

**Quarterly Letter Status Report for
Protection of Classified Information and Related Security
Activities
4th Quarter of Fiscal Year 2015
July 1 through September 30, 2015**

I. Introduction

The U.S. Department of Energy (DOE) and the U.S. Nuclear Regulatory Commission (NRC) have entered into three (3) interagency agreements for DOE to perform certain security related activities for the NRC. These interagency agreements are:

- NRC-HQ-50-12-1-008 "Protection of Classified Information and Related Security Activities at the General Electric Laser Enrichment Facility – J5718"; and

These interagency agreements became effective October 1, 2012. Each of the interagency agreements contains terms that require DOE to provide quarterly letter status reports summarizing the status of all evaluation and inspection tasks relative to each of the agreements.

II. Description of Activities during this Reporting Period

The DOE provided technical assistance by conducting inspections and assessments of Information Technology security activities. Each inspection activity was conducted in conjunction with appropriate NRC staff (as requested). Details of the inspection effort were provided either in person during the inspection or in subsequent electronic correspondence or telephone communication.

A summary discussion of the activities associated with each agreement follows.

B. General Electric Laser Enrichment Facility (GE), (J5718)

- Provided Annual Cyber Security inspection support of the GE-Hitachi facility, July 28-29, 2015. Reviewed licensee Policy and Procedures, performed Independent Verification and Validation on licensee baseline security controls implemented on the network.
- Prepared report for Annual Cyber Security inspection of GE facility in Wilmington, North Carolina.
- Participated in meetings and discussions regarding follow up activities from the July inspection of the GE facilities in Wilmington, North Carolina.
- Prepared and conducted annual Tempest Threat Assessment at the GE Facility, in Wilmington, North Carolina.
- Conducted annual inventory of all equipment at Oak Ridge facilities and provided a report to HQ.
- Conducted review of assessment reports and provided COMSEC /Tempest document review support
- Attended required COMSEC/Tempest training at Oak Ridge National Laboratory 7/20-7/24, 2015.
- Processed Tempest letter and assessments for the account to HQ and updated files to reflect the requirement.
- Processed new hand receipt for 2016 generated new receipt, emailed, received signature, and updated information into database.

The cost accounting in support of this interagency agreement can be summarized as:

4th Quarter FY15	July	August	September
Federal Emp. Labor	\$12,392.21	\$0.00	\$0.00
Federal Emp. Travel	\$2,971.79	\$0.00	\$0.00
Contractor 1	\$9,604.39	\$1,350.48	\$2,025.72
Contractor 2	\$6,083.33	\$600.00	\$600.00
Contractor 3	\$0.00	\$0.00	\$0.00
Federal Admin. Charge, 3%	\$931.55	\$58.51	\$78.77
Quarterly Total			\$36,696.75

Based upon cumulative funding provided to date, past expenditures and projected future activities, we do foresee the need for additional funding during the first quarter of Fiscal Year 2016.