



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

**OFFICE OF THE
INSPECTOR GENERAL**

May 1, 2014

MEMORANDUM TO: J. E. Dyer
Chief Financial Officer

Mark A. Satorius
Executive Director for Operations

FROM: Stephen D. Dingbaum */RA/*
Assistant Inspector General for Audits

SUBJECT: STATUS OF RECOMMENDATIONS: AUDIT OF NRC'S
PROCESS FOR CALCULATING LICENSE FEES
(OIG-13-A-02)

REFERENCE: CHIEF FINANCIAL OFFICER MEMORANDUM DATED
MARCH 24, 2014

Attached is the Office of the Inspector General's (OIG) analysis and status of recommendations 1 and 4 as discussed in the agency's response dated March 24, 2014. Based on this response, recommendation 4 is closed and recommendation 1 remains in resolved status. Recommendations 2 and 3 were closed previously. Please provide an updated status on the resolved recommendation by October 15, 2014.

If you have any questions or concerns, please call me at 415-5915 or Eric Rivera, Team Leader, at 415-7032.

Attachment: As stated

cc: M. Galloway, OEDO
K. Brock, OEDO
J. Arildsen, OEDO
C. Jaegers, OEDO
RidsEdoMailCenter

Audit Report

AUDIT OF NRC'S PROCESS FOR CALCULATING LICENSE FEES

OIG-13-A-02

Status of Recommendations

Recommendation 1: Prepare and document an annual fee rule validation (budget vs. cost analysis) and make adjustments as needed to the fee calculation process.

Agency Response

Dated March 24, 2014:

Agree. Pending adequate resources in FY 2014, and with FAIMIS assistance, we plan to execute this validation of the hourly rate by September 2014.

The OCFO staff plans to collaborate with the FAIMIS systems staff to evaluate procedures from the previous cost accounting system. Once the FAIMIS team has generated the reports needed, OCFO can develop new procedures for long term implementation of this recommendation.

OIG Analysis:

The proposed action meets the intent of the recommendation. OIG will close this recommendation when the agency provides a copy of the documented fee rule validation and any resulting adjustments made to the fee calculation process.

Status:

Resolved.

Audit Report

AUDIT OF NRC'S PROCESS FOR CALCULATING LICENSE FEES

OIG-13-A-02

Status of Recommendations

<u>Recommendation 4:</u>	Ensure a supervisor reviews the completed checklists and documents the review and approval on the quality control checklists.
Agency Response Dated March 24, 2014:	Agree. The OCFO has finalized the quality control checklist, with a block to record supervisor approval, by modeling the FY 2013 Fee Rule process. This checklist is enclosed for OIG determination of closure. OCFO has executed the checklist during the FY 2014 Proposed Fee Rule with the signature of Mr. David Holley.
OIG Analysis:	OIG reviewed the completed quality control checklist for the FY 2014 Proposed Fee Rule and the revised checklist template provided on April 28, 2014, and determined that documentation of supervisory review and approval is included. This recommendation is therefore considered closed.
Status:	Closed.