspection Program	0	5	5
OIG-11-A-02	Audit of NRC's Non-Concurrence Process	0	1	7
OIG-11-A-08	Audit of NRC's Implementation of 10 CFR Part 21, Reporting of Defects and Noncompliance	0	3	2
OIG-11-A-14	Audit of NRC's Oversight of Master Materials Licensees	0	2	3
OIG-11-A-15	Audit of NRC's Shared S Drive	0	2	3
OIG-12-A-04	Independent Evaluation of NRC's Implementation of the Federal Information Security Management Act (FISMA) for FY 2011	0	4	2
OIG-12-A-09	Audit of NRC's Use of Confirmatory Action Letters	0	1	3
OIG-12-A-10	Audit of NRC's Management of the Baseline Security Inspection Report	0	3	2
OIG-12-A-12	Audit of NRC's Protection of Safeguards Information (SGI)	0	1	7
OIG-12-A-14	Audit of NRC's Issuance of General Licenses	0	3	1
OIG-12-A-15	Audit of NRC's Oversight of Industrial Radiography	0	6	2
OIG-12-A-16	Audit of NRC's Inspections, Tests, Analyses, and Acceptance Criteria (ITAAC) Process	0	2	8
OIG-12-A-18	Memorandum Report: Audit of NRC's Contract Administration of the EPM Contract	0	3	1
OIG-12-A-21	Audit of NRC's 10 CFR Part 31 General Licensing Program	0	2	0
OIG-13-A-02	Audit of NRC's Process for Calculating License Fees	0	1	3
OIG-13-A-03	Independent Evaluation of NRC's Implementation of the Federal Information Security Management Act (FISMA) for Fiscal Year 2012	0	6	7
OIG-13-A-07	Information Security Risk Evaluation of Region IV - Arlington, TX	0	1	5
OIG-13-A-08	Independent Evaluation of NRC's Use and Security of Social Media	0	2	32
OIG-13-A-09	Audit of NRC's Progress in Carrying Out The "25 Point Implementation Plan to Reform Federal Information Technology Management"	0	1	3
OIG-13-A-16	Audit of NRC's Safeguards Information Local Area Network and Electronic Safe	0	5	2
OIG-13-A-17	Audit of NRC's Travel Charge Card Program	0	4	8
OIG-13-A-18	Audit of NRC's Budget Execution Process	0	5	3

Summary of Audit Recommendations for Open OIG Audits

<u>Report #</u>	<u>Report Title</u>	<u>Unresolved</u>	<u>Resolved</u>	<u>Closed</u>
OIG-13-A-20	Audit of NRC's Compliance With 10 CFR Part 51 Relative to Environmental Impact Statements	0	6	0
OIG-13-A-21	Audit of NRC's Implementation of Federal Classified Information Laws and Policies	0	1	6
OIG-13-A-22	Audit of NRC's Ongoing Eligibility for Access Authorization	0	2	0
OIG-14-A-02	Audit of NRC's Oversight of Active Component Aging	2	0	0
OIG-14-A-03	Independent Evaluation of NRC's Implementation of FISMA for FY 2013	0	3	0
OIG-14-A-04	Audit of NRC's Information Technology Governance	0	2	2
OIG-14-A-05	Audit of NRC's Full-Time Telework Program	0	7	0
OIG-14-A-08	Audit of NRC's Use of the NEWFlex Program	0	5	0
OIG-14-A-09	Audit of NRC's Implementation of Its National Environmental Policy Act Responsibilities	0	1	0
OIG-14-A-10	Audit of NRC's Process for Addressing Bankruptcy of Materials Licensees	0	2	0
OIG-14-A-12	Survey of NRC's Support Provided to Resident Inspectors	0	2	0
OIG-14-A-17	Audit of NRC's Freedom of Information Act Process	0	9	0
Total Recommendations:		2	114	150

