



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

OFFICE OF THE
INSPECTOR GENERAL

February 19, 2015

MEMORANDUM TO: Maureen E. Wylie
Chief Financial Officer

Mark A. Satorius
Executive Director for Operations

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

SUBJECT: STATUS OF RECOMMENDATIONS: AUDIT OF NRC'S
PROCESS FOR CALCULATING LICENSE FEES
(OIG-13-A-02)

REFERENCE: CHIEF FINANCIAL OFFICER MEMORANDUM DATED
JANUARY 23, 2015

Attached is the Office of the Inspector General's (OIG) analysis and status of recommendation 1 as discussed in the agency's response dated January 23, 2015. Based on this response, recommendation 1 remains in resolved status. Recommendations 2, 3 and 4 were closed previously. Please provide an updated status on the resolved recommendation by October 16, 2015.

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

Attachment: As stated

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Audit Report

AUDIT OF NRC'S PROCESS FOR CALCULATING LICENSE FEES

OIG-13-A-02

Status of Recommendations

Recommendation 1: Prepare and document an annual fee rule validation (budget vs. cost analysis) and make adjustments as needed to the fee calculation process.

Agency Response

Dated January 23, 2015: Agree. The OCFO plans to execute the validation of the hourly rate by quarter four of Fiscal Year (FY) 2015. OCFO, Division of Planning and Budget (DPB) successfully accomplished the first key milestone of understanding the previous methodology used to validate the hourly rate for the Fee Rule. Specifically, DPB performed the following procedures:

- Conducted interviews and meetings with key agency staff responsible for calculating license fees from FY 2009 to present.
- Performed a detailed review of the procedures and corresponding spreadsheets for FY 2009 budget vs. cost analysis validation.
- Reviewed and analyzed the origin of the cost accounting data in the hourly validation analysis conducted prior to the implementation of Financial Accounting and Integrated Management Information System (FAIMIS).

For the next milestone, DPB will collaborate with the FAIMIS staff to evaluate data from the previous cost accounting system and develop a methodology for generating similar reports from FAIMIS. Once the FAIMIS reports are generated, OCFO will perform the analysis and develop new procedures for long term implementation of this recommendation.

KEY MILESTONES

DATE

Understanding previous methodology	January 2015
Coordinating with FAIMIS staff to create necessary reports	March 2015
Create and perform analysis	July 2015
Document process for annual validation	September 2015

Audit Report

AUDIT OF NRC'S PROCESS FOR CALCULATING LICENSE FEES

OIG-13-A-02

Status of Recommendations

Recommendation 1 (cont.):

OIG Analysis: The proposed action meets the intent of the recommendation. OIG will close this recommendation when the agency provides a copy of the documented fee rule validation and any resulting adjustments made to the fee calculation process.

Status: Resolved.

Document Location: G:\AUDIT\13-A-02 Process for Calculating License Fees\Audit Follow-up\OIG Response to Agency Memo Dated 01232015(BXK).docx

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