

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

**JCN: F-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 March 2005 "Technical" Monthly Letter Status Report (MLSR) and associated DOE "Fiscal" MLSR were provided in a timely manner.**
- 4) NRC and NMMSS staff recently discovered that a licensee's physical inventory had been captured twice in the NMMSS data base. The result was an NMMSS report showing incorrect totals of reconciled inventories with the licensee. NMMSS staff took prompt action on this problem by preparing a Software change request to prevent the problem from reoccurring. NRC appreciates NMMSS staff taking the initiative to address this problem.**
- 6) As previously noted, the NAC International organization was formally acquired by USEC November 18, 2004. NRC and DOE 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.**
- 6) The NRC notes that the projected yearly cost for the NRC's use of NMMSS operations are within the FY-05 approved spending plan.**

1. Signature - Technical Project Manager (TPM), Brian G. Horn /RA/ Date 04 / 19 / 2005

2. Signature - Acting Section Chief, Robert Caldwell /RA/ Date 04 / 19 / 2005