

OFFICE OF INSPECTOR GENERAL  
CITY OF NEW ORLEANS



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*For Further Information:*  
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## **Corrective Actions Remain Open**

The New Orleans Office of Inspector General today released a Follow-Up Report on its July 2009 Report: "Interim Recommendations for Policy Memorandum No. 5 (R ) Revised and Issued on April 18, 2009 in Response to the OIGs Interim Report on the Management of the Administrative Vehicle Fleet" (the 2009 Report).

The follow-up revealed that the City did not implement the prior administration's promised corrections to seven of the eight recommendations cited in the 2009 Report. The City did not calculate the value of the take-home vehicle fringe benefit on a quarterly basis, and did not calculate the personal use for all four quarters of 2010. Also, the City did not quantify the cost and personal use benefit or fuel consumption for each employee, did not quantify the cost and personal use of each take-home vehicle, and incorrectly included or excluded the fuel use in the various benefit calculations. The City was unable to determine the adequacy of the take-home use charge for each employee, and did not enforce the minimum personal insurance requirements for those employees with take-home vehicles

The City's estimate of the total tax liability for these 2009 errors was in excess of \$ 1 million dollars, and the estimated liability continued to accumulate in 2010 and 2011.

The report is attached to this press release. Other reports issued by the Office of Inspector General can be viewed and downloaded from the website at <http://www.nolaoig.org>.

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