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JAN 24 1985

Docket No. 50-341

MEMORANDUM FOR: Files
 THRU: William O. Miller, Chief, License Fee Management Branch, ADM
 FROM: C. James Holloway, Jr., Assistant Chief, License Fee Management Branch, ADM
 SUBJECT: FERMI 2 OPERATING LICENSE REVIEW COSTS

10 CFR 170 of the Commission's regulations for license fees was revised effective June 20, 1984. Section 170.12(b) of the revised rule provides that for applications for operating license (OL) review which have been pending with the Commission for six months or longer, the first bill for accumulated review costs would be sent to the applicant at the time the rule becomes effective and at six-month intervals thereafter until the review is completed, whichever is earlier. The first bills for OL review will include applicable professional staff review time expended through June 23, 1984, and contractual support services expended to May 31, 1984. Subsequent bills covering six-month reviews will be issued approximately ninety days after the end of each six-month period which closes in December and June of each year.

In accordance with Section 170.12(b), we have reviewed the cost incurred by the various program offices directly involved in the review of the Fermi 2 operating license. Attached is a summary of the review costs as well as the supporting documentation from the program offices. The attachment shows that a total of \$3,990,470 was expended through June 23, 1984 for the OL review. The cost of the OL review through June 23, 1984 exceeds the maximum fee of \$3,077,400 as stated in 10 CFR 170.21. Accordingly, \$3,077,400 is the maximum amount that may be assessed for the OL review under the 10 CFR 170 as revised June 20, 1984. However, in the event that the regulation is subsequently revised and the ceiling is raised to a higher number or eliminated before Fermi 2 is licensed, then additional fees could be assessed up to any new ceiling or for the full cost if the ceiling were eliminated. A refund would be made if the amount in the rule at the time the license is issued is less than \$3,077,400.

Signed C. James Holloway, Jr.

C. James Holloway, Jr., Assistant Chief
 License Fee Management Branch
 Office of Administration

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OFFICE			LFMB:ADM	LFMB:ADM
SURNAME	Enclosure:		CJHolloway:eb	WOMiller
DATE	Summary of costs and supporting documentation		1/23/85	1/24/85

THE DETROIT EDISON COMPANY
OPERATING LICENSE REVIEW COSTS THROUGH JUNE 23, 1984

FACILITY: FERMI 2

DOCKET NO.: 50-341

<u>Program Office Review</u>	<u>Costs Per Professional Staff-hour</u>	<u>Professional Staff-hours Expended</u>	<u>Staff-hour Costs</u>	<u>Contractual Costs</u>	<u>Total Costs</u>
1. NRR	\$39	47,232.7	\$1,842,075	\$981,761	\$2,823,836
2. IE-HQ	36	861	30,996	27,000	57,996
3. REGIONS	36	29,235.2	1,052,467	-	1,052,467
4. ACRS	50	373.3	18,665	-	18,665
5. NMSS	38	987.0	37,506	-	37,506

Total Cost: $\frac{1}{\$3,990,470}$

1/ The cost of the OL review through June 23, 1984 exceeds the maximum fee of \$3,077,400 as stated in 10 CFR 170.21. In accordance with Footnote 2 of 170.21, \$3,077,400 is the maximum amount that may be assessed for the OL review under 10 CFR 170 as revised June 20, 1984.

ENCLOSURE 1