

**NRC/NSIR July 2004 Monthly Review and Approval of  
DOE/Commercial Work Prior to Payment**

**JCN: M-1124 (formerly A-9082, M-0396 and M-1120)**  
**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 July 2004 technical Monthly Letter Status Report (MLSR) and associated fiscal MLSR were provided in a timely manner.
  
- 3) In the June MLSR review we noted that the NMMSS operator had not been doing an acceptable job tracking and identifying licensee's reporting that result in "NEW" negative inventories occurring in the NMMSS database. At an August 17<sup>th</sup> meeting, the NMMSS operator provided a revised method of reporting new negative inventories. This product was a great improvement over previous attempts. We thank DOE for encouraging the NMMSS operator to do a better job in monitoring and responding to us on the negative inventory issue in a rather short time period.
  
- 6) During an August 5, telephone discussion, the NRC legal staff relayed a potential conflict of interest issue to the Department of Energy contracting officials. This issue is still being worked by both organizations. We look forward to resolution of this issue that satisfies DOE and NRC legal concerns.
  
- 6) As mentioned in the June MLSR review, we ask that DOE strive to obtain and provide the NRC a draft FY-05 spending plan as soon as possible for the NMMSS contract.

1. Signature - Technical Project Manager (TPM), Brian G. Horn /RA/ Date 08 / 30 /2004

2. Signature - Section Chief, Vonna Ordaz /RA/ Date 08 / 30 / 2004