

**NRC/NSIR January 2005 Monthly Review and Approval of  
DOE/Commercial Work Prior to Payment**

**JCN: F-1124 (formerly A-9082, —0396, —1120 and —1124)**  
**TITLE: NMMSS (Nuclear Materials Management and Safeguards System)**  
**TASK ORDER NO./TITLE:**

IF YOU ANSWER "NO" TO ANY OF QUESTIONS 1 THROUGH 5, OR "YES" TO 6, PROVIDE EXPLANATION IN THE COMMENTS SECTION OR ON A SEPARATE ATTACHMENT

QUESTIONS	YES	NO	N/A
<b>1. Did contractor submit required deliverables and meet scheduled milestones during the billing period?</b>	X		
<b>2. Are the labor hours, travel, subcontract, equipment, and other direct costs reasonable and commensurate for the type and nature of work completed during the billing period?</b>	X		
3. Is the contractor using personnel with required skills to ensure efficient and effective performance? (Not applicable to fixed price contracts.)	x		
4. Is the quality of the deliverables and/or service acceptable and in compliance with the terms of the contract?	X		
<b>5. Has the NRC met its contractual obligations during the billing period including provision of government furnished property and timely review and comment on reports/deliverables?</b>	X		
<b>6. Are you aware of any present or future problems that may adversely affect contractor performance and/or costs?</b>	X		

**Comments:**

**1) The January 2005 technical Monthly Letter Status Report (MLSR) and associated DOE fiscal MLSR were provided in a timely manner.**

**2) During a February 16, 2005 meeting with DOE and the NMMSS operator, it was noted to the NRC TPM that the NMMSS operator may be charging some NMMSS management oversight hours to NRC instead of DOE. The NMMSS operator and DOE official said that they would look into this issue and ensure that such an error will be corrected if in place. The DOE official and NMMSS operator also noted that they expect that the FY-05 spending plan for NRC portion of the NMMSS operations is valid and no additional NRC FY-05 funds is expected to be needed for the routine NMMSS operations provided to NRC.**

**6) As previously noted, the NAC International organization was formally acquired by USEC November 18, 2004. NRC and DOE legal staff have been discussing a potential conflict of interest associated with the USEC purchase of NAC International. This issue is still being worked by both organizations. We look forward to resolution of this issue that satisfies DOE and NRC.**

1. Signature - Technical Project Manager (TPM), Brian G. Horn /RA/ Date 02 / 23 / 2005

2. Signature - Acting Section Chief, Robert Caldwell /RA/ Date 02 / 23 / 2005