June 4, 2008

MEMORANDUM TO: R. William Borchardt
                    Executive Director for Operations

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

SUBJECT: INDEPENDENT EVALUATION OF NRC'S
                    IMPLEMENTATION OF THE FEDERAL INFORMATION
                    SECURITY MANAGEMENT ACT FOR FISCAL YEAR 2004
                    (OIG-04-A-22)

REFERENCE: DIRECTOR, OFFICE OF INFORMATION SERVICES
                    MEMORANDUM DATED APRIL 24, 2008

Attached is the Office of the Inspector General's analysis and status of the recommendations contained in the subject report as discussed in the agency's response dated April 24, 2008. As a result of this memorandum, recommendation 7 is closed and recommendations 5, 8 and 10 continue to remain resolved. Recommendations 1, 2, 3, 4, 6, 9, 11, 12, 13, 14, 15, and 16 were closed previously. Please provide an updated status of the resolved recommendations by December 8, 2008.

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

Attachment: As stated

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

Status of Recommendations

Recommendation 5: Re-certify and re-accredit the NRC Data Center/Telecommunications System (DC/T).

Status Dated
April 24, 2008: The Data Center and Telecommunications systems have been split into two separate systems. The Data Center Services system was certified on September 27, 2007. Due to the Office of Information Services (OIS) limited resources and higher priority accreditation efforts; OIS anticipates the Data Center Services accreditation by June 30, 2008. OIS anticipates the Telecommunications System accreditation in the 2nd quarter FY 2009.

OIG Response: The proposed actions address the intent of the recommendation. This recommendation will be closed when OIG reviews a copy of the accreditation.

Status: Resolved.

Status of Recommendations

Recommendation 7:   Re-certify and re-accredit the Emergency Response Data System (ERDS).

Status Dated
April 24, 2008:   The certification and accreditation of ERDS was completed on February 1, 2008. The Authority to Operate memo (ML080230212) is available in ADAMS. We request this recommendation be closed.

OIG Response: The corrective action fulfilled the intent of OIG's recommendation. OIG reviewed the accreditation documentation and determined that it met the agency's criteria for issuing an Authority to Operate memorandum. This recommendation is therefore closed.

Status: Closed.

**Independent Evaluation of NRC's Implementation of the Federal Information
Security Management Act for Fiscal Year 2004
OIG-04-A-22**

Status of Recommendations

Recommendation 8:   Re-certify and re-accredit the Emergency
                       Telecommunications System.

Status Dated
April 24, 2008:   Based on a change in priorities for systems, the anticipated
                       date for full certification and accreditation of the Operations
                       Center Information Management System (OCIMS) system is
                       third quarter FY 2008.

OIG Response: The proposed corrective action addresses the intent of the
                       recommendation. This recommendation will be closed when
                       OIG reviews a copy of the accreditation.

Status: Resolved.

Status of Recommendations

Recommendation 10:   Update the NRC Local Area Network/Wide Area Network
                       (LAN/WAN) Business Continuity Plan.

Status Dated
April 24, 2008:   Due to limited OIS resources and higher priority
                       accreditation efforts, OIS anticipates the LAN/WAN system
                       business continuity testing will be completed by June 30,
                       2008.

OIG Response: The proposed corrective action addresses the intent of the
                       recommendation. This recommendation will be closed when
                       OIG reviews a copy of the updated Business Continuity
                       Plan.

Status: Resolved.