Status of Open OIG Audit Recommendations as of 09/05/2014

#	Description	Responsible Office	Next Action By	Date Due	Rec Status
OIG-01-A-03 Government Performance and Results Act: Review of the Fiscal Year 1999 Performance Report					
1	Develop a Management Directive	EDO, OCFO	EDO	08/29/2014	Resolved
3	Include guidance on reporting unmet goals	EDO, OCFO	EDO	08/29/2014	Resolved
OIG-03-A-15 Audit of NRC's Regulatory Oversight of Special Nuclear Materials					
1	Conduct periodic inspections	EDO, NMSS	OIG	08/29/2014	Resolved
3	Document risk informed approach	EDO, NMSS	OIG	08/29/2014	Resolved
OIG-05-A-17 Audit of NRC's Decommissioning Program					
1	Retain Supporting Documentation	EDO, NMSS, OCFO	EDO	09/02/2014	Resolved
OIG-07-A-06 Audit of NRC's Regulation of Nuclear Fuel Cycle Facilities					
1	Fuel Cycle Facility framework	EDO, NMSS	EDO	09/30/2014	Resolved
OIG-08-A-16 Audit of NRC's Premium Class Travel					
1	Update MD 14.1	OCFO	OCFO	10/31/2014	Resolved
OIG-09-A-06 Audit of the Committee to Review Generic Communications					
1	Develop agencywide backfit review process	EDO, RES	EDO	10/31/2014	Resolved
OIG-10-A-11 Social Engineering Assessment Report					
4	Authentication Controls	CSO, EDO, OIS	EDO	01/30/2015	Resolved
5	Removeable Storage	CSO, EDO, OIS	EDO	01/30/2015	Resolved
OIG-10-A-13 Audit of NRC's Telework Program					
6	Develop a management directive	ADM, EDO, HR	EDO	10/31/2014	Resolved
OIG-10-A-20 Audit of NRC's Vendor Inspection Program					
2	Develop a methodology to identify vendors.	EDO, NRO, NRR	OIG	09/08/2014	Resolved
5	Clarify Commercial-Grade Dedication	EDO, NRO, NRR	OIG	09/08/2014	Resolved
6	Commercial-Grade Sampling	EDO, NRO, NRR	OIG	09/08/2014	Resolved
7	Part 21 Compliance Guidance	EDO, NRO, NRR	OIG	09/08/2014	Resolved
9	Develop Guidance to Approve Accredited Commercial-Grade Calibration Labs	EDO, NRO, NRR	OIG	09/08/2014	Resolved
OIG-11-A-02 Audit of NRC's Non-Concurrence Process					
4	On-demand non-concurrence process training	EDO, OE	EDO	09/30/2014	Resolved
OIG-11-A-08 Audit of NRC's Implementation of 10 CFR Part 21, Reporting of Defects and Noncompliance					
1	Revise 10 CFR Part 21	EDO, NRO, NRR	EDO	01/20/2015	Resolved
2	Expedite publication of interim guidance	EDO, NRO, NRR	EDO	01/20/2015	Resolved
4	Review, revise and reissue NUREG-0302 10 CFR Part 21 guidance	EDO, NRO, NRR	EDO	01/20/2015	Resolved
OIG-11-A-14 Audit of NRC's Oversight of Master Materials Licensees					

