3/29/04

Beth / Sue: You can find document at

RJJ

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OPA

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Final (Source: Proposed Rule and SECY-03-0194)

REVISED TO CORRECT DOLLAR AMOUNTS

NRC PROPOSES TO AMEND LICENSING, INSPECTION AND ANNUAL FEES RULE

The Nuclear Regulatory Commission is proposing to amend its regulations for the licensing, inspection and annual fees it charges applicants and licensees for fiscal year (FY) 2004.

The agency is required to collect nearly all of its annual appropriated budget through two types of fees. One is for specific NRC services, such as licensing and inspection activities, that apply to a specific license. The other is an annual fee paid by all licensees, which recovers generic regulatory expenses and other costs not recovered through fees for specific services. These fees are contained in Commission regulations 10 CFR Part 170 (fees for licensing and inspection services) and 10 CFR Part 171 (annual fees).

545.3

By law, the NRC must recover \$545.6 million, which represents 92 percent of its budget for 32.9

FY 2004 (October 1, 2003 - September 30, 2004) less the \$33.7 million appropriated from the Nuclear Waste Fund for high-level waste activities. The amount to be recovered in FY 2004 includes \$51.1 million appropriated for NRC's activities related to homeland security. The total amount to be recovered is about \$19.3 million more than last year.

The proposed annual fees have been determined under the "re-baselining" method. The Commission decided to re-baseline annual fees this year based on the changes in the total budget and the magnitude of the budget allocated to certain classes of licensees. Re-baselined annual fees would result in increased annual fees compared to FY 2003 fees for three classes of licensees (power reactors, rare earth mills and transportation) and decreased annual fees for three classes (spent fuel storage/reactor decommissioning, non-power reactors, and fuel facilities).

Finally, in two classes, material users and uranium recovery, most categories (or sub-classes) of licensees would have decreased annual fees while others would have increased annual fees.

The preposed FY 2004 annual fees include the following representative classes/categories of licensees:

Class/Category of Licensees	Proposed FY 20	Proposed FY 2004 Annual Fee	
Power Reactors	- \$3,342,000	3,283,000	
(Including spent fuel storage/reactor			
decommissioning annual fee)	·		
Rare Earth Mills	\$187,90 0	157,600	
Transportation-Approvals	\$91,400 -	91,300	
(Users and Fabricators)	·		

Spent Fuel Storage/Reactor Decommissioning	\$ 207,000 -	203,000
Non-Power Reactors	\$62,600	U2,500
High-enriched Uranium Fuel Facility	\$ 5,342,000	4,573,000

1,533,000 Low-enriched Uranium Fuel Facility \$1,791,000 14,500 Uranium Recovery (Conventional Mills) \$14,600- \$12,000 Radiographers 25,000 **Broad Scope Medical** \$25,100 \$4,500 ~ Distribution of Radiopharmaceuticals \$1,900 2,500 Gauge Users (Cett, gory 3P) red to clarify ance there are multiple gauge categoris Written comments on the proposed amendments to 10 CFR Parts 170 and 171 of the Commission's regulations should be received within 30 days after the February 2 publication in the Federal Register. They should be addressed to the Secretary, U.S. Nuclear Regulatory Commission, Washington, D.C., 20555-0001, ATTN: Rulemakings and Adjudications staff. Comments also may be faxed to 301-415-1101, or submitted via the NRC's electronic rulemaking Web site, at http://ruleforum.llnl.gov . This site provides the ability to upload comments as files (in any format), if a user's browser supports that function. A Copy of the final rule well be published in the Federal Register in the near future. 15 Language is from the FY03 final release.