



UNITED STATES  
NUCLEAR REGULATORY COMMISSION  
WASHINGTON, D.C. 20555-0001

OFFICE OF THE  
INSPECTOR GENERAL

February 1, 2012

MEMORANDUM TO: Chairman Jaczko

A handwritten signature in black ink, appearing to read "Hubert T. Bell".

FROM: Hubert T. Bell  
Inspector General

SUBJECT: TRANSMITTAL OF THE INDEPENDENT AUDITOR'S REPORT  
ON THE CONDENSED FINANCIAL STATEMENTS  
(OIG-12-A-08)

Office of Management and Budget Circular No. A-136, *Financial Reporting Requirements*, Revised, October 27, 2011, requires all entities covered under *The Chief Financial Officer's Act of 1990* to prepare a Summary of Performance and Financial Information which summarizes performance and accountability results for the fiscal year. The Summary Report should include the most important performance and financial information contained in the Performance and Accountability Report in a brief, user-friendly format that is easily understood by a reader with little technical background in these areas. The purpose of this memorandum is to transmit Clifton Gunderson LLP (CG) Auditor's Report on the Condensed Financial Statements included in the Summary Report.

CG is responsible for the attached unqualified auditor's opinion, dated November 7, 2011. The Office of the Inspector General (OIG) is responsible for technical and administrative oversight regarding the firm's performance under the terms of the contract. Our oversight of CG's work, as differentiated from an audit in conformance with *Government Auditing Standards*, was not intended to enable us to express, and accordingly we do not express, an opinion on the condensed financial statements included in the Summary Report. However, OIG's oversight of CG's work disclosed no instances where CG did not comply with applicable auditing standards.

We appreciate the cooperation provided by NRC staff.

Attachment: As stated

cc: Commissioner Svinicki  
Commissioner Apostolakis  
Commissioner Magwood  
Commissioner Ostendorff  
N. Mamish, OEDO  
K. Brock, OEDO  
J. Arildsen, OEDO  
C. Jaegers, OEDO



## INDEPENDENT AUDITOR'S REPORT ON THE CONDENSED FINANCIAL STATEMENTS

Hubert T. Bell  
Inspector General  
United States Nuclear Regulatory Commission

The Honorable Gregory B. Jaczko  
Chairman  
United States Nuclear Regulatory Commission

We have audited the balance sheet of the United States Nuclear Regulatory Commission (NRC) as of September 30, 2011, and the related statements of net cost, changes in net position, and budgetary resources (Principal Statements) for the fiscal year then ended. Our audit was performed in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Bulletin No. 07-04, *Audit Requirements for Federal Financial Statements*, as amended. In our report dated November 7, 2011, we expressed an unqualified opinion on those Principal Statements.

The financial statements of NRC as of September 30, 2010, were audited by Urbach Kahn & Werlin LLP, which practice was acquired by Clifton Gunderson LLP by merger on March 22, 2010. Urbach Kahn & Werlin LLP's report dated November 7, 2010, expressed an unqualified opinion on those financial statements.

In our opinion, the information set forth in the accompanying condensed financial statements is fairly stated in all material respects in relation to the Principal Statements referred to above from which it has been derived.

In accordance with *Government Auditing Standards*, our report on the Principal Statements referred to above includes an opinion on the effectiveness of internal control over financial reporting and a report on compliance with laws and regulations for the fiscal year ended September 30, 2011. Those reports are integral parts of a financial statement audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

*Clifton Gunderson LLP*

Arlington, Virginia  
November 7, 2011

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