



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

September 28, 2016

OFFICE OF THE
CHIEF FINANCIAL
OFFICER

PSEG Power, LLC
224 Chestnut Street
ATTN: D. P. Lewis
Salem, NJ 08079

SUBJECT: LICENSE FEE BILLING ERROR

Dear Mr. Lewis:

The U.S. Nuclear Regulatory Commission (NRC) has identified an error in its accounting system that resulted in the NRC under-billing PSEG Power, LLC (PSEG), 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*, for an NRC staff inspection in fiscal year 2011 related to PSEG's Early Site Permit Application. In 2011, the NRC performed a limited-scope inspection to assess PSEG's compliance with the provisions of Title 10 of the *Code of Federal Regulations*, Part 21, *Reporting of Defects and Noncompliance*, and selected a portion of Title 10 of the *Code of Federal Regulations*, Part 50, *Domestic Licensing of Production and Utilization Facilities*, Appendix B, *Quality Assurance Criteria for Nuclear Power Plants and Fuel Reprocessing Plants*. The results of this inspection and a notice of violation were provided to PSEG under Docket Number 05200043, Inspection Report 05200043/2011-201, in a letter dated July 11, 2011 (Agencywide Documents Access and Management System Accession Number ML112020215). A total of \$109,485.25 in charges for NRC staff work on this inspection accrued to PSEG Docket Number 05200043, but, due to an error in our accounting system, was not billed to PSEG.

Staff from the Office of the Chief Financial Officer (OCFO) identified this error during an audit of the Agency's core financial system, FAIMIS. The error occurred as a result of a billable dimension on the docket not being properly set when the docket was created in FAIMIS, the Agency's core financial system. The Office of New Reactors substantiated and validated these charges by performing a thorough review of the hours charged for the inspection preparation, onsite inspection, documentation, and follow-up work. Please note that since this error was identified, the NRC has implemented internal control measures to prevent recurrence of this type of error.

Based on the information stated above, the NRC will include these charges on the next quarterly Part 170 invoice, which will be issued to PSEG in October 2016. I sincerely regret the

D. Lewis

-2-

inconvenience this has caused. If you have questions related to this matter, please contact Ms. Arlette Howard of OCFO at 301-415-1481 or Arlette.Howard@nrc.gov.

Sincerely,

/RA/

Maureen E. Wylie
Chief Financial Officer

inconvenience this has caused. If you have questions related to this matter, please contact Ms. Arlette Howard of OCFO at 301-415-1481 or Arlette.Howard@nrc.gov.

Sincerely,

/RA/

Maureen E. Wylie
Chief Financial Office

DOCKET: 05200043

Distribution:
OCFO/DOC RF

Adams: Yes No Initials: AH/ SUNSI Review By: _____

Publicly Available Non-Publicly Available Sensitive Non-Sensitive

ADAMS: ML16246A295 (PKG) ML16246A296 (LTR) *see previous concurrence

OFFICE	OCFO/DOC/ARB	OCFO/DOC/ARB	NRO
NAME	AHoward/rsh*	DD'Abate*	FMiller
DATE	9/7/16	9/13/16	9/23/16
OFFICE	NRO	OCFO/DDOC	OCFO/DDOC
NAME	JUhle	SVrahoretis	KWilliams
DATE	9/22/16	9/26/16	9/28/16
OFFICE	OCFO/DOC	OCFO/DCFO	OCFO/CFO
NAME	GSPeterson	MCMuessle	MEWylie
DATE	9/28/16	9/ /16	9/28/16

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