Status of Open OIG Audit Recommendations as of 09/05/2014

#	Description	Responsible Office	Next Action By	Date Due	Rec Status
OIG-11-A-14 Audit of NRC's Oversight of Master Materials Licensees (Continued)					
1	Define MML project managers' roles	EDO, FSME	EDO	02/28/2015	Resolved
5	Define MML licensee regulatory oversight responsibilities	EDO, FSME	EDO	02/28/2015	Resolved
OIG-11-A-15 Audit of NRC's Shared S Drive					
2	Training to Protect SUNSI on Shared Drives	EDO, OIS	EDO	12/26/2014	Resolved
3	CUI Policies for Shared Drives	EDO, OIS	EDO	12/26/2014	Resolved
OIG-12-A-04 Independent Evaluation of NRC's Implementation of the Federal Information Security Management Act (FISMA) for FY 2011					
1	Risk Management	CSO, EDO	EDO	06/30/2015	Resolved
4	Software compliance Assessments	CSO, EDO	EDO	06/30/2015	Resolved
5	Performance Measures Included	CSO, EDO	EDO	06/30/2015	Resolved
6	Include Identified Vulnerabilities	CSO, EDO	EDO	06/30/2015	Resolved
OIG-12-A-09 Audit of NRC's Use of Confirmatory Action Letters					
2	Update CAL guidance	EDO, OE	EDO	12/04/2014	Resolved
OIG-12-A-10 Audit of NRC's Management of the Baseline Security Inspection Report					
1	Develop and Maintain a Centralized Security Findings Database	EDO, NSIR	EDO	01/30/2015	Resolved
2	Formalize and Implement Process for Maintaining Accurate Data	EDO, NSIR	EDO	01/30/2015	Resolved
3	Formalize and Implement Process for Managing SGI Findings Data	EDO, NSIR	EDO	01/30/2015	Resolved
OIG-12-A-12 Audit of NRC's Protection of Safeguards Information (SGI)					
2	Update MDs	EDO, NSIR	EDO	01/30/2015	Resolved
OIG-12-A-14 Audit of NRC's Issuance of General Licenses					
2	Visit Existing Licensees	EDO, FSME	OIG	10/06/2014	Resolved
3	Visit New Licensees	EDO, FSME	OIG	10/06/2014	Resolved
4	Analyze Data & Take Action	EDO, FSME	OIG	10/06/2014	Resolved
OIG-12-A-15 Audit of NRC's Oversight of Industrial Radiography					
1	Require licenses to be clear and consistent	EDO, FSME	EDO	02/02/2015	Resolved
2	Define licensees' location for inspection	EDO, FSME	EDO	02/02/2015	Resolved
3	Selection methodology for field stations	EDO, FSME	EDO	02/02/2015	Resolved
4	Arrange temporary job site inspections	EDO, FSME	EDO	02/02/2015	Resolved
7	Increase awareness of offshore radiography	EDO, FSME	EDO	02/02/2015	Resolved
8	Guidance for NRC inspections in Agreement States	EDO, FSME	EDO	02/02/2015	Resolved
OIG-12-A-16 Audit of NRC's Inspections, Tests, Analyses, and Acceptance Criteria (ITAAC) Process					

Status of Open OIG Audit Recommendations as of 09/05/2014

#	Description	Responsible Office	Next Action By	Date Due	Rec Status
OIG-12-A-16 Audit of NRC's Inspections, Tests, Analyses, and Acceptance Criteria (ITAAC) Process (Continued)					
4	Develop and deliver training for the ITAAC process based on the results of needs assessments.	EDO, NRO	OIG	10/07/2014	Resolved
10	Develop and implement change management process for ITAAC	EDO, NRO	OIG	10/07/2014	Resolved
OIG-12-A-18 Memorandum Report: Audit of NRC's Contract Administration of the EPM Contract					
1	Update MD 11.1	ADM, EDO, OIS	OIG	08/07/2014	Resolved
3	Develop/implement agencywide standard for invoice review/approval process	ADM, EDO, OIS	OIG	08/07/2014	Resolved
4	Certify the accuracy of invoices for contract NRC-DR-33-10-303	ADM, EDO	OIG	08/07/2014	Resolved
OIG-12-A-21 Audit of NRC's 10 CFR Part 31 General Licensing Program					
1	Licensee Notification	EDO, FSME	OIG	10/07/2014	Resolved
2	Licensee Renotification	EDO, FSME	OIG	10/07/2014	Resolved
OIG-13-A-02 Audit of NRC's Process for Calculating License Fees					
1	Fee rule validation	OCFO	OCFO	10/15/2014	Resolved
OIG-13-A-03 Independent Evaluation of NRC's Implementation of the Federal Information Security Management Act (FISMA) for Fiscal Year 2012					
7	POA&M training	CSO, EDO, OIS	EDO	10/31/2014	Resolved
8	POA&M automated tool	CSO, EDO, OIS	EDO	10/31/2014	Resolved
10	Remote locations contingency planning	CSO, EDO, OIS	EDO	10/31/2014	Resolved
11	IT environment contingency plan	CSO, EDO, OIS	EDO	10/31/2014	Resolved
12	COOPs	CSO, EDO, OIS	EDO	10/31/2014	Resolved
13	remote site COOP	CSO, EDO, OIS	EDO	10/31/2014	Resolved
OIG-13-A-07 Information Security Risk Evaluation of Region IV - Arlington, TX					
4	Establish general laptop system	EDO, OIS, RIV	OIG	10/07/2014	Resolved
OIG-13-A-08 Independent Evaluation of NRC's Use and Security of Social Media					
20	Periodically host a blogger's roundtable	EDO, OPA	EDO	10/31/2014	Resolved
25	Update the agency's information management and security policies to include social media	CSO, EDO, OIS	EDO	10/31/2014	Resolved
OIG-13-A-09 Audit of NRC's Progress in Carrying Out The "25 Point Implementation Plan to Reform Federal Information Technology Management"					
4	Create short- and long-term plans for the 3WFN data center.	OIS, EDO	EDO	10/31/2014	Resolved
OIG-13-A-16 Audit of NRC's Safeguards Information Local Area Network and Electronic Safe					
2	Establish Formal Workflow Process	EDO, NSIR, OIS	EDO	12/31/2014	Resolved
3	Update Current Folder Structure	EDO, NSIR, OIS	EDO	12/31/2014	Resolved
4	Create Folder Guide for SLES	EDO, NSIR, OIS	EDO	12/31/2014	Resolved

