

FEB 8 1985

Docket No. 50-329

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: MIDLAND 1 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 Midland 1 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 \$3,749,786 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

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FEB 8 1985

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 Midland 1 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, @ James Holloway, Jr.

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

Enclosure:
Summary of costs and
supporting documentation

DISTRIBUTION w/Enclosure 1:

- Docket File 50-329 ✓
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Consumers Power Company
Operating License Review Costs Through June 23, 1984

FACILITY: Midland 1

DOCKET NO.: 50-329

<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	46,855.8	\$1,827,376	\$1,212,987	\$3,040,363
2. IE-HQ	36	307.0	11,052		11,052
3. REGIONS	36	17,488.1	629,572		629,572
4. ACRS	50	837.9	41,895		41,895
5. NMSS	38	708.0	26,904		26,904

Total Cost: \$3,749,786^{1/}

^{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.