

March 14, 2016

Mr. Robert Crate, President/CEO
General Electric-Hitachi Global
Laser Enrichment
3901 Castle Hayne Road
P.O. Box 780
Wilmington, NC 28402

SUBJECT: SUPPORTING DOCUMENTS FOR LICENSE FEE BILLING ERROR

Dear Mr. Crate:

During our teleconference on January 21, 2016 informing you of unbilled costs for technical assistance under Title 10 of the *Code of Federal Regulations*, Part 170, *Fees for Facilities, Materials, Import and Export Licenses, and Other Regulatory Services under the Atomic Energy Act of 1954, as amended*, we agreed to provide copies of the supporting documentation for the contracted technical assistance.

Enclosed are the contractor's quarterly letter status reports describing the work performed during fiscal years 2013 through 2015 for docket 07007016, General Electric-Hitachi Global Laser Enrichment of Wilmington, NC (license number SNM-2019). These documents support the following two activities, identified by job code number as follows:

- J5709 – Classification of Information at General Electric-Hitachi Global Laser Enrichment Facility; and
- J5718 – Protection of Classified Information and Related Security Activities at the General Electric Laser Enrichment Facility. This work also included the costs for specialized equipment which were not included in the financial tables, although they were included in the work descriptions and the costs were billed to U.S. Nuclear Regulatory Commission. A separate table summarizing the costs of the equipment has also been included.

When compiling the quarterly summary reports for transmittal, we observed that the combined amounts of J5718 differed from those processed in our official financial system. Researching the reasons for this difference, we recognized that there is typically a one to six month delay between when the work is conducted and summarized in the quarterly summary report and when the invoices are submitted. Invoices are further delayed for work conducted by subcontractors, because their invoices are processed by the primary contractor first.

Because these contractor-prepared letters contained sensitive proprietary information for more than a single licensee, they have been redacted to only show technical assistance in support of the SNM-2019 license application.

If you have any questions specific to the work performed by the contractor or the associated supporting documentation, please feel free to contact Mr. Thomas Grice at 301-415-7333 or Thomas.Grice@nrc.gov. For questions about your invoice, please contact Meghan Blair, at 301-415-5245 or Meghan.Blair@nrc.gov.

Sincerely,

/RA/

Scott W. Moore, Acting Director
Office of Nuclear Material Safety
and Safeguards

Docket No. 07007016
License. SNM-2019

Enclosure:
As stated

cc: Maureen Wylie, OCFO

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Scott W. Moore, Acting Director
Office of Nuclear Material Safety
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cc: Maureen Wylie, OCFO

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OFFICE	NMSS/PBPA	NMSS/FCSE	NMSS/FCSE	NMSS/FCSE	NMSS/FCSE
NAME	CBarror	JDowns	OSiurano	TGrice	CErlanger
DATE	02/23/16	02/23/16	02/23/16	2/24/16	02/25/16
OFFICE	OCFO/ARB	OCFO/ARB	NMSS/PBPA	NMSS/PBPA	NMSS/OD
NAME	MBlair	DD'Abate	CSchum	WMoore	SMoore JMunday for
DATE	03/11/16	03/11/16	03/11/16	03/14/16	03/14/16

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