Status of Open OIG Audit Recommendations as of 09/05/2014

#	Description	Responsible Office	Next Action By	Date Due	Rec Status
OIG-13-A-16 Audit of NRC's Safeguards Information Local Area Network and Electronic Safe (Continued)					
6	Develop Change Control Process	EDO, NSIR, OIS	EDO	12/31/2014	Resolved
7	Develop Structured Access Process within SLES	EDO, NSIR, OIS	EDO	12/31/2014	Resolved
OIG-13-A-17 Audit of NRC's Travel Charge Card Program					
1	Pay bills daily or weekly.	EDO, OCFO	EDO	04/30/2015	Resolved
2	Check refund deals to ensure competitive rate.	EDO, OCFO	EDO	04/30/2015	Resolved
4	Revise MD 14.1.	EDO, OCFO	EDO	04/30/2015	Resolved
6	Implement mandatory split disbursement.	EDO, OCFO	EDO	04/30/2015	Resolved
OIG-13-A-18 Audit of NRC's Budget Execution Process					
1	Implement Planning, Budgeting & Performance Management process	EDO, OCFO	EDO	12/31/2014	Resolved
3	Budget object codes	EDO, OCFO	EDO	12/31/2014	Resolved
4	Define FAIMIS training needs	EDO, OCFO	EDO	12/31/2014	Resolved
5	Provide FAIMIS training	EDO, OCFO	EDO	12/31/2014	Resolved
8	Clarify Allowance Holder delegations	EDO, OCFO	EDO	12/31/2014	Resolved
OIG-13-A-20 Audit of NRC's Compliance With 10 CFR Part 51 Relative to Environmental Impact Statements					
1	Develop Agencywide Guidance	EDO, FSME, NMSS, NRO, NRR	EDO	01/30/2015	Resolved
2	Implement Agencywide Guidance	EDO, FSME, NMSS, NRO, NRR	EDO	01/30/2015	Resolved
3	Develop Agencywide Guidance	EDO, FSME, NMSS, NRO, NRR	EDO	01/30/2015	Resolved
4	Implement Agencywide Guidance	EDO, FSME, NMSS, NRO, NRR	EDO	01/30/2015	Resolved
5	Develop Agencywide Guidance	EDO, FSME, NMSS, NRO, NRR	EDO	01/30/2015	Resolved
6	Implement Agencywide Guidance	EDO, FSME, NMSS, NRO, NRR	EDO	01/30/2015	Resolved
OIG-13-A-21 Audit of NRC's Implementation of Federal Classified Information Laws and Policies					
6	Revise staff position descriptions and evaluation criteria.	ADM, EDO, NSIR	EDO	10/31/2014	Resolved
OIG-13-A-22 Audit of NRC's Ongoing Eligibility for Access Authorization					
1	Training	ADM, EDO	EDO	01/05/2015	Resolved
2	Consequences	ADM, EDO	EDO	01/05/2015	Resolved
OIG-14-A-02 Audit of NRC's Oversight of Active Component Aging					
1	Perform and document need for active aging component oversight program,	EDO, NRR, OCM	OCM	10/01/2014	Unresolved
2	Monitor/Collect active component age-related data.	EDO, NRR, OCM	OCM	10/01/2014	Unresolved

