

Inspections and Evaluations Division



OFFICE OF

INSPECTOR GENERAL

U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

WORK PLAN For the Six Months Ended September 30, 2012

Inspections and Evaluations Division
Headquarters

April 20, 2012

Overview

The Inspections and Evaluations Division (IED) provides the Inspector General with an alternative means to quickly analyze and evaluate the efficiency or vulnerability of the the U.S. Department of Housing and Urban Development's (HUD) programs and operations. The division conducts inspections and evaluations using various study methods and evaluative techniques to provide timely information to improve policies, programs, and procedures.

This inspections and evaluations plan provides coverage of HUD's program areas and management and organizational reforms. It gives full consideration to the Office of Inspector General's (OIG) strategic plan and the Department's management challenges identified by OIG and reported to Congress annually. The plan covers ongoing and planned assignments for the 6-month period from April 1 to September 30, 2012.

The HUD Office of Inspector General – Office of Audit – Inspections and Evaluations Division

HUD OIG is one of the original 12 OIGs established by the Inspector General Act of 1978. While part of the Department, OIG provides independent oversight of HUD's programs and operations.

The Office of Audit's activities are designed to promote economy, efficiency, and effectiveness in the administration of HUD programs; detect and deter fraud, waste, and abuse in HUD programs and operations; and ensure compliance with applicable laws and regulations.

Under the leadership of the Inspector General, the Assistant Inspector General for Audit is responsible for managing the Office of Audit. After realignment in January 2012, OIG merged its Inspections and Evaluations Division, which was formerly in the Office of Investigation, with the Headquarters Audit Division. In addition to the Inspections and Evaluations Division, the office has three other headquarters divisions: the Financial Audits Division, the Information Systems Audits Division, and the Technical Oversight and Planning Division.

The Inspections and Evaluations Planning Process

Inspections and evaluations planning is a continuing process to focus resources on areas of greatest benefit to the taxpayer and the Department. The Inspections and Evaluations Division is committed to working collaboratively with HUD management to achieve its goal.

In developing the inspections and evaluations plan, we considered statutory requirements for OIG reviews as set forth in the Inspector General Act of 1978 as amended, regulations, or other directives; Inspector General and senior management requests; congressional and departmental requests; management and performance challenges facing the Department; OIG's strategic plan; and Office of Audit priorities.

This plan is designed to provide a framework for focusing inspection and evaluation resources. It is meant to be flexible and may be modified to accommodate higher priority



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assignments or other services determined by OIG or requested by the Department or other OIG clients.

The objectives of this plan are the same as those of the Office of Audit's audit plan as of March 30, 2012. These objectives are as follows:

- Contribute to improving the integrity of single-family insurance programs,
- Contribute to the oversight objectives of the American Recovery and Reinvestment Act of 2009,
- Contribute to a reduction in erroneous payments in rental assistance programs,
- Contribute to improving HUD's execution of and accountability for fiscal responsibilities, and
- Contribute to resolving significant issues raised or confronted by HUD and OIG's stakeholders.



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ONGOING AND PLANNED ASSIGNMENTS

Program areas & objectives	Lead	Schedule start	Final report target issuance
FHA – Office of Single Family Housing or Ginnie Mae*			
HUD’s management of real estate-owned properties – To determine whether HUD and its contractors have adequate controls to ensure that its real estate-owned properties are properly secured and maintained.	Washington, DC	June 2011	April 2012
Ginnie Mae’s Sole source information technology purchase – To determine whether the allegation that Ginnie Mae awarded a sole source contract to Navisite, Incorporated, for hosting and data management services without fair and open competition has merit.	Washington, DC	May 2012	October 2012
Office of Community Planning and Development			
Special Needs Assistance Programs’ homeless program application review process – To determine whether the Office of Special Needs Assistance Programs appropriately awarded funding for the Continuum of Care Homeless Assistance Programs grants in accordance with its regulations.	Washington, DC	August 2012	December 2012
Neighborhood Stabilization Program 3 (NSP3) – To determine whether HUD considered eligibility of NSP3 formula grantees based upon prior OIG audits or monitoring reviews.	New York, NY	June 2012	October 2012
American Recovery and Reinvestment Act (ARRA)			
ARRA lessons learned review – To identify which actions, processes, and mechanisms have been beneficial or posed challenges to agencies and their respective OIGs in meeting the requirements of ARRA.	Washington, DC	March 2012	N/A (planned completion date for assignment: August 2012)



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Program areas & objectives	Lead	Schedule start	Final report target issuance
Office of Public and Indian Housing			
Subsidy payments for deceased tenants – To determine whether HUD (1) has made assistance payments for deceased tenants and (2) has adequate controls to prevent payments to deceased tenants.	Washington, DC	August 2012	December 2012
Other			
HUD toll-free telephone lines – To determine whether HUD phone lines are functioning at optimal levels with regard to phone line operations and the level of customer service provided to the public.	Washington, DC	October 2011	May 2012
Follow-up on recommendations made in “The State of Louisiana’s Road Home Elevation Incentive Program Homeowner Compliance” (IED-09-002) – To determine what actions were taken in response to the three open recommendations cited in the 2010 report.	New York, NY	March 2012	June 2012
Departmental Enforcement Center (DEC) – To determine whether the DEC’s external review process is effective as an enforcement tool; specifically, whether the DEC (1) has an effective process for selecting HUD program participants for external reviews, including proper coordination with OIG, and (2) adequately follows up on report findings and recommendations.	Washington, DC	May 2012	November 2012

* Government National Mortgage Association