

April 8, 2002

Mr. Abe Zeitoun
Corporate Vice President
ATL International
20010 Century Boulevard, Suite 500
Germantown, MD 20874

SUBJECT: REVIEW OF FEBRUARY 2002 MONTHLY REPORT

Dear Mr. Zeitoun:

Thank you for transmitting your monthly report for February 2002, dated March 15, 2002. In your report, you included a revised contractor spending plan that provides spending estimates for the remainder of Fiscal Year 2002. As I discussed with Mr. Mark Orr, this spending plan should be revised to reflect that only \$50K in additional funding is available for this contract through the remainder of Fiscal Year 2002. We are in the process of funding the additional \$50K. Because of new technical assistance funding requirements related to the September 11 events, I do not expect that additional funding will be made to this project for Fiscal Year 2002. In my discussions with Mr. Orr, we agreed that the additional work related to plutonium handling reviews for the draft Mixed Oxide Fuel Fabrication Facility would need to be made within the current funding restrictions.

The action taken by this letter is considered within the scope of the current contract, NRC-02-01-002. No change in cost or delivery of product is authorized. Please notify me immediately if you believe this letter would result in changes to costs or delivery of contract products.

If you have any questions, please contact me at 301-415-7299.

Sincerely,

/RA/

Timothy C. Johnson
Senior Mechanical Systems Engineer
Enrichment Section
Special Projects Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

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