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#	Description	Responsible Office	Next Action By	Date Due	Rec Status
OIG-14-A-03 Independent Evaluation of NRC's Implementation of FISMA for FY 2013					
1	Update inventory for contractor systems.	CSO, EDO, OIS	EDO	01/02/2015	Resolved
2	Complete authorization activities.	CSO, EDO, OIS	EDO	01/02/2015	Resolved
3	Develop procedures for IT security.	CSO, EDO, OIS	EDO	01/02/2015	Resolved
OIG-14-A-04 Audit of NRC's Information Technology Governance					
2	Revise MD 2.8	EDO, OIS	EDO	10/31/2014	Resolved
3	Finalize the CONOPS	EDO, OIS	EDO	10/31/2014	Resolved
OIG-14-A-05 Audit of NRC's Full-Time Telework Program					
1	Policy for telework training	EDO, HR	OIG	10/07/2014	Resolved
2	Require telework training	EDO, HR	OIG	10/07/2014	Resolved
3	Track telework training	EDO, HR	OIG	10/07/2014	Resolved
4	Recordkeeping desk procedures	EDO, HR	OIG	10/07/2014	Resolved
5	Complete transition to electronic files.	EDO, HR	OIG	10/07/2014	Resolved
6	Develop process to update SharePoint.	EDO, HR	OIG	10/07/2014	Resolved
7	Provide appropriate access to SharePoint.	EDO, HR	OIG	10/07/2014	Resolved
OIG-14-A-08 Audit of NRC's Use of the NEWFlex Program					
1	Update NEWFlex intranet information	EDO, HR	EDO	10/31/2014	Resolved
2	Add NEWFlex training to Supervisor Development Program	EDO, HR	EDO	10/31/2014	Resolved
3	Make NEWFlex training available for all employees	EDO, HR	EDO	10/31/2014	Resolved
4	Update HRMS procedures for split schedules	EDO, OCFO	EDO	10/31/2014	Resolved
5	Develop NEWFlex metrics and monitoring procedures	EDO, HR	EDO	10/31/2014	Resolved
OIG-14-A-10 Audit of NRC's Process for Addressing Bankruptcy of Materials Licensees					
1	comprehensive source/s needed	EDO, FSME	EDO	01/02/2015	Resolved
2	Develop guidance	EDO, FSME	EDO	01/02/2015	Resolved
OIG-14-A-12 Survey of NRC's Support Provided to Resident Inspectors					
1	Formal Mechanism	EDO, NRR	EDO	09/30/2014	Resolved
2	Management Roles and Responsibilities	EDO, NRR	EDO	09/30/2014	Resolved
OIG-14-A-17 Audit of NRC's Freedom of Information Act Process					
1	Implement Technology	EDO, OIS	EDO	06/30/2015	Resolved
2	Annual Reviews	EDO, OIS	EDO	06/30/2015	Resolved
3	Timely Updates	EDO, OIS	EDO	06/30/2015	Resolved
4	Develop Training	EDO, OIS	EDO	06/30/2015	Resolved
5	FOIA e-learning	EDO, OIS	EDO	06/30/2015	Resolved
6	Training for Staff	EDO, OIS	EDO	06/30/2015	Resolved
7	Document Review	EDO, OIS	EDO	06/30/2015	Resolved

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OIG-14-A-17 Audit of NRC's Freedom of Information Act Process (Continued)					
8	Confirm Management Review	EDO, OIS	EDO	06/30/2015	Resolved
9	Revise Guidance	EDO, OIS	EDO	06/30/2015	Resolved